

RESOLUTION NO. 2021 - 2

A RESOLUTION ESTABLISHING RATES, FEES AND CHARGES FOR 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, for the purposes of measuring and assessing the cost of service for various uses the Board has established an Equivalent Residential Tap (ERT) representing the typical sewage flow originating from any single-family home, mobile home, condominium, townhouse, or other dwelling unit; and

WHEREAS, the approved Master Plan for the District has identified future capital needs for replacements and improvements to the District’s Wastewater System necessary to meet all current and projected standards for wastewater treatment; and

WHEREAS, the Master Plan includes a financial model which projects the revenue requirements from user fees and plant investment fees (tap fees) that will be necessary to meet future operating and capital financial demands; and

WHEREAS, the Board has reviewed the financial model as part of the development of the 2021 budget and has determined that an increase in user fees and plant investment fees are necessary to meet future operating and capital financial requirements; and

WHEREAS, the costs for other service provided by the District have increased but the fees charged by the District for tap inspections and account transfers have not been increased in several years; and

WHEREAS, at least 30 days prior the adoption of this resolution notice was posted on the District website of a public hearing to consider an increase for rates, fees, tolls, and charges for the District; and

WHEREAS, the rates, fees, tolls, and charges adopted by this resolution are appropriate and necessary.

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

1. That, the schedule of fees set forth on Exhibit A shall be adopted.
2. That all fees shall be effective beginning March 1, 2021.

3. The Board of Directors of the District hereby finds and declares that adoption of the increased monthly user fee set forth herein is necessary for the health, safety and welfare of the residents and customers of the District and its continued financial stability.

4. All sections of any prior resolutions establishing fees contrary to those set forth herein are hereby repealed, but only to the extent necessary to conform to the fees established herein.

Adopted this 18th day of February 2021.

SOUTH DURANGO SANITATION DISTRICT

By *Curt Piccoli*
President

EXHIBIT A

**SOUTH DURANGO SANITATION DISTRICT
FEE SCHEDULE
Resolution No. 2021 - 2
Effective March 1, 2021**

Plant Investment Fees (tap fees)

- a. Single family residential including townhomes, condominiums, mobile homes & ADUs: **\$8,000/ERT**;
- b. Single family residential including townhomes, condominiums, mobile homes & ADUs less than 700 sf: **\$6,000/ERT**.
- c. Single family residential including townhomes, condominiums, mobile homes & ADUs less than 400 sf: **\$4,000/ERT**.
- d. Multi-family residential (apartments): **\$7,200/ERT**
- e. Multi-family units of less than 700 sf: **\$5,400/ERT**
- f. Commercial uses: **\$8,000/ERT** based on current commercial ERT schedule or projected flows based on engineering analysis or historical data.

Inspection fee: \$150 per tap connection; \$75 per hour for reinspection and inspections of more than one hour.

Monthly User Fee: \$50/ERT

Account Transfer Fee: \$50

Equivalent Residential Tap (ERT) Standard

One (1) ERT is based on 180 gallons per day flow, a five-day average BOD₅ of 250 ppm and 250 ppm total suspended solids.