QUARTERLY MEETING OF THE BOARD OF MANAGERS
OF SPECIAL IMPROVEMENT DISTRICT #6
OF THE RIO GRANDE WATER CONSERVATION DISTRICT
August 4, 2026, at 1:30 p.m.
8805 Independence Way, Alamosa, CO 81101
And By Zoom/Teleconference

Present: Tyler Faucette, President; Virginia Christensen, Vice-President; Ronald Reinhardt, Secretary/Treasurer; Mario Curto, Manager; Rodney Reinhardt, Manager; Gerald Faucette, Manager; Austin Miller, Manager; Peter Clark, Manager; Jeremy Faucette, Manager; Jack Hamilton, Manager; and, Armando Valdez, Ex-Officio Member.

Staff and Consultants: Pete Ampe, and Arthur Sayre, Hill & Robbins, P.C.; Chris Ivers, Program Manager; Kylie Gregg, Office Manager; Rose Vanderpool, Program Assistant; Michael Carson, Database Administrator; Clinton Phillips, Davis Engineering; and, April Mondragon, Administrative Assistant.

Guests : Jessica Valdez, Deb Sarason, Sherry Perdue, Lavern Heersink.

Meeting Called to Order
President Faucette called the meeting to order at 1:33 p.m. A quorum was present. The Pledge of Allegiance was recited. Jack Hamilton led the opening prayer.

Approval of the Agenda
President Faucette asked for any changes/amendments or a motion to approve the agenda. A motion was made to approve the agenda as presented. The motion was seconded and unanimously approved.

Oath of Office
President Faucette asked for the Oath of Office. Pete Ampe swore in Jack Hamilton.

Approval of the Consent Agenda
President Faucette asked for any changes/amendments or a motion to approve the consent agenda items:

- May 15, 2026-Quarterly Meeting Minutes
- May 15, 2026-Executive Session Minutes

A motion was made to approve the consent agenda as presented. The motion was seconded and unanimously approved.

Public Comment
President Faucette asked for public comment. There was none.

Attorney's Report
President Faucette asked for the Attorney's report. Pete Ampe updated the Board on the Subdistrict No. 1 Plan of Water Management No. 4 trial, the City of Alamosa case, the SWAG augmentation trial and the Saguache Subdistrict augmentation plan trial. Mr. Ampe reported on the Texas vs New Mexico and Colorado settlement agreement.

Disclosure of Potential Conflicts of Interest
President Faucette asked for disclosure of potential conflicts of interest. Mr. Ampe explained the process and explained its purpose.

Jack Hamilton: groundwater, Santa Maria, MV Canal.

Engineer's Report-Clinton Phillips
President Faucette asked for the Engineer's report. Clinton Phillips presented the Alamosa La Jara monitoring wells map. He went over the change compared to the 2015 baseline and 2025 and the five year average by response area. Mr. Phillips presented the composite water head by response area, a graph on the change and reported including the individual hydrographs in the Board packet. He highlighted the 2026 monitoring wells vs 2025 PRP well and reported on the gain in the composite water head from 2025-2026.

Program Manager's Report
President Faucette asked for the Program Manager's report. He welcomed Chris Ivers as the new Program Manager.

- *Financial Report*

Chris Ivers went over his history and work experience with the District. He presented the financial report. Mr. Ivers highlighted the costs covered by the District and costs being tracked since formation. Kylie Gregg explained the Watersmart journal entry. Mr. Ivers went over the misc. expenses and presented the Balance sheet. He went over the assets, liabilities and equity. Mr. Ivers reported on a payment missed in the CWCB loan and the need to work with Subdistrict No. 2 on a way to get reimbursed. Ronald Reinhardt suggested moving ahead with the CWCB loan and request reimbursement with interest from Subdistrict No. 2. Mr. Ivers provided an update on the closing of the CWCB loan. Discussion was held on being reimbursed at a fair interest rate and the need to review the original MOU. Mr. Ivers went over the total accounts receivables and total assets. Ms. Gregg reported on the accounts payable and the timing of receiving payments. Mr. Ivers presented the Profit and Loss Statement and Transaction Detail by Account. President Faucette briefed Jack Hamilton regarding the SWSP and matter involving Angela Mestas. Mr. Ivers presented the Profit and Loss Statement, 2026 Budget to Actual, a list of Certificate of Deposits and a list of county collections.

A motion was made to approve the financial report as presented. The motion was seconded and unanimously approved.

- *Update on 2026 Annual Replacement Plan Operations*

Chris Ivers presented the most current version of water sources by location. He reported on the water in storage and highlighted being in forbearance on all systems. Mr. Ivers highlighted the Reinhardt and Los Sauces ongoing projects.

Review and Consider Financial Institution Authorization Resolution
President Faucette asked for review and consider Financial Institution Authorization Resolutions. Kylie Gregg explained the changes to the resolution and how it is more inline with the resolution passed by the District in July. She highlighted how a section was added so she could obtain information on behalf of the signers and it was not as specific as just a banking resolution. Armando Valdez commented on how not centering the resolution on just banking but all financial institutions are more expansive and comprehensive.

A motion was made to approve the Financial Institution Authorization Resolution. The motion was seconded and unanimously approved.

Review and Consider Revised CWCB Loan Resolution
President Faucette asked for review and consider revised CWCB Loan Resolution. He reported on a error on the resolution approved at the last meeting. Chris Ivers highlighted the CWCB loan amount and loan origination amount of 1% which was not included in the total loan resolution. President Faucette reported the resolution had been modified and signed by himself and Ronald Reinhardt in order to meet the loan deadline. He asked the Board to ratify the vote.

A motion was made to ratify the vote and approve the revised CWCB Loan Resolution. The motion was seconded and unanimously approved.

Discuss Closed Basin Project Administration Changes and Non-Irrigation Season Depletions
President Faucette asked for a discussion on the Closed Basin Project administration changes and non-irrigation season depletions. Chris Ivers reported on the condition of approval of the Annual Replacement Plans (ARP) of Subdistricts 1, 2, 3, 5, and 6. He highlighted how the Subdistricts could not use the CWCB production from the irrigation season for the non-irrigation season depletions. Mr. Ivers described how the Closed Basin Project (CBP) production was relied on in the past. He reported how this would no longer be allowed. Discussion was held on the limitations of how CBP water can be used, the possibility of storing/exchanging the water, and the amount of CBP water produced each year.

Review and Consider Recommendations from Investment Committee
President Faucette asked for the review and consider recommendations from Investment Committee. Ronald Reinhardt reported on a meeting he attended with staff concerning the investment options. He highlighted the option to move money into a local government investment pool account. Virginia Christensen described how CSAFE, the local government investment pool

operates. Armando Valdez reported on the Board of Directors approval of a resolution to include CSLIP and CSIP as investment options. Discussion was held on the amount and where to invest Subdistrict funds. Kylie Gregg went over the options and the interest rates.

A motion was made to approve a resolution that authorizes the Subdistrict No. 6 Board of Managers to direct staff to invest Subdistrict funds as options, in the CSIP and CSLIP programs at its discretion. The motion was seconded and unanimously approved.

Discussion was held on the amount of funds to transfer into a CSAFE and CSIP account and from which accounts to move the funds. A motion was made to transfer $1,000,000.00 from the money market account into a CSAFE account, and the remaining $844,128.98 from the money market into a CSIP account. Then offer Frontier Bank the chance to match the interest rate of the Alamosa State Bank CDs. If Frontier Bank matches the interest rates, cash out one CD from Alamosa State Bank, if Frontier Bank does not match the interest rate, cash out the Frontier Bank CD. Then with the funds from which ever CD is cashed out, transfer enough to make the CSIP account an even $1,000,000.00 and leave the remainder in the checking account. The motion was seconded and unanimously approved.

Review Preliminary 2027 Annual Budget
President Faucette asked for review preliminary 2027 annual budget. Chris Ivers presented the preliminary 2027 annual budget. He went over the rules and deadlines and explained the steps he took to draft the budget. Mr. Ivers went over the preliminary fees and reported setting the budgets to keep the fee stable. He suggested the Board set a special meeting to review and formally approve the budget at that time.

Discussion on Sustainability Requirements and Formation of a Sustainability Committee
President Faucette asked for the discussion on sustainability requirements and formation of a sustainability committee. He mentioned how the dry conditions contribute to the need to address sustainability. President Faucette asked the Board if they would like to hold a work session as a full Board or form a subcommittee. The majority of the Board asked to initially include the whole Board and then select a subcommittee once a plan is in place.

Executive Session to Receive Legal Advice Regarding Negotiations for the Lease/Purchase of Real Property
President Faucette asked for a motion to enter into executive session to receive legal advice regarding negotiations for the lease/purchase of real property. A motion was made at 3:46 p.m. to enter into executive session to receive legal advice regarding negotiations for the lease/purchase of real property. The motion was seconded and unanimously approved.

Mr. Ampe stated the Board was entering into executive session pursuant to section 24-6-402(4) to receive legal advice regarding negotiations for the lease/purchase of real property and the Board would take no formal action or position during the executive session.

Possible Action Following Executive Session
President Faucette asked for possible action following executive session. There was none.

Direction for Staff
President Faucette asked for direction for staff. There was none.

New Business
President Faucette asked for new business. There was none.

Next Meeting
The next quarterly meeting is scheduled for November 3, 2026 at 1:30 p.m.

Adjournment
The meeting was adjourned at 5:07p.m.

President

Secretary/Treasurer

Rio Grande Water Conservation District
Special Improvement District No.6
8805 Independence Way • Alamosa, Colorado 81101
Phone: (719) 589-6301 • Fax: (719) 992-2026
Protecting & Conserving San Luis Valley Water

Financial Institution Authorization Resolution

WHEREAS, the Rio Grande Water Conservation District (District) was established by the Colorado Legislature as a body corporate and as a public agency for specified purposes pursuant to Section 37-48-101, C.R.S. et seq.; and

WHEREAS, the District has formed Special Improvement District No. 6 ("Subdistrict") pursuant to applicable law and District resolutions, and the Subdistrict is governed by its Board of Managers ("Board"); and

WHEREAS, the efficient administration of Subdistrict financial affairs requires the establishment and maintenance of banking and investment relationships with financial institutions included on the District's Approved List of Financial Institutions, Depositories, Brokers, Dealers, and Advisors, as adopted annually by the District Board of Directors; and

WHEREAS, the Board has convened in accordance with its bylaws and governing procedures and finds it necessary, proper, and in the best interests of the Subdistrict to adopt this Financial Institution Authorization Resolution;

NOW, THEREFORE, be it resolved by the Board of Managers of the Rio Grande Water Conservation District Special Improvement No. 6 that:

1. The Subdistrict is authorized to open and maintain financial accounts for the purpose of managing funds on behalf of the Subdistrict funds.

2. The following individuals are hereby authorized to act on behalf of the Subdistrict in all financial matters authorized by this resolution:

Cleave A. Simpson
General Manager, District

Amber Pacheco
Deputy General Manager, District

Tyler Faucette
President of Board of Managers

Virginia Christensen
Vice-President of Board of Managers

Ronald Reinhart
Secretary/Treasurer of Board of Managers

Chris Ivers
Program Manager, District

3. The Board of Managers hereby delegates authority to the authorized individuals listed above to conduct the following financial business for the Subdistrict:
   - Deposits and Withdrawals - making deposits, initiating withdrawals and transferring funds;
   - Check Signing – Signing checks and payment instruments;
   - Electronic Banking – accessing online banking and electronic payment systems;
   - Bank Communications – communicating with financial institutions regarding accounts, transactions and financial instruments; and,
   - Investment Actions – purchasing, renewing, or redeeming CDs or other investment products.

4. Any two of the above authorized signatories are required in order to execute the following:
   - Checks, drafts, ACH authorizations, wire transfers, withdrawals, and any other disbursement of funds;
   - To open, close or modify checking accounts, money market accounts, certificates of deposit, investment accounts, or other banking instruments; and,
   - The execution of or modification of any Board-approved credit or loan documents.

5. Limited Access to information Only. The Board of Managers authorizes the Office Manager to have information-only access to the Subdistrict's accounts. This authorization is limited to:
   - CD Rate Inquiries – Requests for current certificate of deposit renewal rates and terms.
   - Deposit Verifications – Verify deposit amounts and posting dates.
   - Check Status – Confirmation whether checks have cleared.
   - General Account Information – Obtain balances, transaction histories, and other non-transactional information.

   The Office Manager may serve as the administrative point of contact with the financial institution for the purposes of requesting, collecting, organizing, and distributing documentation related to account openings, closings, and signer updates. This role includes initiating paperwork and coordinating required steps but does not include the authority to approve, authorize, or execute financial transactions.

6. The Officers of the Subdistrict Board of Managers are hereby authorized and directed to take any and all actions necessary or advisable to carry out the purposes and intent of this resolution.

This resolution was duly adopted by the Board of Managers of the Rio Grande Water Conservation District Special Improvement District 6 on this 4th day of August, 2026.

Tyler Faucette, President

Ronald Reinhart, Secretary/Treasurer

RESOLUTION OF THE BOARD OF MANAGERS OF THE RIO GRANDE WATER CONSERVATION DISTRICT SPECIAL IMPROVEMENT DISTRICT NO. 6

A resolution authorizing the Rio Grande Water Conservation District Special Improvement District No. 6 ("Subdistrict") to join with other local governments as a Participant in the Colorado Statewide Investment Pool ("CSIP") to pool funds for investment.

RECITALS

WHEREAS, pursuant to the provisions of C.R.S. Section 24-75-601 and 701, et seq., as amended and C.R.S. 24-75-702, et seq. as amended, any local government entity (including cities, towns, school districts, special districts, counties or political subdivisions of the state) is authorized to pool any moneys in its treasury, which are currently surplus funds and not immediately required to be disbursed, with similar moneys from other local government entities, in order for these entities to take advantage of short-term investments and maximize net interest earnings. CSIP is formed as a statutory trust under the laws of the state of Colorado.

WHEREAS, the Rio Grande Water Conservation District ("District") has adopted an Investment Policy that permits the District, including, its special improvement districts to pool moneys in treasury that are not immediately required to be disbursed with the same such moneys in the treasury of any other local government in order to take advantage of short-term investments and maximize net interest earnings consistent with and pursuant to such Investment Policy.

WHEREAS, the District desires to participate in CSIP formed in accordance with the aforesaid statutes, in order to pool its surplus funds with other local government entities.

WHEREAS, the District desires to authorize any of its Subdistricts to become a Participant in CSIP formed in accordance with the aforesaid statutes, in order for the Subdistrict to pool its surplus funds with other local government entities pursuant to a duly authorized resolution of the Board of Managers of that Subdistrict.

WHEREAS, the Subdistrict has passed, by majority vote, the following resolution:

RESOLUTION

NOW THEREFORE, be it resolved by the Board of Managers of the Rio Grande Water Conservation District Special Improvement District No. 6 that:

The Subdistrict has reviewed C.R.S. Section 24-75-601, as amended and C.R.S. Section 24-75-701, et seq., as amended, of the Colorado Revised Statutes and the merits of investing in a trust as permitted by C.R.S. Section 2475-601, as amended and C.R.S. Section 24-75-701, et seq. as amended, including the trust's liquidity, risk diversification, flexibility, convenience and cost compared to the alternative direct purchase of comparable investments and finds it is in the best interest of the local government entity and therefore hereby approves and adopts this Resolution,

along with other local government entities in the trust for the purpose of pooling surplus funds. The terms of the above-mentioned trust indenture shall be incorporated herein by this reference and a copy filed with the minutes of the meeting at which warranties, either expressed or implied, are part of this agreement between CSIP and the Subdistrict unless as set forth in the Indenture of Trust, but that CSIP shall use its best efforts in conjunction with the Subdistrict to accomplish these goals.

The Subdistrict is liable for all checks written on its account, authorized or unauthorized. The Subdistrict should implement proper security procedures to safeguard the checks for each account. CSIP does not guarantee the prevention of fraud or theft from a Subdistrict account.

The Authorized Signatories for the Rio Grande Water Conservation District Special Improvement District No. 6 are those persons who hold the positions of General Manager, Deputy General Manager, Program Manager, President, Vice-President, and Secretary/Treasurer. The current persons holding those positions are those persons listed in the Financial Institution Authorization Resolution attached hereto and incorporated herein whom are the approved staff and Board Officers empowered to invest funds of the Participant or his/her successor in function, are hereby authorized and directed to execute the Indenture of Trust and any other documents necessary to establish an account with CSIP. The Authorized Signatories are hereby designated the "Treasurer" as that term is defined in the Indenture of Trust and are therefore authorized to invest money from the Participants' treasury, from time to time, which are not immediately required to be disbursed, by purchasing shares of CSIP with those available funds and is authorized to redeem, from time to time, part or all of those shares as funds are needed for other purposes.

The Authorized Signatories may be changed from time to time by written notice to CSIP.

Any investment in CSIP must be consistent with and pursuant to the District's Investment Policy.

Any Subdistrict of the District may by separate resolution duly enacted by its Board of Managers become a Participant in CSIP. Any such investments must be consistent with and pursuant to the District's Investment Policy.

Adopted, this 4th day of August A.D. 2026

Tyler Faucette, President

ATTEST: Ronald N. Reinhardt
Ronald Reinhart, Secretary/Treasurer

RESOLUTION OF THE BOARD OF MANAGERS OF THE RIO GRANDE WATER CONSERVATION DISTRICT SPECIAL IMPROVEMENT DISTRICT NO. 6

A resolution authorizing the Rio Grande Water Conservation District Special Improvement District No. 6 ("Subdistrict") to join with other local governments as a Participant in the Centennial State Liquid Investment Pool ("CSLIP") to pool funds for investment.

RECITALS

WHEREAS, pursuant to the provisions of C.R.S. Section 24-75-601 and 701, et seq., as amended and C.R.S. 24-75-702, et seq. as amended, any local government entity (including cities, towns, school districts, special districts, counties or political subdivisions of the state) is authorized to pool any moneys in its treasury, which are currently surplus funds and not immediately required to be disbursed, with similar moneys from other local government entities, in order for these entities to take advantage of short-term investments and maximize net interest earnings. CSLIP is formed as a statutory trust under the laws of the state of Colorado.

WHEREAS, the Rio Grande Water Conservation District ("District") has adopted an Investment Policy that permits the District, including, its special improvement districts to pool moneys in treasury that are not immediately required to be disbursed with the same such moneys in the treasury of any other local government in order to take advantage of short-term investments and maximize net interest earnings consistent with and pursuant to such Investment Policy.

WHEREAS, the District desires to participate in CSLIP formed in accordance with the aforesaid statutes, in order to pool its surplus funds with other local government entities.

WHEREAS, the District desires to authorize any of its Subdistricts to become a Participant in CSLIP formed in accordance with the aforesaid statutes, in order for the Subdistrict to pool its surplus funds with other local government entities pursuant to a duly authorized resolution of the Board of Managers of that Subdistrict.

WHEREAS, the Subdistrict has passed, by majority vote, the following resolution:

RESOLUTION

NOW THEREFORE, be it resolved by the Board of Managers of the Rio Grande Water Conservation District Special Improvement District No. 6 that:

The Subdistrict has reviewed C.R.S. Section 24-75-601, as amended and C.R.S. Section 24-75-701, et seq., as amended, of the Colorado Revised Statutes and the merits of investing in a trust as permitted by C.R.S. Section 2475-601, as amended and C.R.S. Section 24-75-701, et seq. as amended, including the trust's liquidity, risk diversification, flexibility, convenience and cost compared to the alternative direct purchase of comparable investments and finds it is in the best interest of the local government entity and therefore hereby approves and adopts this Resolution,

along with other local government entities in the trust for the purpose of pooling surplus funds. The terms of the above-mentioned trust indenture shall be incorporated herein by this reference and a copy filed with the minutes of the meeting at which warranties, either expressed or implied, are part of this agreement between CSLIP and the Subdistrict unless as set forth in the Indenture of Trust, but that CSLIP shall use its best efforts in conjunction with the Subdistrict to accomplish these goals.

The Subdistrict is liable for all checks written on its account, authorized or unauthorized. The Subdistrict should implement proper security procedures to safeguard the checks for each account. CSLIP does not guarantee the prevention of fraud or theft from a Subdistrict account.

The Authorized Signatories for the Rio Grande Water Conservation District Special Improvement District No.6 are those persons who hold the positions of General Manager, Deputy General Manager, Program Manager, President, Vice-President, and Secretary/Treasurer. The current persons holding those positions are those persons listed in the Financial Institution Authorization Resolution attached hereto and incorporated herein whom are the approved staff and Board Officers empowered to invest funds of the Participant or his/her successor in function, are hereby authorized and directed to execute the Indenture of Trust and any other documents necessary to establish an account with CSLIP. The Authorized Signatories are hereby designated the "Treasurer" as that term is defined in the Indenture of Trust and are therefore authorized to invest money from the Participants' treasury, from time to time, which are not immediately required to be disbursed, by purchasing shares of CSLIP with those available funds and is authorized to redeem, from time to time, part or all of those shares as funds are needed for other purposes.

The Authorized Signatories may be changed from time to time by written notice to CSLIP.

Any investment in CSLIP must be consistent with and pursuant to the District's Investment Policy.

Any Subdistrict of the District may by separate resolution duly enacted by its Board of Managers become a Participant in CSLIP. Any such investments must be consistent with and pursuant to the District's Investment Policy.

Adopted, this 4th day of August A.D. 2026

Tyler Faucette, President

ATTEST: Ronald D. Reinhart

Ronald Reinhart, Secretary/Treasurer