MEETING MINUTES
BOARD OF DIRECTORS
SOUTH DURANGO SANITATION DISTRICT

The regular meeting of the Board of Directors of the South Durango Sanitation District was held on July 23, 2026, at 6:00 p.m. at 65 Mercado Street, Durango, Colorado.

Present at the meeting were the following members of the Board of Directors:

Curt Piccoli
Judy Campbell

Also present were Andrew Aragon, Dave Marsa, Rick Johnson and Bud Smith.

Attorney Smith introduced Orville Diss a resident of the District who expressed an interest in serving on the Board. Mr. Diss discussed his background and his interest in serving on the Board. On motion made and seconded, Orville Diss was appointed to serve as a Director of the District until the next regular election in May 2027. Mr. Diss took the oath of office.

On motion duly made and seconded, the minutes from the meeting of June 18, 2026, were approved as corrected.

The Board reviewed and approved the accounts payable.

Attorney Smith reviewed the financial statements for June 30, 2026. No significant issues were noted.

Attorney Smith reviewed the investment report. The Board discussed investment options for the reserve funds at Colotrust and the CDs maturing in 2026. The Board decided to wait on purchasing additional CDs

Andrew presented the operations report.

- Annual line cleaning has been completed. The new lines installed at Mercy MOB II and TSC Crossing both looked good.
- The City staff and one council member toured the plant and were generally complimentary.

The Board discussed options for recognizing the many years of service by Tom Price as a director of the District. On motion made and seconded the Board approved paying a retirement benefit of $2,500 net.

Rick Johnson provided a history of the development of Phases 1 and 2 of the wastewater treatment plant.

Rick presented a memo on the CMAR solicitation process. Following issuance of an RFP for CMAR services two firms expressed an interest. The only proposal received by the deadline was from TKF Contracting. Rick reviewed the memo he prepared outlining the solicitation process and the TKF qualifications and experience of TKF. It was noted that the rates for TKF services are significantly lower. Rick and Bud both recommended entering into an Agreement for CMAR services with TKF Contracting. On motion duly made and seconded an Agreement with TKF Contracting was approved.

Rick presented an update on EPA permitting. The Tribe has requested that the EPA complete the anti-degradation analysis. Initial discussions have indicated that the most significant change will be a lower ammonia limit. Rick, Andrew and Dave all expressed confidence that the current plant should be able to meet those limits.

There being no further business to come before the Board, the meeting was adjourned.