## GALLATIN GATEWAY COUNTY WATER & SEWER DISTRICT RESOLUTION NO. 2016-04

A RESOLUTION OF THE GALLATIN GATEWAY COUNTY WATER AND SEWER DISTRICT, PROVIDING FOR ESTABLISHING RATES AND CHARGES FOR THE DISTRICT'S WASTEWATER SYSTEM AND ESTABLISHING THE METHOD OF CHARGING FOR MONTHLY WASTEWATER USAGE.

WHEREAS, on September 7, 2016, the Gallatin Gateway County Water and Sewer District (the "District") passed its Resolution 2016-03 which was a resolution calling for a public hearing on September 20, 2016 to consider adopting a resolution that establishes new wastewater rates; and

WHEREAS, the District Secretary caused a notice of such hearing to be published in the Bozeman Daily Chronicle once a week for two weeks prior to the hearing; and

WHEREAS, a notice of said hearing was so published on September 9th and 16th and mailed first class postage prepaid to all property owners in the District. The notice also contained an estimate of the amount of the customer's average monthly bill for wastewater services; and

WHEREAS, a hearing was held on September 20, 2016 at the Gallatin Gateway Community Center to consider the above mentioned monthly wastewater rates; and

WHEREAS, the District Board considered all comments received concerning the proposed rate increase and has addressed the comments as indicated in the Minutes of the Public Hearing.

## NOW, THEREFORE BE IT RESOLVED BY THE GALLATIN GATEWAY COUNTY WATER AND SEWER DISTRICT, as follows:

- Section 1. New Rates. The new wastewater rate structure and wastewater rates for the District are as follows:
  - 1. New Rates. The expenses of operating and maintaining the new wastewater collection and transportation system and paying Four Corners County Water and Sewer District for treatment and disposal services will be paid by a new Wastewater OM&R Charge per month of \$36.10 multiplied by the Volume Ratio Unit ("VRU") factor listed on Appendix B of the District's Rules and Regulations for the various types of property. For example, a single family residence with two or fewer bedrooms will be charged \$36.10 per month (\$36.10 times 1.0 VRU) for the Wastewater OM&R Charge. The repayments on the District's \$863,000 Series A Revenue Bond and the District \$310,000 Series C Revenue Bond and the funding of the reserves and coverage

requirement will be paid by a new Wastewater Facility R&R Charge of \$33.20 per month multiplied by the VRU factor listed on Appendix B of the District's Rules and Regulations for the various types of property. A single family residence with two or fewer bedrooms will be charged \$33.20 per month (\$33.20 times 1.0 VRU) for the Wastewater Facility R&R Charge. Therefore, the combined monthly charges for a single family residence with two or fewer bedrooms will be \$69.30 (\$36.10 for the Wastewater OM&R charge and \$33.20 for the Wastewater Facility R&R charge).

Section 2. <u>Series B Bond Special Assessments Collected Separately</u>. The District also intends to issue a \$787,000 Special Assessment Bond, which will not be part of the monthly charges but will be payable through special assessments against properties in the District that are collected with County taxes.

Section 3. <u>Effective Date of New Rates and Charges</u>. The new rates and charges will go into effect upon completion of the wastewater project, which is anticipated to be by August 2017. Notice of the start of the new charges will be provided in writing to each property owner in the District. Subsequent adjustments to the rates will be made by resolution of the Board duly adopted after a public hearing with notice thereof given as provided by law. The Board will, pursuant to Section 7-13-2301(2) MCA, annually review the sewer system rates and charges.

Passed and approved this 20th day of September, 2016.

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Attest Walle (NU L., Distric	et Secretary	
The Resolution was mo seconded by Board Member	oved for passage by Board Member KROON . The Board voted a	er <u>Surruant</u> and as follows:
FOR	AGAINST	ABSTAIN
SULLIVAN		-
AMENIS		
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