

RESOLUTION NO. 12-2000

A RESOLUTION OF THE MAYOR AND CITY COUNCIL OF BENSON, ARIZONA, DIRECTING PREPARATION OF A WATER RATE REPORT.

WHEREAS, the City of Benson operates a water distribution system as an enterprise fund activity; and,

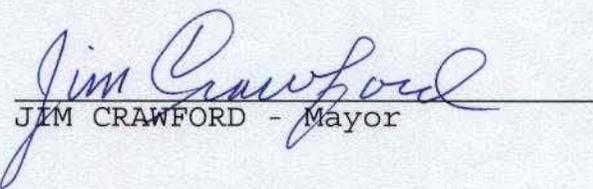
WHEREAS, the Benson City Code requires the water utility fund accounts to be operated as an enterprise fund on a self-sustaining basis without subsidy from the City's General Fund; and,

WHEREAS, the City's last water rate increase occurred in 1992 and the average annual rate of inflation has been three percent (3%) for a cumulative twenty-four percent (24%); and,

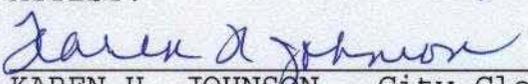
WHEREAS, it now appears the water utility fund is not self-supporting.

BE IT NOW HEREBY RESOLVED that the City Manager and staff prepare a written report or supply data supporting a recommended water rate increase, rate component or increased fees or service charge, or any combination thereof, along with a timetable for returning the water utility fund to a self-sustaining basis and said report shall be filed with the City Clerk and available to the public not less than thirty (30) days prior to a public hearing on the recommendations contained therein.

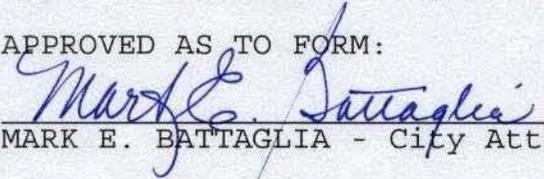
PASSED AND RESOLVED BY THE MAYOR AND CITY COUNCIL OF BENSON, ARIZONA, this 5th day of June, 2000.


JIM CRAWFORD - Mayor

ATTEST:


KAREN H. JOHNSON - City Clerk

APPROVED AS TO FORM:


MARK E. BATTAGLIA - City Attorney