RECORD OF PROCEEDINGS

MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE MOUNTAIN WATER AND SANITATION DISTRICT

Held: Tuesday, May 26, 2026, at 12365 Highway 285, Conifer, Colorado 80433.

Attendance

A Regular Meeting of the Board of Directors of the Mountain Water and Sanitation District was called to order and held as shown above in accordance with the statutes of the State of Colorado. The following Directors, having confirmed their qualifications to serve on the Board, were in attendance:

John Sebastian, President
Richard Swanson, Vice President
Barry Lisk, Secretary
Robert Wade, Director

Absent: Larry Wood - Upon motion made by Director Sebastian, seconded by Director Lisk and unanimously carried, the absence of Director Wood was excused.

Also in attendance were:
Steve Beck, MWSD District Manager
Terry Chambers, MWSD ORC
Haley Trecarichi, Esq., Erb Law, LLC
Alex Fink, CPA, Metro District Accounting Services, Inc.
Kathy Conklin Lemuel, Resident
David Green, CPA by phone (for part of the meeting)

Call to Order

Director Sebastian noted that a quorum of the Board was present, and the Directors confirmed their continuing qualification to serve. The meeting was called to order at 7:00 PM.

Declaration of Quorum/Disclosure Matters

The District Board reviewed the agenda for the meeting. Upon motion made by Director Sebastian, seconded by Director Swanson and unanimously carried, the Board amended the agenda to add discussion of Director Wood's Board seat and discussion of meeting dates for upcoming months to Other Business. Following the Agenda discussion, each District Board member had the opportunity to identify any additional conflicts. No additional conflicts were identified.

Public Comment	None
Approval of Minutes	The Board reviewed the minutes of the April 28, 2026, Regular Meeting. Upon motion made by Director Lisk, seconded by Director Swanson and unanimously carried, the minutes of the April 28, 2026, Regular Meeting were approved as presented.
Audit Report	Mr. David Green, CPA discussed the 2025 audit draft with the Board and the Independent Auditor's Report expressing the auditor's opinion that the financial statements present fairly the financial position of the Mountain WSD as of December 31, 2025, and 2024. Upon motion made by Director Sebastian, seconded by Director Wade and unanimously carried, the 2025 audit draft was accepted and approved as presented. Mr. Green left the meeting.
Treasurer's Report	Director Wade reviewed the Claims with the Board. Upon motion made by Director Wade, seconded by Director Swanson and unanimously carried, the Payment of Claims of $52,912.47 for the period of May 5-28, 2026, were approved.
District Operations	Mr. Beck discussed with the Board the status of the District, the webinar about the drought situation and what other districts are doing related to services provided and billing, the status of the internet access and concerns with CenturyLink, the possible use of Starlink as an internet provider, and the cost of the audit and other providers. Mr. Beck will research Starlink options and obtain proposals from other auditors for audit services and report back to the Board.
Operator's Report	Mr. Chambers discussed with the Board the Sanitation Survey conducted on May 13, and the potential need for PFAS treatment in the District.
Public Hearing	Mr. Beck reported that the District had timely published the Notice of Public Hearing Regarding the Potential to Fix and Increase Water and Sewer Rates on the District website.

Upon motion made by Director Sebastian, seconded by Director Lisk and unanimously carried, the Public Hearing was opened at 7:42 PM.

There were no comments from the public regarding any changes to the rates.

Upon motion made by Director Sebastian, seconded by Director Lisk and unanimously carried, the Public Hearing was closed at 7:43 PM.

Mr. Beck discussed with the Board the proposed rates and changes to add the new billing tiers. Upon motion made by Director Swanson, seconded by Director Sebastian and unanimously carried, the Proposed Rates and Fees for the Mountain WSD were approved with an effective date of July 1, 2026.

Financial Matters

Mr. Fink discussed the Financial Statements as of April 30, 2026.

Upon motion made by Director Sebastian, seconded by Director Lisk, and unanimously carried, the Financial Statements as of April 30, 2026, were accepted as presented.

Legal Matters

Attorney Trecarichi presented the Board with the Resolution Approving the Water and Sewer Service Rates.

Following discussion and upon motion made by Director Swanson, seconded by Director Sebastian and unanimously carried, the Resolution Approving the Water and Sewer Service Rates was approved.

Other Business

Director Sebastian discussed with the Board the status of the director's position currently held by Director Wood.

Director Sebastian and Mr. Beck discussed with the Board if they wanted to hold the Regular Meetings scheduled for June 2, 2026, and July 7, 2026.

Upon motion made by Director Sebastian, seconded by Director Swanson and unanimously carried, the Regular Meetings scheduled for June 2, 2026, and July 7, 2026, were canceled. Notice will be posted on the website.

Adjournment	There being no further business to come before the Board, and upon motion duly made by Director Sebastian, seconded by Director Swanson and unanimously carried, the meeting was adjourned at 8:20 PM.

Barry Lisk

Barry Lisk, Secretary for the Meeting