

RESOLUTION NO. 2016-005

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, 2016 AND ENDING ON JUNE 30, 2017; ADOPTING PROPOSED RATES, FEES, DEPOSITS, WATER RESOURCE ACQUISITION FEES AND CHARGES APPLICABLE FOR THE FISCAL YEAR BEGINNING JULY 1, 2016 AND ENDING ON JUNE 30, 2017; 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, 2016 and ending June 30, 2017 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 21, 2016 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 _____ DAY OF _____, 2016.

JOHN S. INSALACO
Chairman

ATTEST:

KATHLEEN CONNELLY
District Clerk

APPROVED AS TO FORM:

R. Joel Stern
District Attorney

"EXHIBIT A"

WATER UTILITIES COMMUNITY FACILITIES DISTRICT (dba APACHE JUNCTION WATER DISTRICT) FY 2016-17 BUDGET

	2014-15	2015-16	2015-16	2016-17
	ACTUAL	BUDGET	PROJECTED	DISTRICT TREASURER PROPOSED
<u>BUDGET SUMMARY</u>				
RESOURCES:				
<u>Beginning Fund Balance</u>				
Total Fund Balance	\$ 6,997,369	\$ 4,664,125	\$ 5,034,603	\$ 2,653,343
Revenues	7,581,187	10,132,500	10,060,975	4,246,000
TOTAL RESOURCES	\$ 14,578,556	\$ 14,796,625	\$ 15,095,578	\$ 6,899,343
EXPENDITURES:				
Administration				
Operations	\$ 736,606	\$ 768,995	\$ 768,725	\$ 798,995
Safe Yield	8,212	175,000	-	-
Debt Service	2,703,183	1,262,075	1,162,110	1,277,770
Administration Total	3,448,001	2,206,070	1,930,835	2,076,765
System Operations (formerly Plant)				
Operations	4,433,838	1,609,885	1,540,720	1,744,700
Safe Yield/CAP	64,210	53,050	65,680	68,600
Contingency	-	500,000	-	500,000
Capital Outlay	1,597,904	10,196,510	8,905,000	1,580,000
Plant Total	6,095,952	12,359,445	10,511,400	3,893,300
TOTAL EXPENDITURES	\$ 9,543,953	\$ 14,565,515	\$ 12,442,235	\$ 5,970,065
ENDING FUND BALANCE	\$ 5,034,603	\$ 231,110	\$ 2,653,343	\$ 929,278
LESS: Assignments				
<u>Capital Facilities Fees</u>				
From Revenues	66,286	-	7,670	78,000
From Fund Balance	153,355	-	-	7,670
Funded Depreciation	3,053,502	231,110	2,475,967	843,608
City Development Agreement	191,138	-	-	-
Land Sale Proceeds	1,049,866	-	169,706	-
ENDING UNASSIGNED FUND BALANCE	\$ 520,456	\$ -	\$ -	\$ -



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 2016-17 PROPOSED RATES, FEES, AND CHARGES

(Effective for billings processed on or after October 1, 2016)

MONTHLY BASE SERVICE CHARGES

5/8" x 3/4"	Service	\$	21.34
3/4"	Service	\$	31.93
1"	Service	\$	38.52
1 1/2"	Service	\$	79.62
2"	Service	\$	245.78
3"	Service	\$	333.54
4"	Service	\$	498.73
6"	Service	\$	883.05
8"	Service	\$	1,178.63

WATER CONSUMPTION RATE PER 1,000 GALLONS

Up To 4,000 gallons \$ 3.88

4,001 – 10,000 gallons \$ 5.48

Over 10,000 gallons \$ 6.05

RESIDENTIAL SERVICE AND METER INSTALLATION FEES

5/8" x 3/4"	Meter Only	\$	111.35
	Service Installation (does not include meter)	\$	590.40
3/4"	Meter Only	\$	130.94
	Service Installation (does not include meter)	\$	590.40
1"	Meter Only	\$	185.58
	Service Installation (does not include meter)	\$	640.10
1 1/2"	Meter Only	\$	662.93
	Service Installation (does not include meter)	\$	1,230.87
2"	Meter Only	\$	922.75
	Service Installation (does not include meter)	\$	1,963.84

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

Meters and Services must be installed to District Standards. If the District is required to provide meters larger than 2", they will be at cost plus 20%.

SYSTEM CONNECTION FEES

<u>Residential</u>			
Single Family		\$	4,280.00
Multi-family (per dwelling unit)		\$	4,120.00
Manufactured Home / Recreational Vehicle (per dwelling unit/space)		\$	4,040.00
<u>Nonresidential</u>			
5/8" x 3/4"	Service	\$	4,280.00
3/4"	Service	\$	4,830.00
1"	Service	\$	5,470.00
1 1/2"	Service	\$	8,080.00
2"	Service	\$	13,010.00
3"	Service	\$	23,310.00
4"	Service	\$	37,170.00
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.

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WATER RESOURCE ACQUISITION FEES

<u>Residential</u>			
Single Family		\$	823.00
Multi-family (per dwelling unit)		\$	658.00
<u>Nonresidential (per meter)*</u>			
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.

STANDPIPESNon-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
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
Account Establishment Fee	\$	25.00
Account Deposit (one month's estimated usage if greater than \$1,200)	\$	1,200.00
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

(continued)

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	\$	300.00
3" Service and Above - Determined by estimated monthly water usage. Deposit should equal approximately one month's average charge.		

Residential deposits up to 1 inch meters 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 District Manager.

Services metered by 2 inch and larger meters will have deposits returned after 15 consecutive on time payments, upon providing the District with a surety bond equal to 2 months average billing.

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)	\$.15
Non Commercial (per sheet)	\$.25
Commercial (per sheet)	\$.50
Complete Copies of Budget or Comprehensive Financial Reports	\$	7.50

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