

CONSTRUCTION FEE RESOLUTION

WHEREAS, Rapid City Municipal Code Section 13.04.095 and SDCL Section 9-47-16 allows the Common Council to impose water construction fees for connection to the water utility in certain areas; and

WHEREAS, water mains have been extended in the Big Sky Business Park per plans filed with the City under City Development Files No.'s DEV03-575: Big Sky Business Park as shown on Exhibit A, attached hereto and incorporated hereto; and

WHEREAS, the City has requested the developer to oversize the water mains from a 12" to a 16" diameter main to provide additional capacity to accommodate future upstream growth, and the City has paid the developer \$62,765.68 for the requested oversize; and

WHEREAS, water main oversize costs associated with the Big Sky Business Park, City Development File No.'s Dev 03-575 should be proportioned according to the benefit each property receives; and

WHEREAS, the water main oversize costs for the 16" water main total \$62,765.68 will be proportioned to the properties identified in Exhibit A according to the benefits to accrue to such property before such property shall be served with such facilities; and

WHEREAS, these utility construction fees are based on the benefits that accrue to such property, and should be established on a per-acre system. "Benefiting areas" include those properties that will benefit from increased water main diameter to service the regional area, and do not necessarily directly abut newly constructed water mains. Thus, these properties may need to extend additional water mains at their cost prior to connecting to this infrastructure; and

WHEREAS, the Common Council finds, after conducting a comprehensive investigation of the areas benefited by the construction of the water mains associated with the Big Sky Business Park, City Development File No.'s DEV03-575, that such utility construction fees are appropriate and in the best interest of the City, community, and the water utility.

NOW, THEREFORE, be it resolved that utility construction fees are hereby imposed on the property that benefits from the oversize portion of the construction of the water mains associated with Big Sky Business Park, City Development File No.'s DEV03-575; and

BE IT FURTHER RESOLVED that the property shown in Exhibit A shall be required to pay its proportional share of the oversize cost of construction of the water mains associated with Big Sky Business Park, City Development File No.'s DEV03-575 prior to being served with City water; and

BE IT FURTHER RESOLVED that the property shown in Exhibit A as benefiting property shall pay \$21.57 per acre prior to connection to the City's water main; and

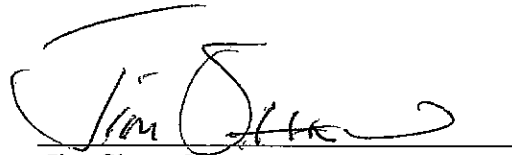


BE IT FURTHER RESOLVED that all water construction fees collected as established herein shall accrue to the water utility enterprise fund; and

BE IT FURTHER RESOLVED that such utility construction fees shall remain in effect until such time as the balance of the project costs totaling \$62,765.68 is collected, at which time this Resolution and the utility construction fee shall automatically expire.

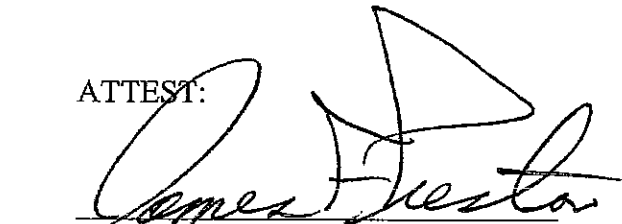
Dated this 4 day of December, 2006

CITY OF RAPID CITY



Jim Shaw, Mayor

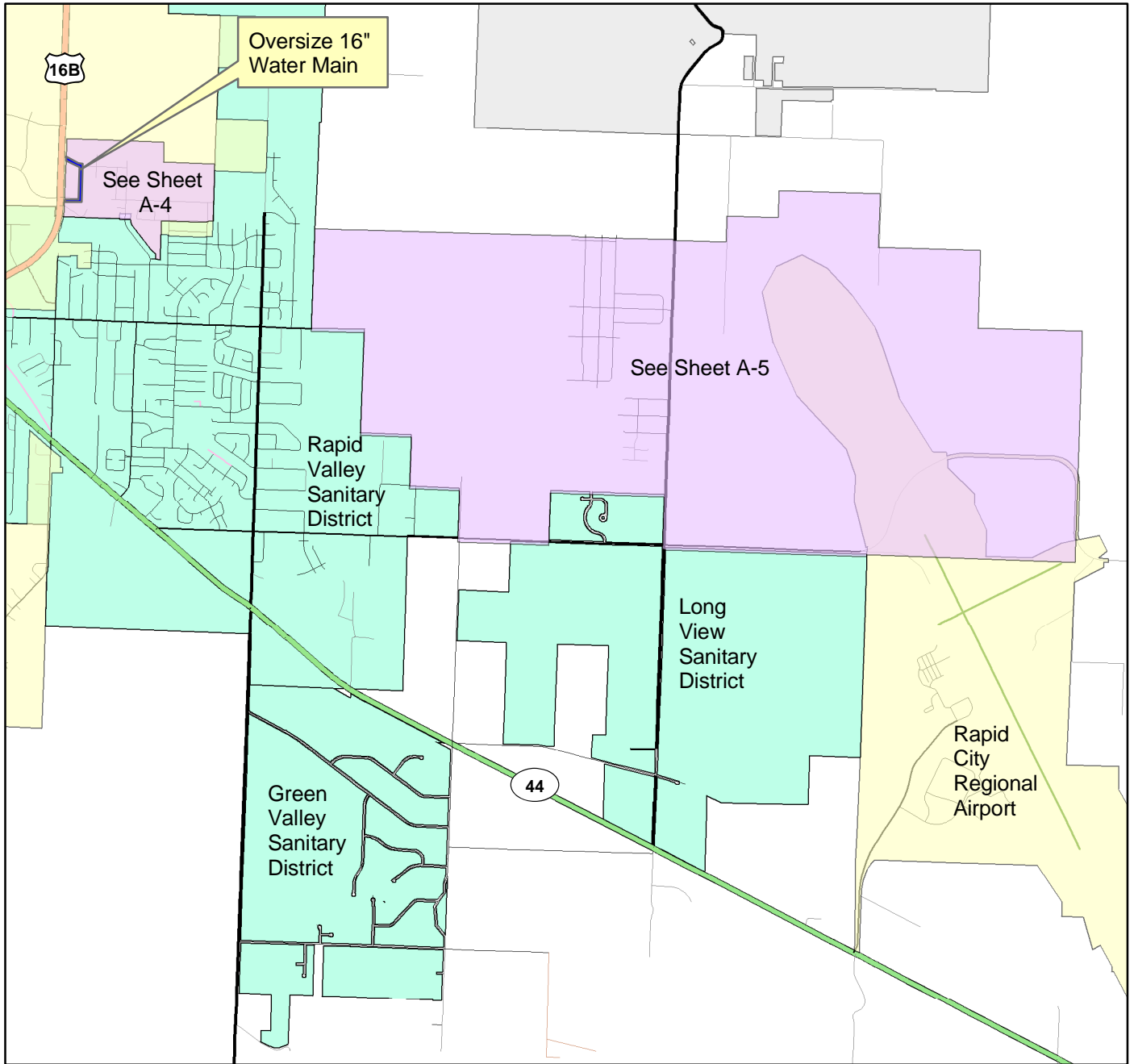
ATTEST:



James Hester
Finance Officer



(SEAL)

Exhibit A



Big Sky Business Park 16" Water Main Construction Fee Benefiting Area

Legend

-  Sanitary Districts
-  Benefiting Area

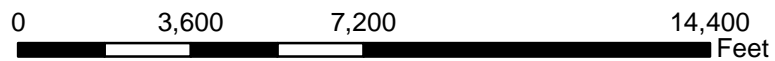
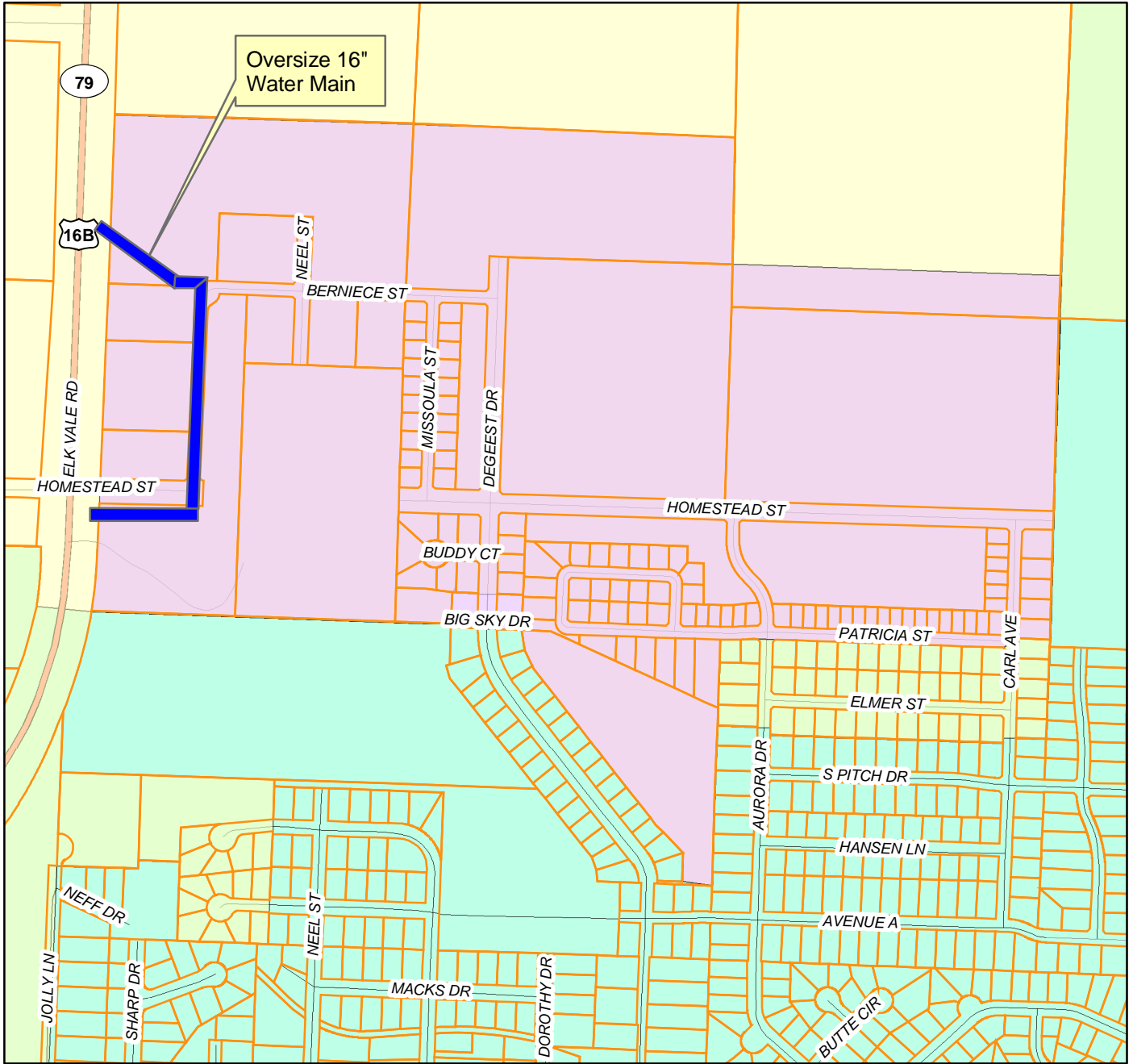





Exhibit A



Big Sky Business Park

16" Water Main Construction Fee Benefiting Area

Legend

-  Benefiting Area
-  Sanitary Districts
-  New 16" Water Main

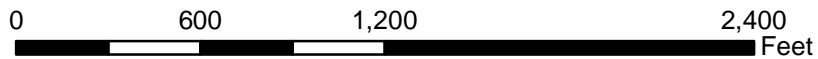
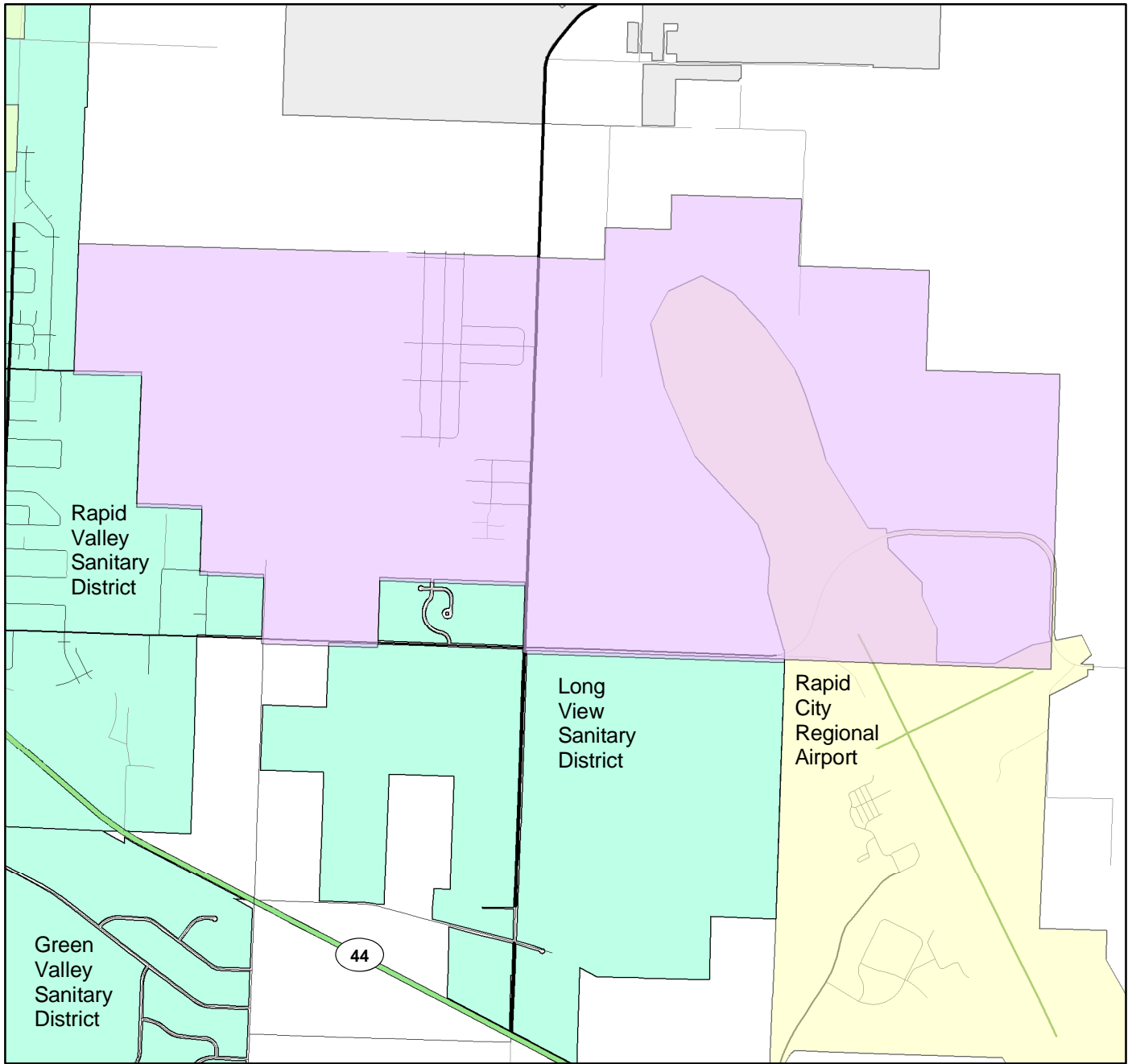




Exhibit A



Big Sky Business Park 16" Water Main Construction Fee Benefiting Area

Legend

-  Sanitary Districts
-  Benefiting Area

