



City of LaVerkin
435 N. Main St., LaVerkin Utah, 84745
(435) 635-2581 Fax (435) 635-2104

RESOLUTION R-2018-24

**A RESOLUTION AMENDING CITY'S CULINARY WATER FEES, AND
ESTABLISHING AN EFFECTIVE DATE**

WHEREAS, the City operates and maintains a culinary water system for its residents, property owners/lessees, businesses, guests, and patrons; and

WHEREAS, the City Council of LaVerkin ("the City Council") recognizes (a) the vital role of water in the development and sustainability of the community and its residents and businesses, and (b) the limited nature of this precious natural resource; and

WHEREAS, the City Council further recognizes the importance of being aware of, planning for, and providing sufficient financial funding mechanisms to timely and properly construct, maintain, and operate necessary pumping, storage, and delivery systems, to ensure an affordable yet current and operable culinary water system, both now and in the future; and

WHEREAS, it has been several years since there has been an increase in the base water rate in the City, with the exception of a seventy-five cent (\$0.75) increase in 2016 (Resolution No. R-2016-13) to cover a surcharge increase assessed by the Washington County Water Conservancy District ("WCWCD"); and

WHEREAS, Sunrise Engineering (a) completed a proposed *LaVerkin City Culinary Water Master Plan (September 2017)* ("the CWMP"), and has discussed its contents with the City Council on various occasions since November 15, 2017; and (b) as a result of the information, data, and direction presented/received during such discussions—prepared an *Updated Cash Flow Analysis* and related correspondence, dated September 5, 2018 documentation to supplement/update the CWMP through the date of the CWMP's adoption by the City Council; and

WHEREAS, the City Council reviewed the CWMP and UCFA; found their contents to be informative, insightful, and helpful to the City Council and to other City officials and staff as a plan, guide, and reference with regards to the operations, maintenance, and assessable costs of, and necessary current/future improvements to, the City's culinary water system; and found adoption of the CWMP to be in the best interests of the City and its residents, businesses, guests, and patrons; and

WHEREAS, the City Council, on September 5, 2018, adopted the CWMP, as supplemented by the UCFA (Resolution R-2018-22); and

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WHEREAS, the CWMP, as supplemented by the UCFA, suggests, recommends, and provides legal planning-based justification for an increase in the base water rate to be assessed and charged to the users of the City’s culinary water system of an average of Fourteen Dollars (\$14.00) per equivalent residential unit (“ERU”), with a yearly automatic increase in the base rate of Two Percent (2%) per annum until further action to modify or rescind the same in the future, in order to properly provide for the operations, maintenance, and assessable costs of, and desired current/future improvements to, the City’s culinary water system; and

WHEREAS, it is the recommendation of the City Engineer and City Staff that the City Council review, approve, and authorize the imposition and implementation of the increased fees as calculated by the City Engineer and provided hereinbelow, and modify the current the fee schedule in accordance therewith; and

WHEREAS, it is the considered determination of the LaVerkin City Council that the fees, as revised and set forth herein, are fair, reasonable and in the best interests of the City and its residents, property owners/lessees, businesses, guests, and patrons.

NOW THEREFORE BE IT RESOLVED by the City Council of LaVerkin, Utah, as follows:

1. That the above recitals are hereby incorporated herein as though fully set forth.
2. That the detailed calculations / tables at **Exhibits A and B** (*regarding the base rate structure, pre- and post-resolution, respectively*) are hereby incorporated herein as though fully set forth; and that the applicable culinary water base rate, to be assessed and charged to each end user of the City’s culinary water system, shall be and is hereby amended and increased (on a monthly basis) as follows:

<u>For those with a:</u>	<u>The base amount of:</u>	<u>Is amended/increased to read as:</u>
5/8” meter	\$23.00	\$35.25
3/4” meter	\$32.79	\$50.25
1” meter	\$57.71	\$88.45
1 1/2” meter	\$128.91	\$197.57
2” meter	\$228.59	\$350.34
3” meter	\$513.39	\$786.83
4” meter	\$912.11	\$1,397.91
6” meter	\$2,051.31	\$3,143.86

BE IT FURTHER RESOLVED that the on November 1 of each year hereafter, commencing with 2019, the above amended rate shall **automatically increase** by two percent (2%) per annum, until further action is taken by the City Council to modify or rescind the same

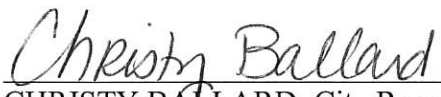
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AND BE IT FURTHER RESOLVED that (a) if any part of this resolution shall be declared invalid, such declaration shall not affect the validity of the remainder of this resolution; (b) all resolutions or policies in conflict herewith (*including but not limited to Resolution No. R-2016-13*) are hereby repealed to the extent of any such conflict; and (c) this resolution shall take effect November 1, 2018.

PASSED, ADOPTED AND APPROVED this 19 day of September, 2018.


RICHARD M. HIRSCHI, Mayor

ATTEST:


CHRISTY BALLARD, City Recorder

Existing LaVerkin Culinary Water Rate Structure

Meter Size	Base Rate	Tiered Rate above Base (per 1,000 gal)	Gallon Range for Tiered Rate Increase
5/8"	\$23.00	\$1.18	0 - 20,000 gallons
		\$1.47	20,001 - 35,000 gallons
		\$1.76	35,001 - Over gallons
3/4"	\$32.79	\$1.18	0 - 20,000 gallons
		\$1.47	20,001 - 35,000 gallons
		\$1.76	35,001 - Over gallons
1"	\$57.71	\$1.18	0 - 26,000 gallons
		\$1.47	26,001 - 52,000 gallons
		\$1.76	52,001 - Over gallons
1-1/2"	\$128.91	\$1.18	0 - 58,000 gallons
		\$1.47	58,001 - 116,000 gallons
		\$1.76	116,001 - Over gallons
2"	\$228.59	\$1.18	0 - 102,000 gallons
		\$1.47	102,001 - 204,000 gallons
		\$1.76	204,001 - Over gallons
3"	\$513.39	\$1.18	0 - 230,000 gallons
		\$1.47	230,001 - 460,000 gallons
		\$1.76	460,001 - Over gallons
4"	\$912.11	\$1.18	0 - 410,000 gallons
		\$1.47	410,001 - 820,000 gallons
		\$1.76	820,001 - Over gallons
6"	\$2,051.31	\$1.18	0 - 922,000 gallons
		\$1.47	922,001 - 1,844,000 gallons
		\$1.76	1,844,001 - Over gallons

Proposed LaVerkin Culinary Water Rate Structure

Meter Size	Base Rate	Tiered Rate above Base (per 1,000 gal)	Gallon Range for Tiered Rate Increase
5/8"	\$35.25	\$1.18	0 - 20,000 gallons
		\$1.47	20,001 - 35,000 gallons
		\$1.76	35,001 - Over gallons
3/4"	\$50.25	\$1.18	0 - 20,000 gallons
		\$1.47	20,001 - 35,000 gallons
		\$1.76	35,001 - Over gallons
1"	\$88.45	\$1.18	0 - 26,000 gallons
		\$1.47	26,001 - 52,000 gallons
		\$1.76	52,001 - Over gallons
1-1/2"	\$197.57	\$1.18	0 - 58,000 gallons
		\$1.47	58,001 - 116,000 gallons
		\$1.76	116,001 - Over gallons
2"	\$350.34	\$1.18	0 - 102,000 gallons
		\$1.47	102,001 - 204,000 gallons
		\$1.76	204,001 - Over gallons
3"	\$786.83	\$1.18	0 - 230,000 gallons
		\$1.47	230,001 - 460,000 gallons
		\$1.76	460,001 - Over gallons
4"	\$1,397.91	\$1.18	0 - 410,000 gallons
		\$1.47	410,001 - 820,000 gallons
		\$1.76	820,001 - Over gallons
6"	\$3,143.86	\$1.18	0 - 922,000 gallons
		\$1.47	922,001 - 1,844,000 gallons
		\$1.76	1,844,001 - Over gallons