JOINT MEETING INFORMATION/ DISCUSSION ITEMS

MINUTES OF A REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE DANIELS SANITATION DISTRICT HELD JULY 13, 2026

A Regular Meeting of the Board of Directors of the Daniels Sanitation District (referred to hereafter as "Board") was held on Monday, the 13th day of July, 2026, at 1:00 p.m. The meeting was held via Zoom and telephonically and was open to the public.

ATTENDANCE

Directors in Attendance Were:
Rex L. Johnson
Vern Luoma
Patrick Morgan
Scott Paschal
Floyd Shafer

Also In Attendance Were:
Nick Moncada, Public Alliance
Timothy J. Flynn, Esq.; Ireland Stapleton Pryor & Pascoe, PC
Bill Willis; Martin/Martin
Michael Miller and Kynda Kieffer; Members of the Public

ADMINISTRATIVE MATTERS

Disclosures of Potential Conflicts of Interest: Mr. Moncada advised the Board that, pursuant to Colorado law, certain disclosures might be required prior to taking official action at the meeting. The Board reviewed the Agenda for the meeting, following which Directors Johnson, Luoma, Paschal, Morgan and Shafer confirmed that they have no conflicts of interest in connection with any of the matters listed on the Agenda.

Agenda: Mr. Moncada distributed for the Board's review and approval a proposed Agenda for the District's Regular Meeting.

Following discussion, upon motion duly made by Director Johnson, seconded by Director Shafer and, upon vote, unanimously carried, the Agenda was approved, as presented.

June 8, 2026 Regular Meeting Minutes: Following discussion and review, upon motion duly made by Director Shafer, seconded by Director Johnson, and upon vote, unanimously carried, the minutes were approved, as presented.

FINANCIAL MATTERS

Accounts Payable: The Board considered ratifying the payment of accounts payable for the period ending June 30, 2026, in the amount of $118,683.26.

Following discussion and review, upon motion duly made by Director Shafer, seconded by Director Morgan and, upon vote, unanimously carried, the Board ratified the payment of accounts payable as presented.

The Board then considered ratifying the payment of accounts payable for the period ending July 13, 2026, in the amount of $72,314.74.

Following discussion and review, upon motion duly made by Director Johnson, seconded by Director Luoma and, upon vote, unanimously carried, the Board approved the payment of accounts payable as presented.

Financial Statements: The Board reviewed the unaudited financial statements of the District for the period ending June 30, 2026.

Following review and discussion, upon motion duly made by Director Paschal, seconded by Director Shafer and, upon vote, unanimously carried, the Board accepted the unaudited financial statements.

Transfer of Funds: The Board discussed a transfer of funds.

Following review and discussion, upon motion duly made by Director Johnson, seconded by Director Morgan and, upon vote, unanimously carried, the Board authorized and directed a transfer of funds from the ColoTrust account into the checking account, in the amount of $70,000.00.

OPERATIONS MATTERS

Engineer's Report: Mr. Willis reviewed his report with the Board, attached hereto and incorporated herein by this reference.

Manager's Report: Mr. Moncada reviewed the report with the Board.

QP Services Proposals: The Board reviewed the QP Services proposals for manhole lining and CIPP lining.

Following review and discussion, upon motion duly made by Director Johnson, seconded by Director Paschal and, upon vote, unanimously carried, the Board approved the QP Services proposals for manhole lining in the amount of $74,200 and CIPP lining in the amount of $69,630.00 and authorized legal counsel to prepare an appropriate addendum to be attached to each proposal.

LEGAL MATTERS

Welch Acres Subdivision Easement: Mr. Flynn reported that he is still waiting on a signature for the easement.

Board Officer Discussion: Director Johnson made a motion to accept Director Luoma's relinquishment of his position as vice president of the Daniels Sanitation

District Board of Directors, but to stay as a member of the Board.
Following a brief discussion and upon vote, unanimously carried, Director Luoma's relinquishment of his position as Vice President of the Board of Directors was accepted.

Following review and discussion, upon motion duly made by Director Johnson, seconded by Director Shafer and, upon vote, unanimously carried, the Board elected Director Paschal to serve as the vice president of the Daniels Sanitation District Board.

OTHER BUSINESS

SDA Conference: Following discussion, upon motion duly made by Director Johnson, seconded by Director Paschal and, upon vote, unanimously carried, the Board authorized all Board Members to attend the 2025 SDA Conference.

Public Comment: Ms. Kieffer reported that the District contractors are not using a hydrant meter with backflow protection. Staff was directed to investigate this matter and to report back to the Board.

ADJOURNMENT

There being no further business to come before the Board at this time, upon motion duly made by Director Johnson, seconded by Director Paschal and, upon vote unanimously carried, the meeting was adjourned at 2:00 p.m.

Next Regular meeting is scheduled for August 10, 2026, at 1:00 p.m.

The foregoing constitutes a true and correct copy of the minutes of the above-referenced meeting.

Scott Paschal

Secretary for the Meeting