The Secretary presented to the Trustees a report on the water rates. The Secretary stated that the rates would have to be increased because of the increased cost of debt service. The Secretary stated that the Water Utility has to generate revenue sufficient to retire the $200,000 General Obligation Bond which was issued in September 1982, as well as the $375,000 Revenue Bond which will be purchased by the Farmers Home Administration. He stated that as a result of all these debt service requirements,as well as the normal operation costs and capital improvement projects, the Water Utility would need to generate approximately $340,000 in revenues. This would represent an increase of approximately 33% over the revenues being generated by the present rates. The Secretary proposed that the rates be increased in two steps. He proposed that the first step go into effect with the July, 1983 billings with a 22% rate increase over the present rate. The Clerk further proposed that the rates be increased by an additional 17% in December, 1983. He stated that with this proposed rate increase, the revenues would be $340,000. Discussion followed on the proposal. The consensus of the Board was to increase the rates once to avoid further hardships on the consumers. The Secretary stated that he had formulated a rate which would increase the revenues by approximately 34.2%. This rate would generate approximately $341,000. After a period of discussion, Trustee Trask moved to adopt the following resolution. The motion was seconded by Trustee Stuchel. Roll call vote:

AYES: Stuchel, Trask

NAYS: None

ABSENT NOT VOTING: Roach

Whereupon the Acting Chairman declared the following resolution duly adopted.

RESOLUTION ESTABLISHING RATE FOR THE USE AND SERVICE OF THE MUNICIPAL WATER UTILITY OF THE CITY OF WINTERSET, IOWA

BE IT RESOLVED by the Board of Trustees of the Waterworks of the City of Winterset, Iowa:

Section 1 - Purpose. The purpose of this resolution is to fix water rates to provide a method for enforcing their collection.

Section 2 - Water Rates. The water shall be furnished at the following monthly rates:

First 200 cu. ft.		$3.50 (minimum)
Next 300 cu. ft.	@	$2.50 per 100 cu. ft.
Next 500 cu. ft.	@	$2.30 per 100 cu. ft.
Next 1000 cu. ft.	@	$2.00 per 100 cu. ft.
Over 2000 cu. ft.	@	$1.70 per 100 cu. ft.

The minimum charge shall be $3.50 per month

Recorded
FILED NO 1075
BOOK 34 PAGE 761
1983 DEC 13 PM 4:18
MARY E. WELTY
RECORDER
MADISON COUNTY, IOWA
Fee $3.00

Section 3 - Payment. All water charges shall become delinquent if not paid by the 15th day after the bill is rendered. Delinquent water charges shall be subject to a 5% late payment penalty.

Section 4 - Enforcement. After given reasonable notice, the water service shall be disconnected to any customer who has failed to pay for water supply.

Section 5 - Repealer. All resolutions and parts of resolutions in conflict with the provisions of this resolution are hereby repealed.

Section 6 - Severability Clause. If any section, provision or part of this resolution shall be adjudged invalid or unconstitutional, such adjudication shall not affect the validity of the resolution as a whole or any section, provision or part thereof not adjudged invalid or unconstitutional.

Section 7 - When Effective. This resolution shall be effective with water bills rendered on or after July 1, 1983.

PASSED and APPROVED this 10th day of May, 1983.

David E Trask
David Trask, Acting Chairman

ATTEST:

Mark Nitchals
Mark Nitchals, Secretary