

RESOLUTION NO. MCM 94-196

APPROVING THE 1995 BUDGET FOR THE JOINT SEWERAGE SYSTEM,
INCLUDING CHARGES AND FEES

WHEREAS, the City of Grand Junction (City) and the County of Mesa (County) entered into a Joint Sewerage Service Agreement dated May 1, 1980 (the Agreement), as twice amended by the parties by respective resolution and by joint resolution, for financing certain facilities for the provision of sewer service within the Grand Junction 201 area in Mesa County; and

WHEREAS, by Resolution No. MCM 80-172, Series 1980, the County authorized the sale and issuance of Mesa County, Colorado, Sewer Refunding Bonds, Series 1980B and Sewer Improvement Revenue Bonds, Series 1980A; and

WHEREAS, by Emergency Ordinance No. 1922, Series 1980, the City ratified, confirmed and approved County Resolution No. MCM 80-172, Series 1980; and

WHEREAS, on or about November 18, 1992, The City Council adopted an ordinance ratifying, confirming and approving Resolution No. 92-160, Series 1992; and

WHEREAS, on or about December 15, 1992, the County adopted Resolution No. MCM 92-160, Series 1992, authorizing the sale and issuance of Mesa County, Colorado, Sewer Refunding Revenue Bonds, Series 1992, in the aggregate principal amount of \$8,200,000.00 for the purpose of refunding the County's Sewer Improvement Revenue Bonds, Series 1980A and Sewer Refunding Revenue Bonds, Series 1980B, which Resolution No. MCM 92-160, Series 1992, superseded the earlier Resolution MCM 80-172, Series 1980 and Emergency Ordinance No. 1922, Series 1980; and

WHEREAS, Section I, paragraph 1 of the Agreement, as amended, names the Utility Department of the City as Manager of the Joint System; and

WHEREAS, Section I, paragraph 1 of the Agreement provides that prior to the first day of October of each year, the Manager will submit to the Board of County Commissioners (hereafter Board) and the City Council (hereafter Council) its anticipated budget for the following year, including its recommended user charges, tap fees and plant investment fees to be charged within the system; and

WHEREAS, Section I, paragraph 1 of the Agreement, as amended, provides that the Board shall approve and the Council shall affirm such charges and fees; and

WHEREAS, Section I, paragraph 3 of the Agreement reserves certain specific powers to be exercised by the City and/or County, including rate setting, construction of new facilities or expansion of the Joint System; and

WHEREAS, Section I, paragraph 2 of the Agreement provides that in order to reimburse the City for expenses incurred by the Manager and other departments of the City indirectly involved in the Joint Sewerage System, the Manager's anticipated budget will contain a line item specifying an amount of anticipated reimbursement;

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COUNTY COMMISSIONERS OF THE COUNTY OF MESA, STATE OF COLORADO, AS FOLLOWS:

1. That portion of the budget proposed by the Manager and relating specifically to the operation and maintenance of the Joint System is hereby approved subject to the proviso that the Manager shall comply strictly with the terms of Article V, Section 503 of Resolution No. MCM 92-160, Series 1992.

2. Pursuant to Article V, Section 509 of Resolution No. MCM 92-160, Series 1992, the Board hereby approves the reserves section of the proposed budget reserving unto the Board, in its discretion, the ability to reallocate said reserves under said Section 509.

3. Those portions of the budget proposed by the Manager relating to rate setting, construction of new facilities or expansion of the Joint System are hereby approved.

4. That portion of the budget proposed by the Manager specifying the amount of anticipated reimbursement to the City for expenses incurred by the Manager and other departments of the City indirectly involved in the Joint Sewerage System is hereby approved.

5. Those elements of the budget proposed by the Manger relating to the Bond Retirement Account, the Bond Reserve Account, the Operation and Maintenance Expense Reserve Account, and for the payment of additional securities, if any, are hereby approved subject to the proviso that the Manger shall comply strictly with the terms of Resolution No. MCM 92-160, Series 1992, particularly Article V thereof, and provided further that the Manager shall advise the Board of those remaining revenues contemplated pursuant to Section

509 of said Resolution.

6. The Manager is directed to periodically provide evidence and/or an audit satisfactory to the Board demonstrating the Manager's compliance with its fiduciary responsibilities for accounting, investment, and payment of funds as contemplated in the documents referenced in paragraphs 1 - 5 above.

PASSED AND ADOPTED this 15th day of November, 1994.

MESA COUNTY BOARD OF COUNTY COMMISSIONERS



By: 
Chairman, John Crouch

ATTEST:



Clerk & Recorder



October 17, 1994

Board of County Commissioners
Mesa County
750 East Main Street
Grand Junction, CO 81501

City of Grand Junction, Colorado
250 North Fifth Street
81501-2668
FAX: (303) 244-1599

Re: 1994 Revised and 1995 Budget -- Joint Sewer System Funds

Dear Chairman Crouch and Members of the Board:

In 1993 the City adopted a two-year budget for the Joint Sewer System for years 1994 and 1995.

Highlights of the 1994 Revised and 1995 Budget for the Joint Sewer System Funds are as follows:

Expenses:

	1994 ORIGINAL	1994 REVISED	CHANGE	1995 BUDGET
902 Plant & Collection System	4,981,589	4,908,393	(73,196)	3,868,407
903 Trunk Extensions	449,000	498,643	49,643	551,000
904 Backbone Capital	1,064,508	887,040	(177,468)	184,830
905 Collection Capital	376,000	290,000	(86,000)	325,000

Revenue:

	1994 ORIGINAL	1994 REVISED	CHANGE	1995 BUDGET
902 Plant & Collection System	3,309,672	3,698,996	389,324	3,445,982
903 Trunk Extension	1,287,250	1,399,174	111,924	158,500
904 Backbone Capital	604,223	575,223	(29,000)	627,138
905 Collection Capital	300,536	302,536	2,000	313,835

Trunk Extension Capital (903):

	1994 REVISED	1995 BUDGET
South Camp	397,000	
23 Road	92,300	
Independence Valley	9,343	
26 Road		271,000
Rosevale		280,000
Total	498,643	551,000

Anticipated Rate Increase

The ~~4.5%~~ ^{3.8%} rate increase as scheduled in the 10-year financial page will become effective January 1, 1995. This will increase charges for all services from the current \$11.00 per month to ~~\$11.50~~ ^{11.42} per month. Rates for contract customers will increase from \$8.00 per month to ~~\$8.36~~ ^{8.31} per month.

This revised budget will be reviewed by the City Council on October 31, 1994 and the first and second reading of the appropriation ordinance will take place November 2 and November 16, respectively.

Sincerely

Gregory O. Trainor
Utility Manager

cc: City Council
Ron Lappi, Director, Administrative Service
Mark Achen, City Manager
Jim Shanks, Director, Public Works