RESOLUTION NO. 1043 CITY OF PRINEVILLE, OREGON

A RESOLUTION TO INCREASE RESIDENTIAL AND COMMERCIAL WATER, AND SEWER RATES BEGINNING JULY 1, 2006.

WHEREAS, the City Manager is charged with periodically reviewing and recommending utility rate increases to adequately provide resources to operate the City's utility systems in an efficient and cost effective manner, and

WHEREAS, the City Council for the City of Prineville has agreed to various rate covenants that require sewer rates be sufficient to provide net operating revenues of at least 1.25 annual debt service, and

WHEREAS, the City Budget Committee has reviewed revenues and expenditures for the water and sewer utilities for fiscal year 2006-07, and

WHEREAS, the City Budget Committee approved the water and sewer utility budgets with respective rate increases of five percent (5%) and fourteen percent (14%) respectively, and

WHEREAS, the City has a Master Fee Schedule that includes all fees and charges of the City, and

WHEREAS, the Master Fee Schedule shall be updated to reflect the changes contemplated by this resolution, and

WHEREAS, the utility rates will be effective July 1, 2006, and

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF PRINEVILLE THAT:

- 1. Increase water rates and charges five percent (5%)
- 2. Increase sewer rates and charges fourteen percent (14%)
- 3. Increase water and sewer rates and charges effective July 1, 2006.
- 4. Amend the Master Fee Schedule to reflect the increases included in this resolution.

This resolution is effective upon passage.

This resolution adopted this 27th day of June 2006.

ATTEST:

Robb Corbett

City Manager/Recorder

Mike K. Wendel, Mayor