MINUTES
KEN-CARYL RANCH WATER AND SANITATION DISTRICT
June 17, 2026

A REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE KEN-CARYL RANCH WATER & SANITATION DISTRICT was held on June 17, 2026 at 8:00 a.m. in person and by telephone and video conference, pursuant to notice given to each Director and posting of notice as required by law. The Directors in attendance were David Thurston, Bud Becker, Jeff Nesheim, Mike Spalding, and Philip Varley. The Directors in attendance were present in the District conference room or attending by telephone conference. Also present in the District conference room were District Manager, Lou Vullo; and Office Manager, Kim Sturgeon. Legal counsel, Kylie Crandall, was in attendance by telephone conference. Noting that a quorum existed, Chairman Becker brought the meeting to order at 8:00 a.m.

1. Board Disclosure of Potential Conflicts. No new or potential conflicts of interest, or changes in previously reported conflicts, were reported.

2. Executive Session. There was no executive session.

3. Public Comment. There was no public comment.

4. Minutes of the May 20, 2026 Regular Meeting of the Board. The Board reviewed the minutes from the May 20, 2026 regular meeting of the Board. Director Spalding had an edit to the minutes. Upon making such edit, following a motion by Director Nesheim that was seconded by Director Spalding, the minutes were unanimously approved.

5. Accounts Payable for May 2026. Mr. Vullo presented the Accounts Payable list to the Board for review. After a discussion, the Accounts Payable list was approved by the Board, following a motion and a second by Directors Thurston and Spalding.

6. May 2026 Financial Statements. Mr. Vullo presented the May 2026 Financial Statements to the Board for review. Following a discussion by the Board, the Financial Statements were accepted by the Board upon a motion and a second by Directors Varley and Spalding.

7. 2025 Audit Review. Debby Crady from Crady, Puca & Associates ("CPA") presented a summary of CPA's audit of the District's 2025 financial statements. The Board discussed the CPA audit and had a few questions of the auditors that will be addressed during the July 2026 meeting.

8. Manager's Report. Mr. Vullo presented the Manager's report to the Board.

9. Capital Projects. Mr. Vullo provided a brief update on the timing and progress of ongoing capital projects.

10. Other Matters. Mr. Vullo followed up with the Board of Directors on the effective date of the new system development charges. It was determined that the new system

development charges would be effective as of August 1, 2026, allowing time for any existing or new projects to pay in advance of that date under the current system development charges.

11. Adjourn. There being no other matters to come before the Board, and following a motion by Director Nesheim that was seconded by Director Thurston, the meeting was adjourned at 10:07 a.m.

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Secretary

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