## RESOLUTION NO.

A RESOLUTION TO APPROVE THE FORM OF THE WATER SERVICE AGREEMENT FOR IMPROVEMENT AND SERVICE DISTRICTS AND OTHER WATER SYSTEMS WITHIN THE DESIGNATED SERVICE AREA AROUND THE CITY OF GILLETTE AND A WHOLESALE WATER RATE

WHEREAS, the CITY and Campbell County, Wyoming have entered into a Joint Powers Agreement, hereinafter JPA, to develop a regional system, the Gillette Regional Water Supply System (the Project) for water supply from new wells in the Madison aquifer to furnish water to Wholesale Customers including the City of Gillette and rural water districts and subdivisions within a service area identified in the JPA.

WHEREAS, the JPA provides that Monthly rates calculated for the Project's wholesale supply shall be developed by the City.

WHEREAS, the JPA provides that each Wholesale Customer shall enter into a Water Service Agreement (WSA) with the City prior to receiving supply from the Project.

WHEREAS, the JPA established a Regional Water Panel (Panel) to execute certain specified provisions within this JPA including the review of the City's proposed Wholesale rate.

WHEREAS, the JPA provides that if the Panel accepts the proposal, the City shall adopt and enact the rates according to its appropriate legislative action.

WHEREAS, the Panel has approved the Wholesale rate submitted by the City.

IT IS RESOLVED BY THE GOVERNING BODY OF THE CITY OF GILLETTE, WYOMING:

SECTION ONE. The Wholesale rate for water supplied by the Project, the Gillette Regional Water Supply System, when it is completed and production increases significantly will be as follows:

A. <u>Year-Round Rate</u>. This rate applies to wholesale customers who are constantly connected to the City's water supply and take water throughout the year. The rate is the sum of two parts, a fixed monthly charge and a usage charge.

(i) Fixed Charge - \$6.50 per individual connection per month.

(ii) Usage charge - \$3.01 per thousand gallons.

B. <u>Intermittent Rate</u>. This rate applies to wholesale customers who are not constantly connected to the water supply. The rate is the sum of two parts, a fixed monthly maintenance charge for the water system and a usage charge.

(i) Maintenance Charge - \$5.00 per individual connection per month.

(ii) Usage charge - \$6.03 per thousand gallons.

SECTION TWO. The City Attorney is directed to prepare an ordinance to amend the Gillette City Code to approve this Wholesale rate, at the next regular meeting of the Governing Body.

SECTION THREE. The form of the Water Service Agreement, which is attached hereto and is marked WSA – Final 10-2-2014.docx, is approved for use with Wholesale water customers according to the JPA. Minor language changes satisfactory to the Director of Utilities, that do not change the intent of the WSA, may be made as necessary.

PASSED, APPROVED AND ADOPTED this \_\_\_\_\_ day of \_\_\_\_\_, 2014.

John Opseth, Mayor

(SEAL) ATTEST:

Karlene Abelseth, City Clerk