

## **RESOLUTION NO. 2025 - 6**

### **A RESOLUTION ESTABLISHING AN IMPACT FEE FOR IMPROVEMENTS IN A SPECIFIC PORTION OF THE SOUTH DURANGO SANITATION DISTRICT.**

**WHEREAS**, the South Durango Sanitation District (the “District”) is a quasi-municipal corporation and political subdivision of the State of Colorado organized pursuant to the Colorado Special District Act, C.R.S. 32-1-101, *et seq.* (the “Act”); and

**WHEREAS**, the District owns and operates a wastewater collection and treatment system (the “Wastewater System”); and

**WHEREAS**, the Act authorizes the Board of Directors (the “Board”) to adopt and from time to time increase or decrease rates, fees, toll and charges for the services provided by the District; and

**WHEREAS**, the District developed a Sewer Master Plan for the North Grandview area in 2013 to estimate development densities and establish pipe sizing; and

**WHEREAS**, the 2013 density estimates were based on data in the City of Durango Master Plans for the area; and

**WHEREAS**, development within the North Grandview area is now occurring and the projected densities are significantly higher than the City of Durango projections; and

**WHEREAS**, the updated density projections have shown that a 10” sewer line installed under Wilson Gulch to connect the properties in the North Grandview area to the Grandview interceptor (the “TSC Pipeline”) is not adequate to handle the higher densities; and

**WHEREAS**, a preliminary engineering design and cost estimate for upgrading the TSC Pipeline was and the District has appropriated funds for that capital expenditure in its 2025 budget for the construction of the project; and

**WHEREAS**, the Board of Directors of the District has determined that those properties that will benefit from the increased capacity of the TSC Pipeline upgrade should repay the cost of the project through an impact fee; and

**WHEREAS**, Resolution No. 2023-8 established an initial impact fee based on estimated costs; and

**WHEREAS**, the project has been completed, and all final costs of the project have been paid; and

**WHEREAS**, the final impact fee was established by dividing the final cost of the project by the number of ERTs (equivalent residential taps) served by the project; and

**WHEREAS**, the impact fee adopted by this resolution is appropriate and necessary.

**NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE SOUTH DURANGO SANITATION DISTRICT:**

1. That the TSC Impact Fee of \$453/ERT is hereby adopted for all connections served by the TSC Pipeline as shown in orange as parcels 3-13 on the map attached hereto as Exhibit A (the "TSC Pipeline Service Area").
2. The TSC Impact Fee shall be collected at the time a tap application is submitted for a connection in the TSC Pipeline Service area beginning January 1, 2026.
3. That the TSC Impact Fee shall be reviewed and adjusted periodically based on changes in interest and development densities.
4. The Board of Directors of the District hereby finds and declares that adoption of the TSC Impact Fee is an equitable method of allocating and offsetting the costs of the project among those parties benefiting from the project.

Adopted this 18th day of December 2025.

**SOUTH DURANGO SANITATION DISTRICT**

By *Curt Piccoli*  
President