

RESOLUTION NO. 2015-02-04

INCREASING THE WATER PLANT INVESTMENT FEES FOR THE CITY OF FORT MORGAN, COLORADO

WHEREAS, the projected revenues of the water rate study were completed in 2014, by Farnsworth Group; and,

WHEREAS, plant investment fees are a one-time capital charge for all new customers of the city and are used to reduce the burden to existing customers for financing new growth; and,

WHEREAS, the system by-in method is based on the premise that new customers are entitled to service at the same prices charged to existing customers, and,

WHEREAS, the equity per equivalent water tap for the total water system ranges between \$4,760 to \$16,703; and,

WHEREAS, the 2014 rate study recommends increasing the water plant investment fees according to the equity per water tap; and,

WHEREAS, an increase in the water plant investment fees would create additional revenue within the Water Enterprise Fund to allow for future infrastructure improvements and major expansions that will benefit the customers; and,

WHEREAS, pursuant to Section 18-3-10 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:

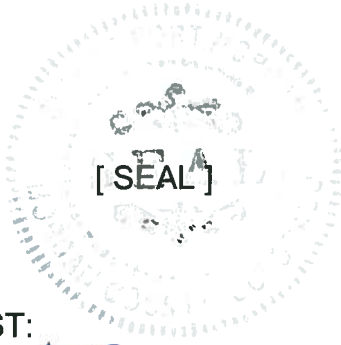
Effective February 3, 2015, the City hereby adopts the Water Plant Investment Fees (attached hereto as Exhibit A).

INTRODUCED, PASSED, APPROVED AND ADOPTED this 3rd day of February 2015, the vote upon roll call being as follows:

Ayes: Mayor McAlister, Councilmembers Lindell, Mussman, Northrup, Segura and Shaver

Nays:None.

Absent /Abstain: Councilmember Castoe absent (Excused)



THE CITY COUNCIL OF THE CITY OF FORT MORGAN, COLORADO

BY: Terry L. McAlister
Terry McAlister, Mayor

ATTEST:

John Brennan
John Brennan, City Clerk

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

ss.

CERTIFICATE

I, John Brennan, 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 City Council 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 been, since its adoption, in any respect, rescinded or amended.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed the seal of the City of Fort Morgan this 3rd day of February, 2015.

John Brennan
John Brennan, City Clerk



CITY OF FORT MORGAN
COUNCIL & ENTERPRISE
BY RESOLUTION: FEBRUARY 3, 2015

**WATER PLANT INVESTMENT FEES
EFFECTIVE FEBRUARY 3, 2015**

<u>TAP SIZE</u>	<u>COST</u>
3/4 inch	\$5,000
1-inch	\$8,350
1.5 inch	\$16,650
2-inch	\$26,650
3-inch	\$58,350
4-inch	\$100,000
6-inch	\$208,350
8-inch	\$300,000
10-inch	\$485,000

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.