

Mintes from Feb 19th

4:00pm Meeting Called to order

Steve I. Calls meeting to order, acknowledges Marlana's absence. Steve calls for prior minutes to be approved, points out the date on prior minutes was incorrect. Minutes approved upon correction of date.

Robert announces new ERMD employees Matthew Chapman and Makane Mason (Mak). Gary asks Mak how long he was with City of Durango waste water before coming to ERMD. Board welcomes new employees.

Robert introduces new board members, Gary and Darrell.

Marilyn presents financial update. Current assets are \$3.7M consisting of \$3.1M Cash and \$616K receivables and other. Total Assets = \$28.8M current liabilities are \$260K and Sewer Loan Payable is \$6.9M total Net Position is \$21.2M. Cash inflow for 2025 was \$2.37M with a positive variance of \$16.6K. Operating Cash inflow is \$1.5M with cash outflow of \$1.2M. Reserve Cash inflow was \$885K, a negative variance from budget of \$4,750.00. Reserve Cash Outflows \$483K. Marilyn comments on chart provided to board tracking electric bill amounts since the solar project was completed. Steve I. asks about long term and current portion breakout on sewer loan. Marilyn replies this is a financial statement requirement.

Steve brings up the possibility of moving money from the money market account to CDs in the future in order to take advantage of a higher interest rates if the opportunity occurs. Steve mentions the primarily risk of CDs is if the need to use funds in CD are needed before it matures.

Darrell asks about cost of potential high dollar issues that could arise. Steve mentions his number comes from a rough estimate derived from the rough cost of the Victorian Village issue plus an additional \$250k. Robert suggests asking the contact from the company that provided our reserves analysis in regards to budgeting cash on hand for potential unforeseen issues.

Steve asks to wait to make a motion until a later date.

Gary asks if we have any foreseeable costs in regards to wastewater plant. Robert responds that most of the infrastructure will not likely have any costs that won't require a couple years of planning before implementing.

Robert speaks to change in rate structure from LPEA and moving to off demand hours by using solar and changing times for high energy operations to be done at more favorable demand times.

Robert updates board on installation of first wave of new Metron water meters as well as the features these new meters. Gary asks how often meters need to be replaced and if ERMD is planning on replacing all Edgemont meters. Robert responds the current plan is to replace oldest meters first then move to replace meters as needed. The replaced meters are currently being tested for accuracy and results may impact rollout of new meters. Robert also talks about the increased accuracy of the newer metron meters.

Robert reports that Tom Gordon contacted Robert about selling unused water taps to ERMD, allowing for more control over future development of Edgemont.

Robert proposes creating a mutual aid agreement the City of Durango and Edgemont Ranch Metro Dist.

Kurtis provides update on the operation of Wastewater Plant. Contract for Bondad Landfill has been submitted as three-year contract is coming to an end. There is no other option to take waste from Wastewater plant. Kurtis mentioned desire to add paving around the waste water plant to agenda at a later point.

Robert speaks to Water Bill training to be provided to residents. Date has not been set at this point. To be hosted by Robert and Matthew Chapman.

Robert updates board on current snowpack report. Consensus is the current snow pack is not good. Robert recommends HOAs do stock the Florida River with fish for recreation.

Steve I. points out timeline of historical snowpack data has been recently updated, covering a dryer period and pointing out the severity of the low snowpack.

Gary asks about updating of website. Robert responds that due to reduced staffing during the fall many of the general "housekeeping" duties have been missed and will be picked up as Matt gets more settled into his position and that he has already starting picking up some of that slack.

Resident asks about plans for road maintenance. Robert responds that there is currently no plan ready at this time.

Resident asks about water rate postings. Robert indicated the new water rates are posted on website and suggested to attend the meeting.

Steve moves to adjourn meeting. 5:11 pm