

RESOLUTION R2023-XX

A RESOLUTION AMENDING ORDINANCE #14,121714-1 INCREASING WATER RATES

- WHEREAS, Virgin Town has been in need of an additional water tank on the East side of Town for years due to low water pressure there;
- WHEREAS, The Division of Drinking Water within the Department of Environmental Quality of the State of Utah authorized a loan of \$3,070,489.00 to Virgin Town for construction of a 500,000 gallon water tank on the East side of Virgin Town;
- WHEREAS, Virgin Town has been granted principal forgiveness of \$930,489.00 leaving an amount of \$2,140,000.00 to be repaid of a period of 30 years;
- WHEREAS, The Division of Drinking Water has reviewed Virgin Town’s water rates that Virgin Town charges its customers and requires Virgin Town to increase it water rates to cover the annual loan payment, operations and maintenance costs, debt service, and the creation of a reserve fund;
- WHEREAS, Virgin Town desires to increase its water rates in order to construct this additional water tank and to cover the costs of required by the Division of Drinking Water;

NOW, THEREFORE, in order to provide for the welfare of Virgin Town and it present and future inhabitants and businesses, be it ordained by the Town Council of Virgin as follows:

A. These Virgin Town Water Rates will take effect January 1, 2024:

|                                | Current Rate | Increase | New Rate |
|--------------------------------|--------------|----------|----------|
| 1. Residential Water Base Rate | \$55.00      | \$5.00   | \$60.00  |
| 2. Commercial Water Base Rate  | \$90.00      | \$30.00  | \$120.00 |
| 3. Standby Water Rate          | \$22.00      | \$8.00   | \$30.00  |

PASSED BY THE VIRGIN TOWN COUNCIL AND APPROVED BY THE MAYOR OF THE VIRGIN, UTAH THIS 20TH DAY OF NOVEMBER 2023, WITH A ROLL CALL VOTE AS FOLLOWS:

|                                     |          |          |
|-------------------------------------|----------|----------|
| Gene Garate, Town Council Member    | Aye_____ | Nay_____ |
| Leroy Thompson, Town Council Member | Aye_____ | Nay_____ |
| Mistie Baird, Town Council Member   | Aye_____ | Nay_____ |
| Paul Luwe, Town Council Member      | Aye_____ | Nay_____ |
| Jean Krause, Mayor                  | Aye_____ | Nay_____ |

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Jean M. Krause, Mayor

ATTEST:

\_\_\_\_\_  
Krystal Percival, Town Clerk