

Resolution # 2017-002**CONSTRUCTION FEE RESOLUTION FOR DEADWOOD AVENUE
WATER EXTENSION – PROJECT NO. 11-1978 – PER BENEFIT FEE**

WHEREAS, Section 13.04.190 of the Rapid City Municipal Code (RCMC) authorize the City Council to require properties benefited by the construction of water pipes or mains to pay their proportionate share of the cost to construct such water pipe or main prior to being allowed to connect to the City's water utility; and

WHEREAS, a 14" water main was extended in Deadwood Avenue per City Project No. 11-1978 and

WHEREAS, the benefiting properties vary in frontage length and acreage such that calculating the benefits on a purely frontage basis or a purely benefiting property basis would lead to relatively large fees for some parcels and relatively small fees for other parcels, for essentially the same benefit; and

WHEREAS, the City's engineering staff has allocated 67% of the 8" equivalent base water main cost on a per property basis and 33% of the 8" equivalent base water main cost of a front footage basis; and

WHEREAS, the total cost of constructing this water main was \$300,987.54; of which \$176,366.32 will be allocated on a per property basis for the 8" equivalent base water main cost; and

WHEREAS, the City's engineering staff has identified the total area that will benefit from construction of this water main, as shown on Exhibit A, which has been attached hereto and incorporated herein; and

WHEREAS, the City's Public Works Director is recommending the cost to construct this main be paid by the properties which will benefit from its construction prior to such properties being served by the City's water utility; and

WHEREAS, the City's Public Works Director is recommending the construction fees be apportioned to the benefiting area shown on Exhibit A, based on the benefits that accrue to such property, and as such, should be established on a per property basis; and

WHEREAS, the City Council, having considered the recommendation of the City's Public Works Director and having made such investigation as it finds necessary, determines that it is in the best interests of the City and its water utility that the owners of properties within the benefiting area should pay their proportionate share of the cost to construct this project on a per property basis.

NOW THEREFORE, BE IT RESOLVED, by the City of Rapid City, that prior to being allowed to connect to the City's water system, the owners of property in the benefiting area

shown in Exhibit A shall be required to pay a proportionate share of the cost of constructing the 8" equivalent water main shown in City Project No.11-1978; and

BE IT FURTHER RESOLVED that the owners of the property shown on Exhibit A shall pay \$29,394.39 per property to connect to the City's water utility; and

BE IT FURTHER RESOLVED that all 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 \$176,366.32 has been collected, at which time this Resolution and the utility construction fee shall automatically expire.


Dated this 5 day of January, 2017

CITY OF RAPID CITY



Mayor

ATTEST:



Finance Officer

(SEAL)



EXHIBIT A



Deadwood Ave Water Per Benefit Construction Fee Benefiting Area



Legend

Classification

- Watermain
- Benefiting Area
- Project Location

