

**RESOLUTION NO. 08-037**

**A RESOLUTION OF THE MAYOR AND CITY COUNCIL OF THE CITY OF SAFFORD AMENDING THE RATE STRUCTURES FOR THE PROVISION OF WATER, WASTEWATER AND SOLID WASTE SERVICES THAT WAS ADOPTED NOVEMBER 13, 2006 .**

**WHEREAS**, The City of Safford owns and operates water, wastewater and solid waste systems; and,

**WHEREAS**, The City desires that customer revenues support all current and projected operational and capital expenses of the systems; and,

**WHEREAS**, The City has caused to be conducted a report known as the "Water, Wastewater and Solid Waste Rate Study and Long-Term Financial Plan" prepared by "economists.com;" concerning the costs attendant with the systems and finds the report to be well founded and applicable to the City's circumstances, and a copy of the same is on file with the City Clerk; and,

**WHEREAS**, The City Council conducted a public hearing concerning the proposals for new rates structures on 23 October 2006 and adopted Resolution No. 06-060; and,

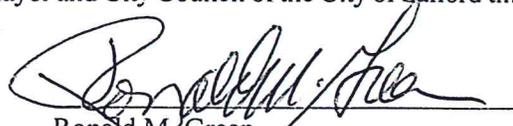
**WHEREAS**, *Arizona Revised Statutes* §9-511.01 and the *City of Safford Municipal Code* §13.04.140 authorize the City Council to set rates for utility services by resolution; and,

**WHEREAS**, *Arizona Revised Statutes* §9-511.01 permits the City to adopt a lesser rate increase following the public hearing on the rate increase; and,

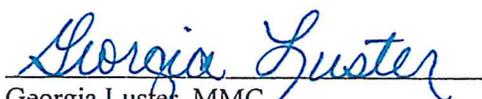
**NOW THEREFORE BE IT RESOLVED**, by the Mayor and City Council of the City of Safford that water, wastewater and solid waste utility rates adopted and approved pursuant to Resolution No. 06-060 are hereby amended as follows:

1. Rates for water, wastewater and solid waste services are effective July 1, 2008 as listed in Exhibits A, B and C, respectively, all as attached and incorporated herein.
2. All previous resolutions, rules and regulations previously adopted concerning procedures, fees, surcharges and multipliers as presently constituted and which can be applied consistently with the new rates, are hereby affirmed.

**PASSED, ADOPTED, AND APPROVED** by the Mayor and City Council of the City of Safford this 4<sup>th</sup> day of August, 2008.

  
Ronald M. Green  
Mayor

ATTEST:

  
Georgia Luster, MMC  
City Clerk

APPROVED AS TO FORM:

  
William J. Sims  
Interim City Attorney

**City of Safford**

**Water Rates Table**

Based on Economist.com 2006 Rate Study Recommendation Alternative # 3 - page 12-13

Revised Effective July 1, 2008

Resolution # 08-037

Exhibit A

	Current	Effective Jan -2007	Effective Jul -2007	Effective Jul -2008	Effective Jul - 2009	Effective Jul -2010	Effective Jul -2011	Effective Jul -2012	Effective Jul -2013	Effective Jul -2014	Effective Jul -2015
<b>Residential and Commercial - Inside City</b>											
Percent		0.00%	7.50%	5.00%	3.00%	0.00%	0.00%	5.00%	5.00%	5.00%	5.00%
Base 3/4" Meter	\$16.49	\$16.49	\$17.73	\$18.62	\$19.18	\$19.18	\$19.18	\$20.14	\$21.15	\$22.21	\$23.32
1" or 1 1/4" Meter	\$18.99	\$18.99	\$20.41	\$21.43	\$22.08	\$22.08	\$22.08	\$23.18	\$24.34	\$25.56	\$26.84
1 1/2 " Meter	\$23.59	\$23.59	\$25.36	\$26.63	\$27.43	\$27.43	\$27.43	\$28.80	\$30.24	\$31.75	\$33.34
2" Meter	\$33.48	\$33.48	\$35.99	\$37.79	\$38.92	\$38.92	\$38.92	\$40.87	\$42.91	\$45.06	\$47.31
3 " Meter	\$58.16	\$58.16	\$62.52	\$65.65	\$67.62	\$67.62	\$67.62	\$71.00	\$74.55	\$78.28	\$82.19
4 " Meter	\$71.75	\$71.75	\$77.13	\$80.99	\$83.42	\$83.42	\$83.42	\$87.59	\$91.97	\$96.57	\$101.39
6 " Meter	\$106.23	\$106.23	\$114.20	\$119.91	\$123.50	\$123.50	\$123.50	\$129.68	\$136.16	\$142.97	\$150.12
8 " Meter	\$147.40	\$147.40	\$158.46	\$166.38	\$171.37	\$171.37	\$171.37	\$179.94	\$188.93	\$198.38	\$208.30
<b>Per 1,000</b>											
0 - 10,000	\$1.06	\$1.06	\$1.14	\$1.20	\$1.24	\$1.24	\$1.24	\$1.30	\$1.37	\$1.44	\$1.51
10,001 - 20,000	\$1.17	\$1.33	\$1.43	\$1.50	\$1.55	\$1.55	\$1.55	\$1.63	\$1.71	\$1.80	\$1.89
20,001 - above	\$1.29	\$1.66	\$1.78	\$1.88	\$1.94	\$1.94	\$1.94	\$2.03	\$2.14	\$2.25	\$2.36
<b>Metered Construction (fire hydrant) - Inside City</b>											
Base	\$30.00	\$30.00	\$32.25	\$33.86	\$34.88	\$34.88	\$34.88	\$36.62	\$38.45	\$40.38	\$42.39
<b>Per 1,000 - All Usage</b>	\$1.92	\$1.92	\$2.06	\$2.17	\$2.23	\$2.23	\$2.23	\$2.34	\$2.46	\$2.58	\$2.71
<b>Resale Industrial - Inside City (Water used in Product - example Ice Plant or Soft Drink Plant)</b>											
Percent		0.00%	7.50%	5.00%	3.00%	0.00%	0.00%	5.00%	5.00%	5.00%	5.00%
2" Meter	\$33.48	\$33.48	\$35.99	\$37.79	\$38.92	\$38.92	\$38.92	\$40.87	\$42.91	\$45.06	\$47.31
3 " Meter	\$58.16	\$58.16	\$62.52	\$65.65	\$67.62	\$67.62	\$67.62	\$71.00	\$74.55	\$78.28	\$82.19
4 " Meter	\$71.75	\$71.75	\$77.13	\$80.99	\$83.42	\$83.42	\$83.42	\$87.59	\$91.97	\$96.57	\$101.39
6 " Meter	\$106.23	\$106.23	\$114.20	\$119.91	\$123.50	\$123.50	\$123.50	\$129.68	\$136.16	\$142.97	\$150.12
<b>Per 1,000 - All Usage</b>	\$1.06	\$1.06	\$1.14	\$1.20	\$1.24	\$1.24	\$1.24	\$1.30	\$1.37	\$1.44	\$1.51
<b>Residential &amp; Commercial - Outside City</b>											
Percent above City Rate		25%	25%	25%	25%	50%	50%	50%	50%	50%	50%
Base 3/4" Meter	\$16.49	\$20.61	\$22.16	\$23.28	\$23.98	\$28.77	\$28.77	\$30.21	\$31.73	\$33.32	\$34.98
.1" or 1 1/4" Meter	\$18.99	\$23.74	\$25.52	\$26.79	\$27.60	\$33.12	\$33.12	\$34.77	\$36.51	\$38.34	\$40.25
1 1/2 " Meter	\$23.59	\$29.49	\$31.70	\$33.28	\$34.28	\$41.14	\$41.14	\$43.20	\$45.36	\$47.62	\$50.00
2" Meter	\$33.48	\$41.85	\$44.99	\$47.24	\$48.66	\$58.39	\$58.39	\$61.31	\$64.37	\$67.59	\$70.97
3 " Meter	\$58.16	\$72.70	\$78.15	\$82.06	\$84.52	\$101.43	\$101.43	\$106.50	\$111.82	\$117.41	\$123.28
4 " Meter	\$71.75	\$89.69	\$96.41	\$101.23	\$104.27	\$125.13	\$125.13	\$131.38	\$137.95	\$144.85	\$152.09
6 " Meter	\$106.23	\$132.79	\$142.75	\$149.88	\$154.38	\$185.26	\$185.26	\$194.52	\$204.25	\$214.46	\$225.18
8 " Meter	\$147.40	\$184.25	\$198.07	\$207.97	\$214.21	\$257.05	\$257.05	\$269.91	\$283.40	\$297.57	\$312.45
<b>Per 1,000</b>											
0 - 10,000	\$1.06	\$1.33	\$1.43	\$1.50	\$1.55	\$1.86	\$1.86	\$1.95	\$2.06	\$2.16	\$2.27
10,001 - 20,000	\$1.17	\$1.66	\$1.78	\$1.88	\$1.94	\$2.33	\$2.33	\$2.44	\$2.57	\$2.70	\$2.83
20,001 - above	\$1.29	\$2.07	\$2.23	\$2.34	\$2.42	\$2.91	\$2.91	\$3.05	\$3.21	\$3.38	\$3.54
<b>Metered Construction (fire hydrant) - Outside City</b>											
Base	\$30.00	\$37.50	\$40.31	\$42.33	\$43.60	\$52.32	\$52.32	\$54.93	\$57.68	\$60.56	\$63.59
<b>Per 1,000 - All Usage</b>	\$1.92	\$2.40	\$2.58	\$2.71	\$2.79	\$3.35	\$3.35	\$3.52	\$3.69	\$3.88	\$4.07

**City of Safford**

**WasteWater Rates Table**

Based on Economist.com 2006 Rate Study Recommendation page 9

Revised Effective July 1, 2008

Resolution # 08-037

Exhibit B

	Current	Effective Jan -2007	Effective Jul -2007	Effective Jul -2008	Effective Jul - 2009	Effective Jul -2010	Effective Jul -2011	Effective Jul -2012	Effective Jul -2013	Effective Jul -2014	Effective Jul -2015
<b>Residential - Inside City</b>											
Percent		25%	25%	10%	10%	3%	3%	3%	3%	3%	3%
Base (includes 7,200 gal)	\$23.73	\$29.66	\$37.08	\$40.79	\$44.87	\$46.22	\$47.61	\$49.04	\$50.51	\$52.03	\$53.59
Per 1000 > 7,200 gal base	\$3.41	\$4.26	\$5.33	\$5.86	\$6.45	\$6.64	\$6.84	\$7.05	\$7.26	\$7.48	\$7.70
Winter Irrigation Rate	\$36.50	\$45.63	\$57.04	\$62.74	\$69.01	\$71.08	\$73.21	\$75.41	\$77.67	\$80.00	\$82.40
<b>Residential - Outside City</b>											
Percent		25%	25%	10%	10%	3%	3%	3%	3%	3%	3%
Base (includes 7,200 gal)	\$35.59	\$44.49	\$55.61	\$61.17	\$67.29	\$69.31	\$71.39	\$73.53	\$75.74	\$78.01	\$80.35
Per 1000 > 7,200 gal base	\$3.41	\$4.26	\$5.33	\$5.86	\$6.45	\$6.64	\$6.84	\$7.05	\$7.26	\$7.48	\$7.70
Winter Irrigation Rate	\$54.75	\$68.44	\$85.55	\$94.11	\$103.52	\$106.63	\$109.83	\$113.12	\$116.51	\$120.01	\$123.61
<b>Commercial</b>											
Percent		25%	25%	10%	10%	3%	3%	3%	3%	3%	3%
Base (includes 7,200 gal)	\$23.73	\$29.66	\$37.08	\$40.79	\$44.87	\$46.22	\$47.61	\$49.04	\$50.51	\$52.03	\$53.59
Per 1000 > 7,200 gal base	\$3.41	\$4.26	\$5.33	\$5.86	\$6.45	\$6.64	\$6.84	\$7.05	\$7.26	\$7.48	\$7.70
Commercial Strength factors will remain capped @1.5 as per Resolution 00-020											
<b>Liquid Waste Hauler</b>											
Percent		25%	25%	10%	10%	3%	3%	3%	3%	3%	3%
Quantity Charge per 1,000 gal	\$31.00	\$38.75	\$48.44	\$53.28	\$58.61	\$60.37	\$62.18	\$64.05	\$65.97	\$67.95	\$69.99

**City of Safford**

**Solid Waste Rates Table**

Based on Economist.com 2006 Rate Study Recommendation page 16-17

Revised Effective July 1, 2008

Resolution # 08-037

Exhibit C

	Current	Effective Jan -2007	Effective Jul -2007	Effective Jul -2008	Effective Jul - 2009	Effective Jul -2010	Effective Jul -2011	Effective Jul -2012	Effective Jul -2013	Effective Jul -2014	Effective Jul -2015
<b>Residential - Full Service</b>											
Percent		18.10%	2.90%	3.00%	0.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%
Monthly charge	\$13.00	\$15.35	\$15.80	\$16.27	\$16.27	\$16.76	\$17.26	\$17.78	\$18.31	\$18.86	\$19.43
<b>Residential - Limited Service</b>											
Monthly charge	\$9.85	\$15.35	This class of service no longer exists under the new rates								
<b>Bulky Trash</b>											
Percent		10.00%	3.00%	3.00%	0.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%
Volume Charge per CY	\$7.50	\$8.25	\$8.50	\$8.76	\$8.76	\$9.02	\$9.29	\$9.57	\$9.86	\$10.16	\$10.46
<b>Commercial</b>											
Percent		10.10%	3.10%	3.00%	0.00%	3.10%	3.00%	3.00%	3.00%	3.00%	3.00%
Monthly charge	\$13.00	\$14.31	\$14.75	\$15.19	\$15.19	\$15.66	\$16.13	\$16.61	\$17.11	\$17.62	\$18.15
Volume Charge per CY	\$2.85	\$3.14	\$3.24	\$3.34	\$3.34	\$3.44	\$3.54	\$3.65	\$3.76	\$3.87	\$3.99

Budgeted 08-09

	Water	WasteWater	Combined
Projected Resources	\$5,662,091	\$3,282,707	\$8,944,798
Projected Non Debt Expenditure	\$4,872,275	\$2,141,063	\$7,013,338
Available For Debt Service	<b>\$789,816</b>	<b>\$1,141,644</b>	<b>\$1,931,460</b>
Budgeted Debt Service	\$625,000	\$950,000	\$1,575,000
Reserves	\$164,816	\$191,644	\$356,460
Ratio	126.37%	120.17%	122.63%

Revisions 08-09

	Water	WasteWater	Combined
Projected Resources	\$5,662,091	\$3,282,707	\$8,944,798
Adjustments resources	(\$111,463)	(\$261,059)	
New Resources	\$5,550,628	\$3,021,648	
Projected Non Debt Expenditure	\$4,872,275	\$2,141,063	\$7,013,338
Expenditure Adjustments	(\$100,000)	\$0	
New Non Debt Expenditure	\$4,772,275	\$2,141,063	
Available For Debt Service	<b>\$778,353</b>	<b>\$880,585</b>	<b>\$1,658,938</b>
Required Debt Service	\$400,000	\$950,000	\$1,350,000
Reserves	\$378,353	(\$69,415)	\$308,938
Ratio	194.59%	92.69%	122.88%

Expenditure Adjustments  
 Move Capital to Impact fees 100000

Funds Currently Support