## **CONSTRUCTION FEE RESOLUTION**

WHEREAS, Rapid City Municipal Code Section 13.04.095 and SDCL Section 9-47-16 allows the Common Council to impose water construction fees for connection to the water utility in certain areas; and

WHEREAS, a water main has been extended in the Minnesota Ridge Subdivision per plans filed with the City under City Development Files No. Dev01-465: Minnesota Ridge Subdivision Phase 1 and Dev02-520: Minnesota Ridge Phase 2 as shown on Exhibit A, attached hereto and incorporated hereto; and

WHEREAS, the City has requested the developer to install a parallel 8" water main to provide additional capacity to accommodate future growth, and the City has paid the developer \$40,033.44 for the requested construction; and

WHEREAS, water costs associated with the Minnesota Ridge Subdivision Phases 1 and 2, City Development File Nos. Dev01-465 and Dev02-520 should be proportioned according to the benefit each property receives; and

WHEREAS, the water costs for the 8" water main totaling \$40,033.44 will be proportioned to the properties identified in Exhibit A according to the benefits to accrue to such property before such property shall be served with such facilities; and

WHEREAS, these utility construction fees are based on the benefits that accrue to such property, and should be established on a per-acre system. "Benefiting areas" include those properties that will benefit from a parallel water main to service the regional area, and do not necessarily directly abut the newly constructed water main. Thus, these properties may need to extend additional water mains at their cost prior to connecting to this infrastructure; and

WHEREAS, the Common Council finds, after conducting a comprehensive investigation of the areas benefited by the construction of the water main associated with the Minnesota Ridge, City Development File Nos. Dev01-465 and Dev02-520, that such utility construction fees are appropriate and in the best interest of the City, community, and the water utility.

NOW, THEREFORE, be it resolved that utility construction fees are hereby imposed on the property that benefits from the construction of the parallel water main associated with Minnesota Ridge Subdivision Phases 1 and 2, City Development File Nos. Dev01-465 and Dev02-520; and

BE IT FURTHER RESOLVED that the property shown in Exhibit A shall be required to pay its proportional share of the oversize cost of construction of the water main associated with Minnesota Ridge Subdivision Phases 1 and 2, City Development File Nos. Dev01-465 and Dev02-520 prior to being served with City water; and

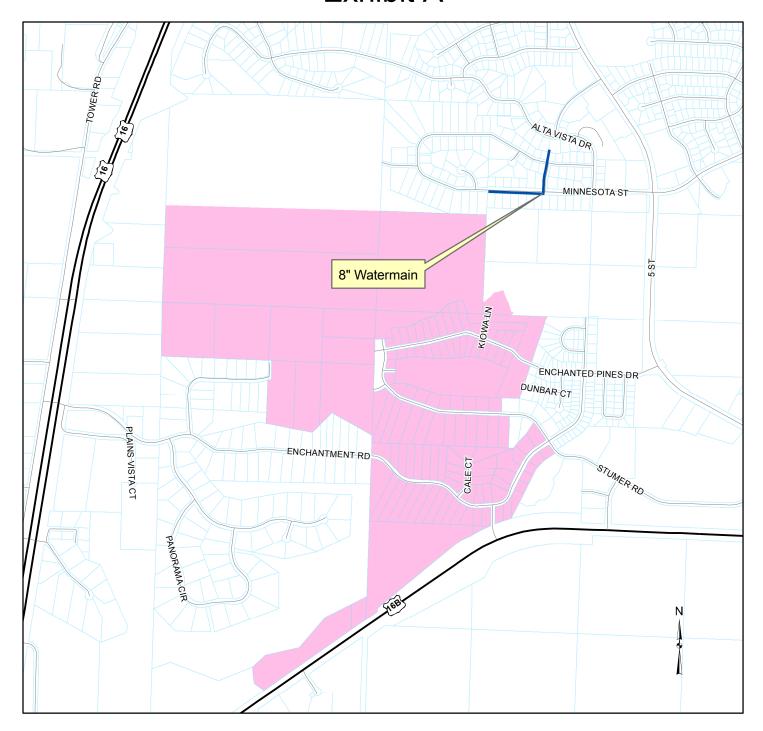
BE IT FURTHER RESOLVED that the property shown in Exhibit A as benefiting property shall pay \$148.97 per acre prior to connection to the City's water main; and

BE IT FURTHER RESOLVED that all water construction fees collected as established herein shall accrue to the water utility enterprise fund; and

BE IT FURTHER RESOLVED that such utility construction fees shall remain in effect until such time as the balance of the project costs totaling \$40,033.44 is collected, at which time this Resolution and the utility construction fee shall automatically expire.

Dated thisday of	, 2007	
		CITY OF RAPID CITY
		Mayor
ATTEST:		
Finance Officer		
(SEAL)		

## Exhibit A



## MINNESOTA RIDGE WATER CONSTRUCTION FEE BENEFITING AREA



Legend

