CONSTRUCTION FEE RESOLUTION FOR COUNTRY ROAD & 143RD AVENUE WATER TRANSMISSION MAIN EXTENSION LOW LEVEL – OVERSIZE PROJECT NO. 14-2174

WHEREAS, Section 13.04.190 of the Rapid City Municipal Code (RCMC) authorizes the City Council to require properties benefited by the construction of water pipes or mains to pay their proportionate share of the cost to construct such water pipe or main prior to being allowed to connect to the City’s water utility; and

WHEREAS, 12” and 16” water mains were extended in 143rd Avenue and Country Road, per City Project No. 14-2174; and

WHEREAS, the City’s total cost of constructing the water mains were $1,842,673.45; of which $379,040.47 is for the 12” and 16” oversize cost included in this construction fee and

WHEREAS, the City’s engineering staff has identified the total area that will benefit from construction of this water main, as shown on Exhibit A, which has been attached hereto and incorporated herein; and

WHEREAS, the City’s Public Works Director is recommending the cost to construct this main be paid by the properties which will benefit from its construction prior to such properties being served by the City’s water utility; and

WHEREAS, the City’s Public Works Director is recommending the construction fees be apportioned to the benefiting area shown on Exhibit A, based on the benefits that accrue to such property, and as such, should be established on a per-acre basis; and

WHEREAS, the City Council, having considered the recommendation of the City’s Public Works Director and having made such investigation as it finds necessary, determines that it is in the best interests of the City and its water utility that the owners of properties within the benefiting area should pay their proportionate share of the cost to construct this project on a per-acre basis.

NOW THEREFORE, BE IT RESOLVED, by the City of Rapid City, that prior to being allowed to connect to the City’s water system, the owners of property in the benefiting area shown in Exhibit A shall be required to pay a proportionate share of the cost of constructing the 12” and 16” water mains shown in City Project No. 14-2174; and

BE IT FURTHER RESOLVED that the owners of the property shown on Exhibit A shall pay $409.59 per acre to connect to the City’s water utility; and

BE IT FURTHER RESOLVED that all construction fees collected as established herein shall be split between the Utility Support Fund and the Water Enterprise Fund, on a ratio of 36% to be paid to the Utility Support Fund and 64% to be paid to the Water Enterprise Fund; and
BE IT FURTHER RESOLVED that such utility construction fees shall remain in effect until such time as the balance of the project costs totaling $379,040.47 has been collected, or until all benefiting properties have connected to City water, at which time this Resolution and the utility construction fee shall automatically expire.

Dated this ____ day of ________________, 2017

CITY OF RAPID CITY

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    Mayor

ATTEST:

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    Finance Officer

(SEAL)