



AGENDA

REGULAR BOARD MEETING OF THE BOARD OF DIRECTORS

HELD REMOTELY*

THREE LAKES WATER AND SANITATION DISTRICT

TUESDAY, FEBRUARY 10, 2026 – 6:30 PM

****Join the meeting from your computer, tablet or smartphone at <https://global.gotomeeting.com/join/644196661> or dial in using your phone at 1 (877) 568-4106 Access Code: 644-196-661***

1. Call to Order: Chairman Huff
2. Comments by the Chairman
3. Introductions of Public Present
4. Acceptance of Minutes:
 - a. January 13, 2026 Meeting Minutes
5. Matters Before the Board:
 - a. Public Relations Update
 - b. 2026 Primary Objectives
6. Public Comment:

This time is reserved for members of the public to make a presentation to the Board on items or issues that are not scheduled on the agenda. Each member will be given three minutes time. The Board will not discuss/debate those items, nor will the Board make any decisions on items presented during this time. Rather, the Board will refer the items to staff for follow-up.
7. Financial Reports:
 - a. Motion for approval of Check List for the month of January 2026
 - b. Acceptance of Financial Statements for the month of January 2026
8. Matters for Discussion as Brought Forth by Board Members
9. Superintendent Report
10. District Manager Report



RECORD OF PROCEEDINGS

REGULAR MEETING OF THE BOARD OF DIRECTORS THREE LAKES WATER AND SANITATION DISTRICT MONDAY, JANUARY 13, 2026 6:30 PM

1. **CALL TO ORDER**

A regular meeting of the Board of Directors was called to order by Chairman Huff, at 6:30 p.m. The meeting was held remotely.

Directors Present: Scott Huff – Chairman
Mike Golden – Vice Chairman
Jeannie Wilkinson – Secretary/Treasurer
Scott Walter – Director
Stephanie Conners – Director

Staff Present: Katie Nicholls – District Manager
Mike Gibboni - Superintendent

2. **COMMENTS BY THE CHAIRMAN**

None.

3. **INTRODUCTIONS OF PUBLIC PRESENT**

Rob Morrison – Barr Engineering, Bob Orsatti – Anchor QEA, and Michael.

4. **ACCEPTANCE OF MINUTES**

By **MOTION**, and second, and unanimous vote the December 9, 2025, Meeting Minutes were approved as presented.

5. **MATTERS BEFORE THE BOARD**

a. **Consideration of updated construction services proposal – Heat Trace Replacement Project**

District Manager Nicholls stated that while the District prefers to complete the heat trace replacement project in one season it has been determined that being open to a two-season construction proposal might allow more qualified contractors to ensure the best selection is made. This proposal allows for the added costs should that come to fruition. Bob Orsatti, representing Anchor QEA, expanded further on the proposal and answered questions related to submittals and processing, supply procurement, bid timing, CDPHE required requests, pay application process, and bid timing. By **MOTION**, second, and unanimous vote the Board approved the updated construction services proposal for the Heat Trace Replacement Project.

b. **Resolution 2026-1-1; a resolution designating the District’s posting places.**
By **MOTION**, second, and unanimous vote the Board approved Resolution 2026-1-1; a resolution designating the District’s posting places.

c. **Consideration of engagement of Butler Snow for bond counsel as required for the State Revolving Fund Loan Program**

District Manager Nicholls stated that bond counsel is required for the SRF loan. She noted that Butler Snow acted as bond counsel for the 2019 copper removal project, general counsel has worked with them separately as well, and that Butler Snow agreed to charge the same rate in 2019. She concluded by noting that she did reach out to one other firm provided by the state and found the rates similar. A question was raised about the District’s retention of documents. By **MOTION**, second, and unanimous vote the Board approved the engagement of Butler Snow for bond counsel as required for the State Revolving Fund Loan Program.

d. **Consideration of increased budget request from Barr Engineering for Draft Permit review**

District Manager Nicholls stated that Barr Engineering was selected to perform permit engineering for the District related to the draft permit recently received. She noted that conversations with other entities and initial review by Barr has revealed the draft permit to be more complicated than originally thought. Rob Morrison, Barr Engineering, echoed the complicated permit noting issues with anti-degradation and monitoring schedules among many more. A discussion ensued regarding anticipated results, time limitations, permitting issues seen, and communications with other permittees and entities. By **MOTION**, second, and unanimous vote the Board approved the increased budget request of \$15,000 from Barr Engineering for Draft Permit review

6. **PUBLIC COMMENT**

None.

7. **FINANCIAL REPORTS**

By **MOTION**, second, and unanimous vote the checklist for the month of December 2025 was approved. The financial documents for December were reviewed and accepted as presented.

8. **MATTERS OF DISCUSSION AS BROUGHT FORTH BY BOARD MEMBERS**

Vice Chairman Golden inquired into the status of the CDS Grant with the EPA.

Director Walter noted we should get information out to contractors as soon as possible for the heat trace project to allow adequate time for review. A brief discussion ensued with a consensus from the Board and Staff.

9. **SUPERINTENDENT REPORT**

Superintendent Gibboni presented the Superintendent Report.

10. **DISTRICT MANAGER REPORT**

District Manager Nicholls presented the District Manager's report. She noted that the PR firm will be presenting their plan for the next 6 months or so at the next meeting and inquired if the Board was still interested in pursuing a de-brucing question on the November ballot. All board members signified interest in continuing to move forward. A brief discussion ensued regarding removal of term limits and if it should be brought up again.

With no further business before the Board, the meeting was adjourned at 7:35 p.m.

Katie Nicholls, Reporting Secretary

Jeannie Wilkinson, Secretary/Treasurer



February 3, 2026

To: Board of Directors
From: Katie Nicholls, District Manager
RE: 2026 Primary Objectives

At the January 13, 2026 Board of Directors Meeting the Board's requested a general outline for the District's 2026 primary objectives to ensure the District continues to stay on track. Below is a brief outline of what Staff hopes to accomplish this year.

Physical/Operational Goals

1. Complete the heat trace replacement project on the north and south shores of Grand Lake (please note: an alternative project timeline allows for this to be completed in two seasons should contractor bid packages show it is necessary)
2. Complete rehabilitation of 2 lift stations
3. Repair the fuel shed, office overhang, and shop exterior repairs.
4. Look into infiltration along lake between Dilly Docks and Scanloch

Financial Goals

1. Reduce requirements for discharge permit to avoid costly treatment requirements
2. Complete Rate Study update to review long to term stability and adjust rates accordingly
3. Execute SRF loan for heat trace replacement project
4. Application approval and signature for 2024 CDS Grant through EPA
5. DeBrucing election in November

Economic Considerations

1. Health insurance – increased costs are rapidly escalating – review options
2. Goods costs – increased costs to goods from tariffs and supply issues has impacted everything. Areas of note beyond individual line items:
 - a. Government General fund is not sustainable on mill levy alone anymore
 - b. Increased delinquencies and certifications have been seen – lost/delayed revenue
3. Home sales and new builds – slowed drastically, median sales price dropped – tap and fee revenue reductions have and will continue to be seen

THREE LAKES WATER & SANITATION DISTRICT
Check Detail - Enterprise Fund
 January 2026

Type	Num	Date	Name	Account	Paid Amount
Bill Pmt -Check	ACH	01/05/2026	VERIZON WIRELESS SERVICES LLC	1006a · UBB ENTERPRISE	
Bill		11/05/2025	NORTH SHORE WATER DISTRICT COLUMBINE LAKE WATER DISTRICT	1170 · DUE FROM NORTH SHORE WATER 1180 · DUE FROM CLWD 5076 · CELL PHONE 5075 · TELEPHONE/INTERNET	-98.90 -98.90 -98.90 -115.53
			NORTH SHORE WATER DISTRICT COLUMBINE LAKE WATER DISTRICT	1170 · DUE FROM NORTH SHORE WATER 1180 · DUE FROM CLWD	-56.66 -56.66
TOTAL					-525.55
Bill Pmt -Check	ACH	01/05/2026	MOUNTAIN PARKS ELECTRIC INC	1006a · UBB ENTERPRISE	
Bill		12/23/2025		5208 · PLANT - UTILITIES 5198 · UTILITIES - GARAGES (2 EACH) 5090 · UTILITIES - ADMIN BLDG 5198 · UTILITIES - GARAGES (2 EACH) 5197 · UTILITIES - LIFT STATIONS	-13,657.29 -60.15 -165.22 -139.97 -7,286.73
TOTAL					-21,309.36
Bill Pmt -Check	ACH	01/05/2026	UBB - BILLING ACCOUNT	1006a · UBB ENTERPRISE	
Bill		12/15/2025		5061 · COMPUTERS / PRINTERS 5061 · COMPUTERS / PRINTERS 5037 · DIRECTOR WAGES and EXPENSES 5057 · OFFICE SUPPLIES 5057 · OFFICE SUPPLIES 5037 · DIRECTOR WAGES and EXPENSES 5060 · POSTAGE & BOX RENT 5061 · COMPUTERS / PRINTERS 5136 · DUES / TRAINING /PUBLICATIONS 5192 · TOOLS 5149 · PLANT - LAB 5195 · TRUCK REPAIR & MAINTENANCE 5169 · PLANT - REPAIRS & MAINTENANCE	-19.99 -76.00 -162.51 -53.98 -29.97 -20.13 -6.08 -19.99 -85.00 -30.73 -17.88 -43.89 -161.27
TOTAL					-727.42
Bill Pmt -Check	ACH	01/07/2026	GRAINGER	1006a · UBB ENTERPRISE	
Bill		01/07/2026		5195 · TRUCK REPAIR & MAINTENANCE	-2,457.16
TOTAL					-2,457.16

THREE LAKES WATER & SANITATION DISTRICT
Check Detail - Enterprise Fund
 January 2026

Type	Num	Date	Name	Account	Paid Amount
Bill Pmt -Check	ACH	01/08/2026	SGS NORTH AMERICA INC.	1006a · UBB ENTERPRISE	
Bill		01/07/2026		5149 · PLANT - LAB	-528.00
TOTAL					-528.00
Bill Pmt -Check	ACH	01/08/2026	GRAINGER	1006a · UBB ENTERPRISE	
Bill		01/07/2026		5169 · PLANT - REPAIRS & MAINTENANCE	-43.31
TOTAL					-43.31
Bill Pmt -Check	ACH	01/08/2026	GRAINGER	1006a · UBB ENTERPRISE	
Bill		01/08/2026		5183 · SHOP SUPPLIES	-232.81
				5169 · PLANT - REPAIRS & MAINTENANCE	-328.80
				5169 · PLANT - REPAIRS & MAINTENANCE	-215.16
TOTAL					-776.77
Bill Pmt -Check	ACH	01/09/2026	COLORADO SPECIAL DISTRICTS	1006a · UBB ENTERPRISE	
Bill		01/05/2026		1070 · PREPAID INSURANCE	-95.00
TOTAL					-95.00
Bill Pmt -Check	ACH	01/14/2026	SGS NORTH AMERICA INC.	1006a · UBB ENTERPRISE	
Bill		01/13/2026		5149 · PLANT - LAB	-160.00
TOTAL					-160.00
Bill Pmt -Check	ACH	01/14/2026	EXECUTECH	1006a · UBB ENTERPRISE	
Bill		01/14/2026		5061 · COMPUTERS / PRINTERS	-81.05
				5161 · COMPUTERS / PRINTERS	-81.05
TOTAL					-162.10
Bill Pmt -Check	ACH	01/16/2026	WASTE MANAGEMENT	1006a · UBB ENTERPRISE	
Bill		01/20/2026		5170 · PROPERTY REPAIR & MAINTENANCE	-300.00
				5169 · PLANT - REPAIRS & MAINTENANCE	-680.25

THREE LAKES WATER & SANITATION DISTRICT
Check Detail - Enterprise Fund
 January 2026

Type	Num	Date	Name	Account	Paid Amount
TOTAL					-980.25
Bill Pmt -Check	ACH	01/22/2026	GRAINGER	1006a · UBB ENTERPRISE	
Bill		01/21/2026	NORTH SHORE WATER DISTRICT NORTH SHORE WATER DISTRICT	1170 · DUE FROM NORTH SHORE WATER 1170 · DUE FROM NORTH SHORE WATER	-312.95 -1,332.35
TOTAL					-1,645.30
Bill Pmt -Check	ACH	01/22/2026	IDEXX DISTRIBUTION INC	1006a · UBB ENTERPRISE	
Bill		01/22/2026		5148 · LAB - DRINKING WATER 5148 · LAB - DRINKING WATER	-1,647.64 -398.45
TOTAL					-2,046.09
Bill Pmt -Check	ACH	01/23/2026	COMCAST	1006a · UBB ENTERPRISE	
Bill		02/03/2026		5075 · TELEPHONE/INTERNET 5207 · PLANT - TELEPHONE	-396.71 -176.02
TOTAL					-572.73
Bill Pmt -Check	ACH	01/23/2026	CENTURY LINK-LUMEN	1006a · UBB ENTERPRISE	
Bill		01/05/2026		5162 · SCADA SOFTWARE/EQUIPMENT LEASE	-73.98
TOTAL					-73.98
Bill Pmt -Check	ACH	01/26/2026	WOODRIVER ENERGY	1006a · UBB ENTERPRISE	
Bill		01/05/2026		5208 · PLANT - UTILITIES	-3,850.26
TOTAL					-3,850.26
Bill Pmt -Check	ACH	01/29/2026	SGS NORTH AMERICA INC.	1006a · UBB ENTERPRISE	
Bill		01/29/2026		5149 · PLANT - LAB	-615.30
TOTAL					-615.30
Bill Pmt -Check	ACH	01/29/2026	MOUNTAIN PARKS ELECTRIC INC	1006a · UBB ENTERPRISE	
Bill		01/05/2026		5208 · PLANT - UTILITIES	-13,657.29

THREE LAKES WATER & SANITATION DISTRICT
Check Detail - Enterprise Fund
 January 2026

Type	Num	Date	Name	Account	Paid Amount
				5198 · UTILITIES - GARAGES (2 EACH)	-60.15
				5090 · UTILITIES - ADMIN BLDG	-165.22
				5198 · UTILITIES - GARAGES (2 EACH)	-139.97
				5197 · UTILITIES - LIFT STATIONS	-7,286.73
TOTAL					-21,309.36
Bill Pmt -Check	ACH	01/29/2026	UNITED BUSINESS BANK SVC	1006a · UBB ENTERPRISE	
Bill		01/12/2026		5025 · BANK SERVICE CHARGES	-35.00
TOTAL					-35.00
Bill Pmt -Check	ACH	01/30/2026	VERIZON WIRELESS SERVICES LLC	1006a · UBB ENTERPRISE	
Bill		01/12/2026	NORTH SHORE WATER DISTRICT	1170 · DUE FROM NORTH SHORE WATER	-56.72
			COLUMBINE LAKE WATER DISTRICT	1180 · DUE FROM CLWD	-56.72
				5076 · CELL PHONE	-120.03
				5075 · TELEPHONE/INTERNET	-98.90
			NORTH SHORE WATER DISTRICT	1170 · DUE FROM NORTH SHORE WATER	-98.90
			COLUMBINE LAKE WATER DISTRICT	1180 · DUE FROM CLWD	-98.90
TOTAL					-530.17
Bill Pmt -Check	39007	01/08/2026	COLORADO ANALYTICAL LABORATORIES, INC.	1006a · UBB ENTERPRISE	
Bill		12/22/2025		5149 · PLANT - LAB	-312.00
Bill		12/22/2025		5149 · PLANT - LAB	-831.00
TOTAL					-1,143.00
Bill Pmt -Check	39008	01/08/2026	LOCAL GARAGE	1006a · UBB ENTERPRISE	
Bill		01/07/2026		5195 · TRUCK REPAIR & MAINTENANCE	-1,528.40
TOTAL					-1,528.40
Bill Pmt -Check	39009	01/08/2026	MUNI-LINK	1006a · UBB ENTERPRISE	
Bill		12/17/2025		5061 · COMPUTERS / PRINTERS	-1,670.00
TOTAL					-1,670.00
Bill Pmt -Check	39010	01/08/2026	PEAK FACILITATION GROUP	1006a · UBB ENTERPRISE	

THREE LAKES WATER & SANITATION DISTRICT
Check Detail - Enterprise Fund
 January 2026

Type	Num	Date	Name	Account	Paid Amount
Bill		01/07/2026		5037 · DIRECTOR WAGES and EXPENSES	-1,559.21
TOTAL					-1,559.21
Bill Pmt -Check	39011	01/08/2026	SASQUATCH ALARMS & COMMUNICATIONS INC.	1006a · UBB ENTERPRISE	
Bill		01/05/2026		5050 · EQUIPMENT/MAINTENANCE AGREEM... 5169 · PLANT - REPAIRS & MAINTENANCE	-190.13 -190.12
TOTAL					-380.25
Bill Pmt -Check	39012	01/08/2026	SDA-SPECIAL DISTRICT ASSN OF COLORADO	1006a · UBB ENTERPRISE	
Bill		01/05/2026		5040 · DUES / SEMINARS / TRAINING	-1,237.50
TOTAL					-1,237.50
Bill Pmt -Check	39013	01/08/2026	SEAN WALSH CONSULTING	1006a · UBB ENTERPRISE	
Bill		12/17/2025		5068 · PUBLIC RELATIONS	-2,025.00
TOTAL					-2,025.00
Bill Pmt -Check	39014	01/08/2026	THE GRAND KNUT, LLC	1006a · UBB ENTERPRISE	
Bill		01/08/2026		5070 · REPAIRS & MAINTENANCE 5169 · PLANT - REPAIRS & MAINTENANCE	-400.00 -400.00
TOTAL					-800.00
Bill Pmt -Check	39015	01/08/2026	USA BLUE BOOK	1006a · UBB ENTERPRISE	
Bill		01/07/2026		5149 · PLANT - LAB 5149 · PLANT - LAB	-68.00 -528.79
TOTAL					-596.79
Bill Pmt -Check	39016	01/08/2026	ANCHOR QEA	1006a · UBB ENTERPRISE	
Bill		01/08/2026		5210 · ENGINEERING-Town of GL WW	-13,786.00
TOTAL					-13,786.00

THREE LAKES WATER & SANITATION DISTRICT
Check Detail - Enterprise Fund
 January 2026

Type	Num	Date	Name	Account	Paid Amount
Bill Pmt -Check	39017	01/29/2026	BLACKWELL OIL COMPANY	1006a · UBB ENTERPRISE	
Bill		01/29/2026		5147 · FUEL EXPENSE	-1,126.25
TOTAL					-1,126.25
Bill Pmt -Check	39018	01/29/2026	COLLINS COLE FLYNN WINN & ULMER, PLLC	1006a · UBB ENTERPRISE	
Bill		01/13/2026		5067 · LEGAL SERVICE & CONSULTING	-7,120.00
TOTAL					-7,120.00
Bill Pmt -Check	39019	01/29/2026	COLORADO ANALYTICAL LABORATORIES, INC.	1006a · UBB ENTERPRISE	
Bill		01/29/2026		5149 · PLANT - LAB	-831.00
TOTAL					-831.00
Bill Pmt -Check	39020	01/29/2026	EXECUTECH	1006a · UBB ENTERPRISE	
Bill		11/18/2025		5061 · COMPUTERS / PRINTERS	-0.04
				5161 · COMPUTERS / PRINTERS	-0.04
				5061 · COMPUTERS / PRINTERS	-0.01
				5161 · COMPUTERS / PRINTERS	-0.01
Bill		01/29/2026		5061 · COMPUTERS / PRINTERS	-2,175.07
TOTAL					-2,175.17
Bill Pmt -Check	39021	01/29/2026	KAREN HESTER	1006a · UBB ENTERPRISE	
Bill		01/28/2026		1030 · A/R - USER FEES	-271.75
TOTAL					-271.75
Bill Pmt -Check	39022	01/29/2026	MOSES, WITTEMYER, HARRISON, & WOODRUFF	1006a · UBB ENTERPRISE	
Bill		01/13/2026		5067 · LEGAL SERVICE & CONSULTING	-7,209.60
TOTAL					-7,209.60
Bill Pmt -Check	39023	01/29/2026	MUNI-LINK	1006a · UBB ENTERPRISE	
Bill		01/29/2026		5061 · COMPUTERS / PRINTERS	-1,728.45

THREE LAKES WATER & SANITATION DISTRICT
Check Detail - Enterprise Fund
 January 2026

Type	Num	Date	Name	Account	Paid Amount
TOTAL					-1,728.45
Bill Pmt -Check	39024	01/29/2026	NAPA AUTO PARTS	1006a · UBB ENTERPRISE	
Bill		01/29/2026		5195 · TRUCK REPAIR & MAINTENANCE	-24.98
				5195 · TRUCK REPAIR & MAINTENANCE	-328.99
				5195 · TRUCK REPAIR & MAINTENANCE	-43.78
TOTAL					-397.75

1:00 PM

02/04/26

Accrual Basis

THREE LAKES WATER & SANITATION DISTRICT
Account QuickReport
As of January 31, 2026

Type	Date	Num	Split	Amount
1006 · UNITED BUSINESS BANK				
1006a · UBB ENTERPRISE				
Paycheck	01/13/2026	DD	-SPLIT-	-3,827.23
Paycheck	01/13/2026	DD	-SPLIT-	-3,333.61
Paycheck	01/13/2026	DD	-SPLIT-	-2,550.31
Paycheck	01/13/2026	DD	-SPLIT-	-2,683.02
Paycheck	01/13/2026	DD	-SPLIT-	-3,262.68
Paycheck	01/27/2026	DD	-SPLIT-	-3,881.61
Paycheck	01/27/2026	DD	-SPLIT-	-3,778.49
Paycheck	01/27/2026	DD	-SPLIT-	-2,346.75
Paycheck	01/27/2026	DD	-SPLIT-	-2,857.82
Paycheck	01/27/2026	DD	-SPLIT-	-2,401.58
Total 1006a · UBB ENTERPRISE				-30,923.10
1006b · UBB GOVERNMENT				
Paycheck	01/13/2026	DD	-SPLIT-	-2,505.62
Paycheck	01/13/2026	DD	-SPLIT-	-4,158.55
Paycheck	01/27/2026	DD	-SPLIT-	-2,629.79
Paycheck	01/27/2026	DD	-SPLIT-	-4,132.13
Total 1006b · UBB GOVERNMENT				-13,426.09
Total 1006 · UNITED BUSINESS BANK				-44,349.19
TOTAL				-44,349.19

THREE LAKES WATER & SANITATION DISTRICT
Profit & Loss Budget Performance - Enterprise Fund
 January 2026

1:07 PM
 02/05/2026
 Accrual Basis

	<u>Jan 26</u>	<u>Jan 26</u>	<u>% of Budget</u>	<u>Annual Budget</u>
Ordinary Income/Expense				
Income				
IGA-INTERGOVERNMENTAL AGREEMENTS				
4040 · COLUMBINE LAKE WATER IGA	6,373.00	6,373.00	7.74%	82,345.00
4047 · NORTH SHORE WATER IGA	3,977.00	3,977.00	7.45%	53,407.00
4050 · GRAND LAKE METRO DISTRICT IGA	114.00	114.00	8.16%	1,397.00
Total IGA-INTERGOVERNMENTAL AGREEMENTS	<u>10,464.00</u>	<u>10,464.00</u>	<u>7.63%</u>	<u>137,149.00</u>
4005 · SEWER USER FEES & PENALTIES				
4005a · PROPERTY TRANSFER FEE	375.00	375.00	6.0%	6,250.00
4005 · SEWER USER FEES & PENALTIES - Other	2,383.50	2,383.50	0.09%	2,574,881.00
Total 4005 · SEWER USER FEES & PENALTIES	<u>2,758.50</u>	<u>2,758.50</u>	<u>0.11%</u>	<u>2,581,131.00</u>
4010 · CONNECTION / INSPECTION PERMITS	50.00	50.00	8.33%	600.00
4030 · LAB REVENUE	2,710.00	2,710.00	11.29%	24,000.00
4200 · SEWER TAP FEES	10,500.00	10,500.00	5.0%	210,000.00
4201 · Valves income	0.00	0.00	0.0%	3,375.00
4300 · INTEREST EARNED	26,993.63	26,993.63	7.85%	344,000.00
4900 · MISCELLANEOUS REVENUE	500.00	500.00	5.0%	10,000.00
4910 · Returned Check Charges	20.00	20.00	4.0%	500.00
Total Income	<u>53,996.13</u>	<u>53,996.13</u>	<u>1.63%</u>	<u>3,310,755.00</u>
Gross Profit	53,996.13	53,996.13	1.63%	3,310,755.00
Expense				
ADMINISTRATIVE EXPENSES				
BOARD OF DIRECTOR FEES/EXPENSES				
5037 · DIRECTOR WAGES and EXPENSES	1,559.21	1,559.21	8.75%	17,830.00
5038 · DIRECTOR TAXES - SOC SEC/MEDICA	0.00	0.00	0.0%	574.00
Total BOARD OF DIRECTOR FEES/EXPENSES	<u>1,559.21</u>	<u>1,559.21</u>	<u>8.47%</u>	<u>18,404.00</u>
OFFICE EXPENSES				
5025 · BANK SERVICE CHARGES	35.00	35.00	11.67%	300.00

	<u>Jan 26</u>	<u>Jan 26</u>	<u>% of Budget</u>	<u>Annual Budget</u>
5040 · DUES / SEMINARS / TRAINING	1,237.50	1,237.50	41.25%	3,000.00
5050 · EQUIPMENT/MAINTENANCE AGREEMENT	190.13	190.13	5.59%	3,400.00
5060 · POSTAGE & BOX RENT	0.00	0.00	0.0%	8,000.00
5061 · COMPUTERS / PRINTERS	3,984.62	3,984.62	20.22%	19,704.00
5062 · PRINTING & PUBLICATIONS	0.00	0.00	0.0%	2,360.00
5063 · RECORDING FEES	0.00	0.00	0.0%	258.00
5070 · REPAIRS & MAINTENANCE	400.00	400.00	7.02%	5,700.00
5075 · TELEPHONE/INTERNET	98.90	98.90	1.55%	6,369.00
5090 · UTILITIES - ADMIN BLDG	165.22	165.22	2.1%	7,877.00
5170 · PROPERTY REPAIR & MAINTENANCE	300.00	300.00	2.56%	11,741.00
Total OFFICE EXPENSES	6,411.37	6,411.37	9.33%	68,709.00
5023 · ACCOUNTANT SERVICES	0.00	0.00	0.0%	8,475.00
5047 · INSURANCE EXPENSE	0.00	0.00	0.0%	81,347.00
5064 · RATE STUDY CONSULTING FEE	0.00	0.00	0.0%	12,880.00
5065 · AUDIT & CONSULTING	0.00	0.00	0.0%	14,438.00
5067 · LEGAL SERVICE & CONSULTING	14,329.60	14,329.60	14.33%	100,000.00
5068 · PUBLIC RELATIONS	0.00	0.00	0.0%	139,750.00
5202 · WATER RIGHTS	0.00	0.00	0.0%	2,000.00
Total ADMINISTRATIVE EXPENSES	22,300.18	22,300.18	5.0%	446,003.00
OPERATING EXPENSES				
5148 · LAB - DRINKING WATER	2,046.09	2,046.09	14.62%	14,000.00
5149 · PLANT - LAB	2,731.09	2,731.09	4.5%	60,700.00
5185 · PLANT - SLUDGE HAULING	0.00	0.00	0.0%	66,000.00
Total OPERATING EXPENSES	4,777.18	4,777.18	3.4%	140,700.00
OPERATIONS EXPENSES				
FIELD EXPENSES				
5140 · EQUIPMENT REPAIR & MAINTENANCE	0.00	0.00	0.0%	12,500.00
5147 · FUEL EXPENSE	1,126.25	1,126.25	4.51%	25,000.00
5150 · LOCATES	0.00	0.00	0.0%	2,000.00
5195 · TRUCK REPAIR & MAINTENANCE	4,383.31	4,383.31	62.62%	7,000.00
5197 · UTILITIES - LIFT STATIONS	7,286.73	7,286.73	7.67%	95,000.00
Total FIELD EXPENSES	12,796.29	12,796.29	9.04%	141,500.00

	<u>Jan 26</u>	<u>Jan 26</u>	<u>% of Budget</u>	<u>Annual Budget</u>
OFFICE/SHOP EXPENSES				
5076 · CELL PHONE	120.03	120.03	9.23%	1,300.00
5136 · DUES / TRAINING /PUBLICATIONS	0.00	0.00	0.0%	5,000.00
5160 · OFFICE SUPPLIES	0.00	0.00	0.0%	1,000.00
5161 · COMPUTERS / PRINTERS	81.10	81.10	0.67%	12,062.00
5167 · PERMITS & LICENSES	0.00	0.00	0.0%	10,000.00
5183 · SHOP SUPPLIES	232.81	232.81	5.82%	4,000.00
5192 · TOOLS	0.00	0.00	0.0%	5,000.00
5196 · UNIFORM EXPENSES	0.00	0.00	0.0%	2,500.00
5198 · UTILITIES - GARAGES (2 EACH)	200.12	200.12	5.24%	3,821.00
Total OFFICE/SHOP EXPENSES	634.06	634.06	1.42%	44,683.00
PAYROLL EXPENSES - OPERATIONS				
5120 · PAYROLL WAGES	41,074.24	41,074.24	7.69%	534,297.00
5121 · ICMA 401 - EMPLOYEE PENSION	2,876.87	2,876.87	7.69%	37,401.00
5122 · ICMA 457 - EMPLOYEE RETIREMENT	3,143.99	3,143.99	7.69%	40,874.00
5123 · MEDICARE TAX	911.55	911.55	11.77%	7,747.00
5125 · STATE UNEMPLOYMENT TAX	116.79	116.79	7.29%	1,603.00
5134 · DENTAL INSURANCE	383.20	383.20	6.67%	5,748.00
5135 · DISABILITY INSURANCE	393.47	393.47	7.17%	5,487.00
5145 · HEALTH & LIFE INSURANCE	10,516.15	10,516.15	8.29%	126,873.00
5146 · FAMILI OPERATIONS	0.00	0.00	0.0%	4,809.00
Total PAYROLL EXPENSES - OPERATIONS	59,416.26	59,416.26	7.77%	764,839.00
TREATMENT PLANT				
5169 · PLANT - REPAIRS & MAINTENANCE	1,857.64	1,857.64	1.55%	120,000.00
5206 · PLANT - CHEMICALS	0.00	0.00	0.0%	90,000.00
5207 · PLANT - TELEPHONE	176.02	176.02	6.64%	2,650.00
5208 · PLANT - UTILITIES	17,507.55	17,507.55	9.25%	189,200.00
Total TREATMENT PLANT	19,541.21	19,541.21	4.86%	401,850.00
5138 · ENGINEERING - GENERAL	0.00	0.00	0.0%	40,000.00
5152 · MISCELLANEOUS EXPENSE	0.00	0.00	0.0%	1,000.00
5162 · SCADA SOFTWARE/EQUIPMENT LEASE	73.98	73.98	0.3%	25,000.00
5190 · SYSTEM REPAIR & MAINTENANCE	0.00	0.00	0.0%	120,000.00

	<u>Jan 26</u>	<u>Jan 26</u>	<u>% of Budget</u>	<u>Annual Budget</u>
5200 · VALVES	0.00	0.00	0.0%	6,000.00
5210 · ENGINEERING-Town of GL WW	13,786.00	13,786.00	6.18%	222,990.00
Total OPERATIONS EXPENSES	<u>106,247.80</u>	<u>106,247.80</u>	<u>6.01%</u>	<u>1,767,862.00</u>
Total Expense	<u>133,325.16</u>	<u>133,325.16</u>	<u>5.66%</u>	<u>2,354,565.00</u>
Net Ordinary Income	<u>-79,329.03</u>	<u>-79,329.03</u>	<u>-8.3%</u>	<u>956,190.00</u>
Other Income/Expense				
Other Expense				
6400 · Systems Improvements	0.00	0.00	0.0%	250,000.00
6420 · VEHICLE PURCHASE	0.00	0.00	0.0%	0.00
Total Other Expense	<u>0.00</u>	<u>0.00</u>	<u>0.0%</u>	<u>250,000.00</u>
Net Other Income	<u>0.00</u>	<u>0.00</u>	<u>0.0%</u>	<u>-250,000.00</u>
Net Income	<u><u>-79,329.03</u></u>	<u><u>-79,329.03</u></u>	<u><u>-11.23%</u></u>	<u><u>706,190.00</u></u>

THREE LAKES WATER & SANITATION DISTRICT
Profit & Loss Budget Performance - Government Fund
 January 2026

11:32 AM
 02/05/2026
 Accrual Basis

	<u>Jan 26</u>	<u>% of Budget</u>	<u>Jan 26</u>	<u>% of Budget</u>	<u>Annual Budget</u>
Ordinary Income/Expense					
Income					
MILL LEVY					
4110 · PROPERTY TAX - ADMINISTRATION	0.00	0.0%	0.00	0.0%	290,360.00
4120 · SPECIFIC OWNERSHIP TAX	0.00	0.0%	0.00	0.0%	16,000.00
4130 · DELINQUENT TAX	0.00	0.0%	0.00	0.0%	1,400.00
4310 · INTEREST EARNED - COUNTY	0.00	0.0%	0.00	0.0%	500.00
Total MILL LEVY	<u>0.00</u>	<u>0.0%</u>	<u>0.00</u>	<u>0.0%</u>	<u>308,260.00</u>
Total Income	<u>0.00</u>	<u>0.0%</u>	<u>0.00</u>	<u>0.0%</u>	<u>308,260.00</u>
Gross Profit	0.00	0.0%	0.00	0.0%	308,260.00
Expense					
ADMINISTRATIVE EXPENSES					
PAYROLL EXPENSES - ADMIN					
5015 · PAYROLL WAGES	17,324.23	7.59%	17,324.23	7.59%	228,414.00
5016 · ICMA 457 - EMPLOYEE RETIREMENT	1,323.48	7.57%	1,323.48	7.57%	17,474.00
5017 · MEDICARE TAX	0.00	0.0%	0.00	0.0%	3,312.00
5019 · STATE UNEMPLOYMENT TAX	0.00	0.0%	0.00	0.0%	685.00
5021 · ICMA 401 - EMPLOYEE PENSION	1,211.03	7.57%	1,211.03	7.57%	15,989.00
5045 · HEALTH & LIFE INSURANCE	5,254.66	8.33%	5,254.66	8.33%	63,056.00
5048 · DENTAL INSURANCE - ADMIN	209.60	6.67%	209.60	6.67%	3,144.00
5049 · DISABILITY INSURANCE	147.35	6.28%	147.35	6.28%	2,346.00
5056 · FAMLI ADMIN	525.56	25.56%	525.56	25.56%	2,056.00
PAYROLL EXPENSES - ADMIN - Other	<u>0.00</u>	<u>0.0%</u>	<u>0.00</u>	<u>0.0%</u>	<u>0.00</u>
Total PAYROLL EXPENSES - ADMIN	<u>25,995.91</u>	<u>7.73%</u>	<u>25,995.91</u>	<u>7.73%</u>	<u>336,476.00</u>
5018 · CAR ALLOWANCE / MILEAGE - ADMIN	132.30	13.23%	132.30	13.23%	1,000.00
5042 · ELECTION EXPENSE	0.00	0.0%	0.00	0.0%	10,535.00
5055 · MISCELLANEOUS EXPENSE	0.00	0.0%	0.00	0.0%	3,000.00
5057 · OFFICE SUPPLIES	0.00	0.0%	0.00	0.0%	3,000.00

	Jan 26	% of Budget	Jan 26	% of Budget	Annual Budget
Total ADMINISTRATIVE EXPENSES	26,128.21	7.38%	26,128.21	7.38%	354,011.00
Total Expense	26,128.21	7.38%	26,128.21	7.38%	354,011.00
Net Ordinary Income	-26,128.21	57.11%	-26,128.21	57.11%	-45,751.00
Net Income	-26,128.21	57.11%	-26,128.21	57.11%	-45,751.00

THREE LAKES WATER & SANITATION DISTRICT

Balance Sheet Prev Year Comparison

As of January 31, 2026

	Jan 31, 26	Jan 31, 25	\$ Change	% Change
ASSETS				
Current Assets				
Checking/Savings				
1004 - PETTY CASH	400.00	400.00	0.00	0.0%
1005 - CASH WITH TREASURER	1,183.82	1,183.82	0.00	0.0%
1006 - UNITED BUSINESS BANK				
1006a - UBB ENTERPRISE	507,370.38	334,978.04	172,392.34	51.5%
1006b - UBB GOVERNMENT	-112,634.26	0.00	-112,634.26	-100.0%
1006 - UNITED BUSINESS BANK - Other	195,949.45	0.00	195,949.45	100.0%
Total 1006 - UNITED BUSINESS BANK	590,685.57	334,978.04	255,707.53	76.3%
1009 - COLO TRUST				
1009a - COLOTRUST - CASH AVAILABLE	5,228,185.67	5,201,175.60	27,010.07	0.5%
1009b - COLO TRUST - GOVT RESERVE	10,000.00	10,000.00	0.00	0.0%
1009c - COLO TRUST - OPERATING RESERVE	1,708,605.00	1,708,605.00	0.00	0.0%
1009d - COLO TRUST - CWRPDA RESTRICTED	380,000.00	380,000.00	0.00	0.0%
1009e - COLO TRUST - CWRPDA RESTRICTED2	370,000.00	370,000.00	0.00	0.0%
1009f - COLO TRUST - GOVT FUND	188,453.45	188,453.45	0.00	0.0%
1009 - COLO TRUST - Other	371,312.65	0.00	371,312.65	100.0%
Total 1009 - COLO TRUST	8,256,556.77	7,858,234.05	398,322.72	5.1%
1010 - CSAFE				
1010a - C-SAFE - CASH AVAILABLE	36,251.17	36,128.49	122.68	0.3%
1010 - CSAFE - Other	1,434.02	0.00	1,434.02	100.0%
Total 1010 - CSAFE	37,685.19	36,128.49	1,556.70	4.3%
1028 - GRAND COUNTY IGA ESCROW FUND				
1028a - UBB- ESCROW	10,030.76	10,034.12	-3.36	0.0%
1028 - GRAND COUNTY IGA ESCROW FUND - Other	-3.11	0.00	-3.11	-100.0%
Total 1028 - GRAND COUNTY IGA ESCROW FUND	10,027.65	10,034.12	-6.47	-0.1%
Total Checking/Savings	8,896,539.00	8,240,958.52	655,580.48	8.0%
Accounts Receivable				
ACCOUNTS RECEIVABLE - OTHER	10,500.00	10,500.00	0.00	0.0%
1040 - A/R - CERTIFIED TO COUNTY	38,725.42	40,879.14	-2,153.72	-5.3%
1045 - A/R - OTHER	108,751.57	101,844.01	6,907.56	6.8%
1060 - PROPERTY TAXES RECEIVABLE	278,063.00	278,063.00	0.00	0.0%
Total Accounts Receivable	436,039.99	431,286.15	4,753.84	1.1%
Other Current Assets				
1003 - UNDEPOSITED FUNDS	-300.00	0.00	-300.00	-100.0%
1030 - A/R - USER FEES	-315,944.80	150,925.11	-466,869.91	-309.3%
1070 - PREPAID INSURANCE	159,607.00	7,870.00	151,737.00	1,928.0%
1160 - INVENTORY - SHOP SUPPLIES	31,697.59	31,697.59	0.00	0.0%
1165 - INVENTORY - LAB SUPPLIES	9,595.75	9,595.75	0.00	0.0%
1170 - DUE FROM NORTH SHORE WATER	4,799.35	-1,176.14	5,975.49	508.1%
1180 - DUE FROM CLWD	1,259.70	437.28	822.42	188.1%
Total Other Current Assets	-109,285.41	199,349.59	-308,635.00	-154.8%
Total Current Assets	9,223,293.58	8,871,594.26	351,699.32	4.0%
Fixed Assets				
FIXED ASSETS				
1300 - Assets Not Depreciated	234,127.13	234,127.13	0.00	0.0%
1340 - UTILITY PLANT IN SERVICE	32,596,473.02	32,596,473.02	0.00	0.0%
1380 - OFFICE FUNITURE & EQUIPMENT	30,607.67	30,607.67	0.00	0.0%
1400 - PROPERTY IMPROVEMENTS	967,709.00	967,709.00	0.00	0.0%

THREE LAKES WATER & SANITATION DISTRICT
Balance Sheet Prev Year Comparison
As of January 31, 2026

	Jan 31, 26	Jan 31, 25	\$ Change	% Change
1430 · CAD MAPS	194,759.33	194,759.33	0.00	0.0%
1450 · Plant Expansion	10,008,589.00	10,008,589.00	0.00	0.0%
1550 · Vehicles & Equipment	1,562,929.17	1,562,929.17	0.00	0.0%
Total FIXED ASSETS	45,595,194.32	45,595,194.32	0.00	0.0%
1691 · LESS ACCUMULATED DEPRECIATION	-29,997,831.87	-29,997,831.87	0.00	0.0%
Total Fixed Assets	15,597,362.45	15,597,362.45	0.00	0.0%
Other Assets				
1870 · SECURITY DEPOSITS	177,753.00	177,753.00	0.00	0.0%
Total Other Assets	177,753.00	177,753.00	0.00	0.0%
TOTAL ASSETS	24,998,409.03	24,646,709.71	351,699.32	1.4%
LIABILITIES & EQUITY				
Liabilities				
Current Liabilities				
Accounts Payable				
2005 · ACCOUNTS PAYABLE	-572.83	-70,689.15	70,116.32	99.2%
Total Accounts Payable	-572.83	-70,689.15	70,116.32	99.2%
Other Current Liabilities				
CURRENT LIABILITIES				
PAYROLL LIABILITIES				
2011 · MEDICARE TAX PAYABLE	0.00	851.04	-851.04	-100.0%
2020 · FEDERAL WITHHOLDING TAX PAYABLE	0.00	3,162.00	-3,162.00	-100.0%
2030 · STATE WITHHOLDING TAX PAYABLE	2,319.00	2,164.00	155.00	7.2%
2040 · STATE UNEMPLOYMENT TAX PAYABLE	110.18	108.85	1.33	1.2%
2050 · ICMA 457 PAYABLE	2,558.25	2,416.71	141.54	5.9%
2055 · ICMA 401 PAYABLE	2,541.42	2,482.69	58.73	2.4%
2056 · ROTH PAYABLE	288.46	270.00	18.46	6.8%
2065 · EMPLOYEE SEWER PAYMENTS PAYABLE	3,980.00	0.00	3,980.00	100.0%
2070 · HEALTH, ETC INSURANCE PAYABLE	-1,847.20	-1,640.36	-206.84	-12.6%
2080 · PAID FAMILY LEAVE	489.87	489.83	0.04	0.0%
2100 · WAGES PAYABLE - ACCRUED	135.00	0.00	135.00	100.0%
2110 · VACATION PAYABLE - ACCRUED	45,457.02	45,457.02	0.00	0.0%
2150 · SICK PAY PAYABLE	6,793.44	6,793.44	0.00	0.0%
PAYROLL LIABILITIES - Other	-2.40	0.00	-2.40	-100.0%
Total PAYROLL LIABILITIES	62,823.04	62,555.22	267.82	0.4%
2200 · DEFERRED PROPERTY TAXES	278,063.00	278,063.00	0.00	0.0%
2210 · UNEARNED USER FEES	52,620.32	17,510.16	35,110.16	200.5%
Total CURRENT LIABILITIES	393,506.36	358,128.38	35,377.98	9.9%
Total Other Current Liabilities	393,506.36	358,128.38	35,377.98	9.9%
Total Current Liabilities	392,933.53	287,439.23	105,494.30	36.7%
Long Term Liabilities				
LONG TERM LIABILITIES				
2190 · CWRPDA INTEREST PAYABLE	14,424.19	14,424.19	0.00	0.0%
2505A · CWRPDA LOAN PAYABLE	989,602.90	1,168,589.67	-178,986.77	-15.3%
2505B · CWRPDA LOAN PAYABLE-COPPER	2,666,737.91	2,666,737.91	0.00	0.0%
Total LONG TERM LIABILITIES	3,670,765.00	3,849,751.77	-178,986.77	-4.7%
Total Long Term Liabilities	3,670,765.00	3,849,751.77	-178,986.77	-4.7%
Total Liabilities	4,063,698.53	4,137,191.00	-73,492.47	-1.8%
Equity				

THREE LAKES WATER & SANITATION DISTRICT
Balance Sheet Prev Year Comparison
As of January 31, 2026

	Jan 31, 26	Jan 31, 25	\$ Change	% Change
FUND BALANCE				
3103 - INVESTMENT IN CAPITAL ASSETS	11,762,034.87	11,762,034.87	0.00	0.0%
3105 - UNRESERVED UNDESIG FUND BALANCE	7,408,474.13	7,408,474.13	0.00	0.0%
3115 - DESIGNATED FUND BALANCE	10,000.00	10,000.00	0.00	0.0%
Total FUND BALANCE	19,180,509.00	19,180,509.00	0.00	0.0%
32000 - RETAINED EARNINGS	1,861,752.74	736,331.14	1,125,421.60	152.8%
Net Income	-107,551.24	592,678.57	-700,229.81	-118.2%
Total Equity	20,934,710.50	20,509,518.71	425,191.79	2.1%
TOTAL LIABILITIES & EQUITY	24,998,409.03	24,646,709.71	351,699.32	1.4%

February 2026

Superintendent Report

Lift Stations /Call Outs:

All lift stations are operating normally with regular checks and maintenance.

Treatment Plant:

Operating normally. We continue to work through permit renewal issues.

Water Systems:

North Shore: Operating Normally

Columbine: Operating normally. A mainline leak was discovered and repaired on Goldenrod.

Other:

The Grand Lake heat trace replacement project is moving along as scheduled. 90% plans have been completed by the engineers and we are in the process of reviewing before it goes to bid.

Mike



February 3, 2026

To: Board of Directors
From: Katie Nicholls, District Manager
RE: District Manager Update

EPA

No new information is available.

SRF Loan – Heat Trace Replacement Project

CDPHE and CWRPDA are drafting our credit report for presentation with our loan application to the Authority Board of Directors for their review and hopefully approval at their March 6, 2026, Board Meeting. I will attend the meeting to represent the District.

Anchor has worked with Heat Line on updating our quote to include the smaller lift station segments and with some minor changes to include only running segments downhill has found \$57,000 in cost savings and may find more cost reductions through coordination with Brown's Hill related to the SCADA components.

90% design documents were provided to the District on February 2, 2026, staff has 2 weeks to review for changes. Bid advertisement is scheduled for March 11th with award on May 5, 2025.

Draft Permit

On January 28th we had an online public meeting with CDPHE to answer questions to understand how portions of the draft permit were drafted and calculated. The meeting has helped in not only understanding how the division applied specific information but provided a glimpse of their protocol and will help guide the comments as applicable. Barr Engineering, with the assistance of our water attorneys, will have a draft of the comments by end of the week and the following week will be used to edit.

Additionally, we have acquired and are reviewing the submitted comments by Fraser and Aspen who are in the same permit renewal period. Initial review shows some of the same issues we have identified within our permit. Our comments are due on February 17th.