

RESOLUTION NO. 2017-002

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE WATER UTILITIES COMMUNITY FACILITIES DISTRICT (CITY OF APACHE JUNCTION, ARIZONA), PURSUANT TO A.R.S. § 48-716, ADOPTING A PROPOSED BUDGET FOR THE FISCAL YEAR BEGINNING JULY 1, 2017 AND ENDING ON JUNE 30, 2018; ADOPTING PROPOSED RATES, FEES, DEPOSITS, WATER RESOURCE ACQUISITION FEES AND CHARGES APPLICABLE FOR THE FISCAL YEAR BEGINNING JULY 1, 2017 AND ENDING ON JUNE 30, 2018; ESTABLISHING A PUBLIC HEARING ON THE PROPOSED BUDGET; AND DIRECTING DISTRICT STAFF TO SOLICIT COMMENTS FROM THE CITY OF APACHE JUNCTION ON THE PROPOSED ANNUAL BUDGET.

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE WATER UTILITIES COMMUNITY FACILITIES DISTRICT (CITY OF APACHE JUNCTION, ARIZONA), AS FOLLOWS:

SECTION I

That attached hereto and adopted as the proposed budget for the fiscal year beginning July 1, 2017 and ending June 30, 2018 is Exhibit "A", so titled.

SECTION II

That the district board shall publish notice in accordance with the provisions of A.R.S. § 48-715 for a public hearing for final budget adoption to be held on Tuesday, June 20, 2017 at 6:00 p.m. in the Apache Junction City Council Chambers, 300 E. Superstition Boulevard, Apache Junction, Arizona, 85119, and hereby directs the district clerk to take all actions necessary and required by law.

SECTION III

That the district clerk and district treasurer are hereby directed to provide a copy of this resolution with the attached proposed annual budget to the city council of the City of Apache Junction with a letter requesting the council to review the proposed annual budget and submit any written comments to this board for its assistance and information in its final adoption of the annual budget.

PASSED AND ADOPTED THIS 16TH DAY OF MAY, 2017.

JEFF SERDY
Chairman

ATTEST:

KATHLEEN CONNELLY
District Clerk

APPROVED AS TO FORM:

RICHARD J. STERN
District Attorney

"EXHIBIT A"

**WATER UTILITIES COMMUNITY FACILITIES DISTRICT
(dba APACHE JUNCTION WATER DISTRICT)
FY 2017-18 BUDGET**

<u>BUDGET SUMMARY</u>	<u>2015-16 ACTUAL</u>	<u>2016-17 BUDGET</u>	<u>2016-17 PROJECTED</u>	<u>2017-18 BUDGET</u>
RESOURCES:				
Beginning Fund Balance	\$ 5,303,243	\$ 2,653,343	\$ 1,646,519	\$ 3,015,984
Revenues	<u>8,650,947</u>	<u>4,246,000</u>	<u>6,196,790</u>	<u>4,501,500</u>
TOTAL RESOURCES	<u>\$ 13,954,190</u>	<u>\$ 6,899,343</u>	<u>\$ 7,843,309</u>	<u>\$ 7,517,484</u>
EXPENDITURES:				
Administration				
Operations	\$ 782,386	\$ 798,995	\$ 780,285	\$ 825,580
Safe Yield	-	-	-	-
Debt Service	<u>253,941</u>	<u>1,277,770</u>	<u>1,271,660</u>	<u>1,305,630</u>
Administration Total	<u>\$ 1,036,327</u>	<u>\$ 2,076,765</u>	<u>\$ 2,051,945</u>	<u>\$ 2,131,210</u>
System Operations				
Operations	1,593,795	1,744,700	1,513,975	1,612,565
Safe Yield/CAP	65,678	68,600	70,000	117,000
Contingency	-	500,000	-	500,000
Capital Outlay	<u>9,611,870</u>	<u>1,580,000</u>	<u>1,191,405</u>	<u>680,000</u>
System Operations Total	<u>\$ 11,271,343</u>	<u>\$ 3,893,300</u>	<u>\$ 2,775,380</u>	<u>\$ 2,909,565</u>
TOTAL EXPENDITURES	<u>\$ 12,307,670</u>	<u>\$ 5,970,065</u>	<u>\$ 4,827,325</u>	<u>\$ 5,040,775</u>
ENDING FUND BALANCE	\$ 1,646,519	\$ 929,278	\$ 3,015,984	\$ 2,476,709
LESS: ASSIGNMENTS	<u>\$ 1,646,519</u>	<u>\$ 929,278</u>	<u>\$ 3,015,984</u>	<u>\$ 2,476,709</u>
ENDING UNASSIGNED				
BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

FUND



APACHE JUNCTION WATER DISTRICT

300 East Superstition Boulevard, Apache Junction, Arizona 85119

Mailing Address: P.O. Box 4768, Apache Junction, Arizona 85178-0014

Phone: (480) 982-6030

Fax: (480) 288-6623

FISCAL YEAR 2017-18 **PROPOSED RATES, FEES, AND CHARGES**

(Effective for billings processed on or after October 1, 2017)

MONTHLY BASE SERVICE CHARGES INSIDE CITY LIMITS

5/8"	Service	\$	21.34	22.41
3/4"	Service	\$		31.93
1"	Service	\$	38.52	40.45
1 1/2"	Service	\$	79.62	83.60
2"	Service	\$	245.78	258.07
3"	Service	\$	333.54	350.22
4"	Service	\$	498.73	523.67
6"	Service	\$	883.05	927.20
8"	Service	\$	1,178.63	1,237.56

MONTHLY BASE SERVICE CHARGES OUTSIDE CITY LIMITS

5/8"	Service	\$	21.34	23.09
3/4"	Service	\$		31.93
1"	Service	\$	38.52	41.67
1 1/2"	Service	\$	79.62	86.14
2"	Service	\$	245.78	265.90
3"	Service	\$	333.54	360.85
4"	Service	\$	498.73	539.56
6"	Service	\$	883.05	955.34
8"	Service	\$	1,178.63	1,275.12

WATER CONSUMPTION RATE PER 1,000 GALLONS INSIDE CITY LIMITS

Up To 4,000 gallons \$ 3.88

4,001 – 10,000 gallons \$ 5.48

Over 10,000 gallons \$ 6.05

WATER CONSUMPTION RATE PER 1,000 GALLONS OUTSIDE CITY LIMITS

Up To 4,000 gallons \$ 4.00

4,001 – 10,000 gallons \$ 5.65

Over 10,000 gallons \$ 6.24

RESIDENTIAL SERVICE AND METER INSTALLATION FEES

5/8"	Meter Only	\$	111.35	115.00
	Service Installation (does not include meter)	\$	590.40	605.00
3/4"	Meter Only	\$	130.94	135.00
	Service Installation (does not include meter)	\$	590.40	605.00
1"	Meter Only	\$	185.58	190.00
	Service Installation (does not include meter)	\$	640.10	655.00
1 1/2"	Meter Only	\$	662.93	680.00
	Service Installation (does not include meter)	\$	1,230.87	1,260.00
2"	Meter Only	\$	922.75	945.00
	Service Installation (does not include meter)	\$	1,963.84	2,010.00

Meter and Service installation on services 3" through 8" are to be provided by developers.

3" and larger meters shall be installed by the Water District at cost plus 20%.

SYSTEM CONNECTION FEES

Residential

Single Family	\$	4,280.00	4,380.00
Multi-family (per dwelling unit)	\$	4,120.00	4,220.00
Manufactured Home / Recreational Vehicle (per dwelling unit/space)	\$	4,040.00	4,140.00

Nonresidential

5/8" x 3/4" Service	\$	4,280.00	4,380.00
3/4" Service	\$	4,830.00	4,950.00
1" Service	\$	5,470.00	5,600.00
1 1/2 " Service	\$	8,080.00	8,270.00
2" Service	\$	13,010.00	13,320.00
3" Service	\$	23,310.00	23,870.00
4" Service	\$	37,170.00	38,060.00
6" Service	\$	*	*
8" Service	\$	*	*

* Charges for meters larger than four inches will be based on annualized average daily demand, the net capital cost per gallon of capacity, and the customer supplied documented cost factors.

WATER RESOURCE ACQUISITION FEES

Residential

Single Family	\$	823.00
Multi-family (per dwelling unit)	\$	658.00

Nonresidential (per meter)*

5/8" and 3/4" per meter	\$	823.00
1" and 1.25" per meter	\$	1,374.00
1.5" per meter	\$	2,740.00
2" per meter	\$	4,386.00
3" per meter	\$	8,782.00
4" per meter	\$	13,720.00
6" per meter	\$	27,432.00
8" per meter	\$	43,893.00

* Charges for nonresidential meters other than those listed above are to be based on annualized average daily demand, the net capital cost per gallon of capacity, and the customer supplied documented cost factors using an *Equivalent Dwelling Unit* amount of \$823.00.

STANDPIPES

Non-Potable Central Arizona Project Standpipe

Water Rate per 1,000 Gallons	\$	2.86
Monthly Base Service Charge	\$	9.00
Account Establishment Fee	\$	25.00
Account Deposit	\$	120.00
Key Deposit	\$	40.00

Potable Water Standpipe

Water Rate per 1,000 Gallons	\$	5.48	6.05
Monthly Base Service Charge	\$		9.00
Account Establishment Fee	\$		25.00
Account Deposit	\$		120.00
Key Deposit	\$		40.00

Account deposits will be returned after 15 consecutive on time payments.
Key deposits will be returned when accounts are closed and keys returned.
No interest will accrue or be paid on customer deposits.

FIRE HYDRANT METERS

Water Rate per 1,000 Gallons	\$	6.86
Monthly Base Service Charge	\$	333.54 350.22
Account Establishment Fee	\$	25.00
Account Deposit (one month's estimated usage if greater than \$1,200)	\$	1,200.00 1,700.00
Install (includes all appropriate fittings)	\$	150.00

Account deposit will be returned when account is closed and hydrant meter and all other appurtenances are recovered in good operating condition.

No interest will accrue or be paid on customer deposits.

GENERAL SERVICE CHARGES

Account Establishment Fee (applies to all accounts)	\$	25.00
Disconnect Notice Collection Fee	\$	25.00
Reconnection Fee – After hours	\$	50.00
Meter Test 5/8" through 1" (If customer requests and meter accurate)	\$	55.00
Meter Test 1 1/2" and 2" (If customer requests and meter accurate)	\$	120.00
Meter Test 3" and above (If customer requests and meter accurate)	\$	Test Cost + 15%
Moving Water Service and Meter at Customer Request	\$	At Cost

Returned Payment Charge (plus direct collection costs such as certified mailing)	\$	32.00
Late Fee – After Due Date	\$	10.00
Same Day Service	\$	50.00
Services Installed in County Areas – Add for County Permit	\$	65.00

Account Re-Establishment Fee – the lesser of the customer's monthly base service charge since disconnection or eight (8) months monthly base service charge.

INSPECTION FEES

Waterline (Including trenching /backfill) per foot	\$	1.00
Service line	\$	25.00 each
Tapping sleeve and valve	\$	100.00 each
Fire hydrants	\$	25.00 each

PLAN REVIEW FEES

Water design report (first, second, and third review)	\$	200.00
Water design report (fourth review)	\$	75.00
First review of plans (water plans only) - per sheet	\$	100.00
Second review/ third review (water plans only)	\$	No Charge
Fourth review (water plans only) - per sheet	\$	50.00

ACCOUNT DEPOSITS

5/8" x 3/4"	Service	\$	120.00
3/4"	Service	\$	120.00
1"	Service	\$	120.00
1 1/2 "	Service	\$	200.00
2"	Service	\$	*

* 2" Service and Above - Determined by estimated monthly water usage. Deposit should equal approximately two month's average charge.

Deposits will be refunded after 15 consecutive on-time payments.

Customers who have had deposits refunded may be required to re-post a deposit if the water service has been turned off for non-payment two or more times in any consecutive twelve-month period. Any hardships caused by the re-posting of the deposit may be appealed to the Water District Director.

No interest will accrue or be paid on customer deposits.

MISCELLANEOUS PENALTIES

Cut Lock Fee	\$	50.00
Customer Breakage of Angle Meter Stop For Unauthorized Use	\$	150.00
Removal of Water Meter to Prevent Unauthorized Use of Water	\$	150.00
Service Call for Follow up on Unauthorized Use of Water (each trip)	\$	25.00

COPYING CHARGES

Customer Supplied Originals (per sheet)	\$	0.15
Non Commercial (per sheet)	\$	0.25
Commercial (per sheet)	\$	0.50
Complete Copies of Budget or Comprehensive Financial Reports	\$	7.50

All appropriate State and Local taxes will be assessed on the above charges