



util billing

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City of Grand Junction, Colorado 81501

250 North Fifth St., 303 243-2633

December 11, 1979

Mr. Al Reuter
Central Grand Valley Sanitation District
590 Grand Valley Drive
Grand Junction, CO 81501

Gentlemen:

As a result of our meeting on December 4, 1979, it is my understanding that the following items were agreeable to the City of Grand Junction and to Central Grand Valley Sanitation District:

1. The City will bill the customers of the Central Grand Valley Sanitation District at the same rates established by City Ordinance No. 1849 passed on November 21, 1979.
2. The City will refund to the Central Grand Valley Sanitation District an amount equal to \$0.40 for each Equivalent Residential Unit (EQU) billed each month. The number of EQU will be computed by the rate structure formula which is used to determine the monthly billings. This refund is an amount equal to and in lieu of the City providing replacement and/or repair of the Central Grand Valley Collection System. This cost is identified on page 4 of the cost analysis provided in "recommendations for Changes in the Sanitary Sewer Rate Structure for the City of Grand Junction, Colorado" dated October 1, 1979.
3. The City will collect an amount over the amount retained by the City and refund the excess to the Central Grand Valley Sanitation District. The amount to be collected over the rates established by City Ordinance No. 1849 will be determined by the Central Grand Valley Sanitation District.
4. The City plant investment fee charged to new customers in the Central Grand Valley Sanitation District will be \$450.00 for each Equivalent Residential Unit (EQU) in order to comply with the existing contract. The current \$500.00 City plant investment fee is an amount needed to provide the new regional treatment plant and major interceptor to transport the sewage of all of the users of the system. The existing contract between the City and Central Grand Valley may be amended to provide for the same plant investment fee as all other users.

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5. A new agreement between the City and Central Grand Valley will be drawn up for consideration by the two entities which may provide for repair and replacement of the collection system by the City as well as other possible changes.

If any of these items are incorrect or if there are others please let us know.

Examples of monthly charges to your district customers that will be retained by the City are as follows:

single family residence	\$ 3.80
duplex	5.47
triplex	8.21
multiple units	0.72 x \$3.80 x no. of units

Thank you for your time in meeting with us on December 4.

Yours truly,

James E. Patterson, Jr.
Utilities Director

JEP/hm

cc - Jim Wysocki
Malcolm McGregor
Gerald Ashby
Ralph Sterry ✓

P.S. We would like to meet with you again in January to review the existing agreement to determine the items that we want to include in a new agreement. We will contact you in January to set a date for that meeting.