

RESOLUTION NO. 26-2006

**A RESOLUTION OF THE MAYOR AND CITY COUNCIL OF THE CITY OF BENSON,
ARIZONA, SETTING WATER UTILITY DEVELOPMENT FEES.**

WHEREAS, Arizona Revised Statutes, Section 9-463.05, permits that a municipality may assess development fees to offset costs to the municipality associated with providing necessary public services to a development;

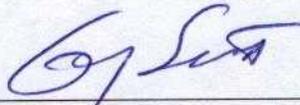
WHEREAS, by establishing cost based development fees, the City intends to help growth pay for itself therefore, limiting the City's existing utility customers from growth related costs;

WHEREAS, the City of Benson has retained HDR Engineering, Inc., to perform a comprehensive water utility development fee study to calculate development fees for the City's water system based on generally accepted engineering and rate making principals based upon the City's existing assests and future capital improvements as set forth in the Comprehensive Water and Wastewater Rate Development Fee Study date February, 2006; and,

WHEREAS, after public hearing and consideration of the various factors, the Mayor and City Council have determined that the currently existing water utility development fees to be inadequate.

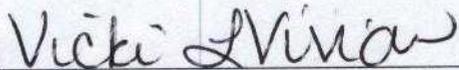
THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF BENSON, ARIZONA, that the Net Allowable Water System Development Fee shall be adopted and implimented as set forth on Exhibit "A" attached hereto and by reference incorporated herein.

PASSED AND ADOPTED BY THE MAYOR AND COUNCIL OF THE CITY OF BENSON, ARIZONA, on the 22nd day of May, 2006.



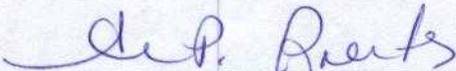
GEORGE SCOTT, Mayor

ATTEST:



VICKI L. VIVIAN - City Clerk

APPROVED AS TO FORM:



ANN P. ROBERTS - City Attorney

Exhibit "A"

City of Benson - 2006
 Net Allowable Water System Development Fee
 Exhibit A-7

Plant Component	Development Fee Calculation Results
Source of Supply	\$676
Storage	1,729
Transmission Mains	1,130
General Plant	135
Debt Service Credit	(39)
Total	\$3,632
Net Water System Development Fee per ERU	\$3,630

ERU = Equivalent residential unit

Sample Impact Fees by Meter Size (inches)		
Meter Size	Meter Equivalency Factor [1]	Fee
5/8 X 3/4"	1.0	\$3,630
3/4"	1.5	5,450
1	2.5	9,080
1 1/2	5.0	18,150
2	8.0	29,040
3	15.0	54,450
4	25.0	90,750

[1] AWWA safe operating capacities for displacement type meters.