

**MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS OF
GRANT WATER & SANITATION
DISTRICT**

APRIL 17, 2024, at 9:00 a.m.

The regular meeting of the Board of Directors of the Grant Water & Sanitation District was held on Wednesday, April 17, 2024, at the hour of 9:00 a.m., at the Raccoon Creek Golf Course, 7301 West Bowles Avenue, Littleton, Colorado. Directors present were Eric Edwards, Monte Sudbeck, John Swanson, John Spence, and Melodie Farris. Also attending were Zack Telljohann, Nicki Simonson, legal counsel Jennifer Bailey, as well as auditor Dawn Schilling. Mr. Edwards presided.

1. Administrative Matters.

- a. Disclosure of Conflicts of Interest.** There were no changes to the board member disclosures.
- b. Open Forum.** The open forum was passed in the absence of any members of the public.
- c. Minutes.** The minutes of the regular meeting held on March 20, 2024 were approved upon motion by Mr. Spence and second by Mr. Sudbeck as amended.

2. Engineering & Maintenance Matters

Mr. Telljohann reported as follows:

- a. Underdrain Cleaning and Remediation.** DRC continues to work on the underdrain remediation. Two mains have been completed, one in the Heron Shores neighborhood and

one in Grant Ranch Boulevard. An updated remediation report was provided to the Board.

b. DRC still plans to inspect the homeowners service line where rocks were observed in the underdrain main in the Heron Shores neighborhood and will update the Board when this has been completed.

c. 2024 Annual Maintenance. DRC has completed the acoustic testing in the District. They began the annual CCTV inspection in February and encountered pipes that require cleaning to CCTV the entire line. Some of these lines have been cleaned as DRC's schedule allows and reinspected. Martin/Martin has not received videos at the time of this Board meeting.

d. 2024 CIP. There was some discussion surrounding putting this project out for bid again with changes that have been made to the scope. Updated drawings will be provided by Martin/Martin.

e. Lift Stations. C&L has located the leak on the lift station water line and established that the line is severely deteriorated and will require complete replacement. C&L is estimating the cost to be around \$163,000 to repair. Ms. Simonson asked if it would be more cost effective to continue to truck in water as a short term solution rather than perform the repair at this time. Another option would be to postpone the 2024 capital improvement project in the Hillsboro neighborhood and do this repair in its place. Questions were raised on the cost to continue to truck in water vs. a storage tank with a generator, pump, and heat source. Mr. Telljohann will reach out to Ramey Environmental to get more information on possible solutions.

f. Restaurant Changes. The old Chicken Rebel location is now going to be Snarf's Subs. They are currently in early permitting stages.

Mr. Telljohann then left the meeting.

3. 2023 Audit.

Ms. Schilling reported there were no difficulties completing the audit. She thanked Simonson & Associates and Treasurer, Mr. Sudbeck, for their cooperation. Schilling & Company audited the District through fiscal year end 2023. The auditor's responsibility is to gather evidence and offer an opinion. Schilling & Company is issuing a clean unmodified opinion, the best opinion offered, that the financials present fairly the financial position of the District. Ms. Schilling reviewed with the Board the financial statements she considered in rendering her opinion. A motion was made by Mr. Spence to approve the District's 2023 audit, which was seconded by Mr. Sudbeck and approved unanimously. A motion was then made by Mr. Spence to approve the District's representation letter, which was seconded by Mr. Sudbeck and also approved unanimously. The approved documents will be sent for signature via DocuSign. Ms. Schilling then left the meeting.

4. Financial Matters

a. Disbursements. The March 21, 2024 through April 17, 2024 check register was approved upon motion by Mr. Sudbeck and second by Mr. Spence.

b. Financial Statements. The December 31, 2023 audited financials were reviewed and approved upon motion by Mr. Sudbeck and second by Ms. Farris. The March 31, 2024 unaudited financials were then approved upon motion by Mr. Sudbeck and second by Mr. Swanson.

c. Investment Report. Nothing new to report on investments.

5. Legal Matters

Mr. Sudbeck moved to enter Executive Session for the purpose of receiving advice from

legal counsel on specific legal questions related to the 2021 Capital Improvement Project, as authorized by §24-6-402(4)(e), C.R.S. The motion was approved upon second by Ms. Farris. After discussion, the Board exited executive session.

a. Supplemental Service Agreement. The Supplemental Service Agreement presented and discussed in executive session was approved upon motion by Mr. Sudbeck and second by Mr. Swanson.

b. Engagement of Bankruptcy Attorney. Ms. Farris moved to authorize Elkus and Sisson to engage a bankruptcy attorney for purposes of reviewing the District's position regarding the ongoing case, with an initial financial cap not to exceed \$20,000. The motion was approved upon second by Mr. Sudbeck.

6. Adjournment. There being no other business, the meeting was adjourned by Mr. Edwards at 10:20 a.m.

Respectfully submitted,

DocuSigned by:

Nicole L. Simonson

7C8A2079A47A46F...

Nicole L. Simonson, Secretary