

1 **RESOLUTION NO. 3098**

2 **RESOLUTION OF INTENTION OF THE CITY OF GLASGOW, MONTANA TO**
3 **MODIFY THE BASIS ON WHICH WATER CHARGES ARE IMPOSED AND TO**
4 **INCREASE RATES FOR THE USERS OF THE SYSTEM**

5 WHEREAS, under section 69-7-101, Montana Code Annotated, the City has the power
6 and authority to regulate, establish, and change, as it considers proper rates, charges, and
7 classifications imposed for utility services to its inhabitants and other persons served by the
8 municipal systems. Rates, charges, and classifications must be reasonable and just; and

9 WHEREAS, it will be necessary for the City to collect sufficient revenues to pay the
10 costs associated with upgrading and the operation and maintenance of the System; and

11 WHEREAS, pursuant to Section 69-7-111, Montana Code Annotated, the Council shall
12 order a public hearing prior to the passage or enactment of an ordinance or resolution imposing,
13 establishing, changing or increasing rates, fees, or charges for services or facilities.

14 NOW, THEREFORE, BE IT RESOLVED by the City Council (the "council") of the City
15 as follows:

16 Section 1. Intent to Change the Method of Assessing Water User Charges, Which Will
17 Result in an Increase for Certain Users. It is the intent of the City to modify the basis on which
18 charges for the users of the System are imposed, which will result in a rate increase for users of
19 the System as set forth herein.

20 Section 2. Current Rate System. A ¾ inch service is the standard service for single
21 family residential users. The following table shows the monthly cost for each size service.

<u>Line/Meter Size</u>	<u>Base Rate</u>	<u>Multiplier</u>	<u>Total Cost</u>
Residential ¾"	\$ 28.15	1.0	\$ 28.15
Commercial ¾"	\$ 28.15	1.0	\$ 28.15
Commercial 1"	\$ 28.15	1.0	\$ 28.15
Commercial 1 ¼"	\$ 42.23	1.5	\$ 42.23
Commercial 1 ½"	\$ 42.23	1.5	\$ 42.23
Commercial 2"	\$ 56.31	2.0	\$ 56.31
Commercial 3"	\$ 56.31	2.0	\$ 56.31

22 2.01 Charge Based on Gallons Used. An additional charge based on a rate of \$1.78 per
23 one thousand gallons (1,000) of water used will be assessed for each meter or connection on a
24 monthly basis. The Council may from time to time increase the rates and charges in accordance
25 with Sections 4 and 5.

26 2.02 Base Rate Charge. A ¾" service is the standard service for single family
27 residential users. The following table shows the annual 2% increase on the base rate for each
28 size of service:

Line/Meter Size	Oct. 2021-Sept. 2022	Oct. 2022-Sept. 2023	Oct. 2023-Sept. 2024	Oct. 2024-Sept. 2025	Oct. 2025-Sept. 2026	Oct. 2026-Sept. 2027
Residential 3/4"	\$28.15	\$28.71	\$29.29	\$29.87	\$30.47	\$31.08
Commercial 3/4"	\$28.15	\$28.71	\$29.29	\$29.87	\$30.47	\$31.08
Commercial 1"	\$28.15	\$28.71	\$29.29	\$29.87	\$30.47	\$31.08
Commercial 1 1/4"	\$42.23	\$43.07	\$43.94	\$44.81	\$45.71	\$46.63
Commercial 1 1/2"	\$42.23	\$43.07	\$43.94	\$44.81	\$45.71	\$46.63
Commercial 2"	\$56.31	\$57.44	\$58.58	\$59.76	\$60.95	\$62.17
Commercial 3"	\$56.31	\$57.44	\$58.58	\$59.76	\$60.95	\$62.17

2.03 Charge Based on Gallons Used. An additional charge based on a rate of \$1.78 per one thousand gallons (1,000) of water used will be assessed for each meter or connection on a monthly basis. The Council may from time to time increase the rates and charges in accordance with Sections 4 and 5.

Section 3. Subject to minimum meter charge. Once city water service to a lot or parcel of real property has been established in accordance with applicable city ordinances, resolutions, regulations, and procedures, the real property owner shall pay the monthly minimum base rate set by the city, which shall be payable twelve (12) months of the year.

Section 4. Determination of Annual Budget for System. At least once each year the City Council shall determine the amount of money needed to pay the costs of the System, including, but not limited to: (a) the payment of the reasonable expense of operation and maintenance of the System; (b) administration of the System; and (c) the establishment or maintenance of any required reserves, including reserves needed for expenditures for depreciation and replacement of facilities, as may be determined necessary from time to time by the Council. Based on the annual needs of the System, the Council will establish monthly charges for the use of the System.

Section 5. Further Rate Increases. Subsequent adjustments to the rates and charges for the use of the System will be made by a resolution of the Council duly adopted after a public hearing with notice thereof given as provided by law.

Section 6. Public Hearing. A public hearing on the rate increase will be held on July 5, 2022, commencing at 4:30 p.m., in the City Council Chambers, 319 3rd Street South, Glasgow, Montana.

Section 7. Notice. The City Clerk-Treasurer is hereby authorized and directed to publish or cause to be published a copy of a notice of the passage of this resolution in the Glasgow

1 Courier, a newspaper of general circulation in the City, on June 15, 2022, June 22, 2022, and
2 June 29, 2022 by law, and to mail or cause to be mailed a copy of said notice to all persons who
3 own property in the City and to all customers of the City at least 7 days and not more than 30
4 days prior to the public hearing.

5 PASSED AND APPROVED THIS 6 day of June ~~2021~~, ²⁰²²

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8 ROD KARST, MAYOR

9 ATTEST:

10 Stacey A. Amundson
11 STACEY A. AMUNDSON
12 City Clerk Treasurer
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