

RESOLUTION NO. 2010-05-03

INCREASING THE WATER RATES FOR THE CITY OF FORT MORGAN, COLORADO

WHEREAS, the continued water development for the City of Fort Morgan is in the best interests of the City; and,

WHEREAS, the projected revenues of the water rate study were completed in March of this year and recently presented to City Council on April 13, 2010, by The Engineering Company (TEC); and,

WHEREAS, the annual growth rate for the City since 2006 has increased by 0.3% or twelve (12) additional taps a year; and,

WHEREAS, a current projection of annual growth is expected to be 1.4% or an increase of fifty-five (55) taps per year; and,

WHEREAS, the current annual payment for debt service is expected to increase by \$1,000,000.00 by the year 2015, due to the City's participation in NISP, and the repayment of water bonds; and,

WHEREAS, an increase in the water rates would create additional revenue within the Water Enterprise Fund to allow for future infrastructure improvements, rate stabilization and major expansions that will benefit the citizens; and,

WHEREAS, City Staff has analyzed the reserve fund and has recommended the increase of the water rates and tap fees; and

WHEREAS, pursuant to Section 26-25 of the *Fort Morgan Municipal Code* all water rents, rates and charges payable within the City are to be established by Resolution of the City Council.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF FORT MORGAN, COLORADO:

Effective June 1, 2010, for all utility bills generated on or after such date, the City hereby adopts the Water Rates (attached hereto as Exhibit A) and the Water Plant Investment Fees (attached hereto as Exhibit B).

PASSED, APPROVED AND ADOPTED this 18th day of May, 2010, upon a roll call vote of 6 – 0 by the Council of the City of Fort Morgan, Colorado.

Ayes: Mayor McAlister; Councilmembers Bryan, Deal, Forstedt, Nation and Powers.

Nays: None.

Absent: Councilmember Shaver.

THE CITY COUNCIL OF THE CITY OF
FORT MORGAN, COLORADO

By: *Termy L. McArthur*
Mayor

ATTEST:

Cheryl Winberg
Deputy City Clerk

STATE OF COLORADO)
COUNTY OF MORGAN) ss
CITY OF FORT MORGAN)

CERTIFICATE

I, Cheryl Winberg, Deputy City Clerk of the City of Fort Morgan, Colorado, do hereby certify that the above and foregoing **Resolution** is a true, perfect and complete copy of the **Resolution** adopted by the Council of Fort Morgan, Colorado, and is identical to the original thereof appearing in the official records of the City of Fort Morgan, Colorado and that the same has not, since its adoption, been rescinded or amended in any respect.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed the seal of the City of Fort Morgan this 20th day of May, 2010.



Cheryl Winberg
Cheryl Winberg, Deputy City Clerk



**EXHIBIT A
TO RESOLUTION NO. 2010-05-03**

**WATER RATES
EFFECTIVE JUNE 1, 2010
RESIDENTIAL AND COMMERCIAL**

	<u>Consumer Charge</u> (\$/month)	<u>Commodity Charge</u> (\$/1,000 Gallons)
<u>IN-CITY RATES:</u>		
3/4" Water Base Charge	\$34.13	\$2.52
1" Water Base Charge	\$58.94	\$2.52
1.5" Water Base Charge	\$128.10	\$2.52
2" Water Base Charge	\$218.93	\$2.52
3" Water Base Charge	\$487.20	\$2.52
4" Water Base Charge	\$842.10	\$2.52
6" Water Base Charge	\$1,898.40	\$2.52
8" Water Base Charge	\$3,473.40	\$2.52
Industrial	\$.00	\$2.52
Well Water	\$.00	\$1.05
Irrigation: Parks, Cemetery, Schools	\$.00	\$1.05

OUTSIDE CITY LIMITS:

Customers with meters: Double the In-City Rate (follow above chart X 2)

Industrial --- \$5.04



**EXHIBIT B
TO RESOLUTION NO. 2010-05-03**

**WATER PLANT INVESTMENT FEES
EFFECTIVE JUNE 1, 2010**

<u>TAP SIZE</u>	<u>COST</u>
3/4 inch	\$2,500
1-inch	\$4,175
1.5 inch	\$8,325
2-inch	\$13,325
3-inch	\$29,175
4-inch	\$50,000
6-inch	\$104,175
8-inch	\$150,000

The TOTAL COST will be the cost listed above,
plus time and material charges.

Taps that are used strictly for fire protection systems
will be assessed for time and material charges only.

FOR REFERENCE:

The CITY OF FORT MORGAN, WATER DEVELOPMENT POLICY, as amended, provides a requirement for the transfer of water rights from Northern Colorado Water Conservancy District's Colorado Big Thompson Project ("CBT") prior to the issuance of a Building Permit. Please refer to this policy if you have questions about water rights related to a tap.