

RESOLUTION NO. 2025-34

A RESOLUTION OF THE FLAGSTAFF CITY COUNCIL ADOPTING A NOTICE OF INTENTION TO INCREASE WATER RATES OR RATE COMPONENTS, FEES OR SERVICE CHARGES TO CORRECT A CLERICAL ERROR; SETTING A PUBLIC HEARING DATE ON AUGUST 26, 2025; AND ESTABLISHING AN EFFECTIVE DATE

RECITALS:

WHEREAS, the City of Flagstaff ("City") is a municipality engaging in a domestic water system business; and

WHEREAS, the City hereby intends to comply with Arizona Revised Statutes § 9-511.01, which establishes mandatory procedures for increasing rates, rate components, fees or service charges for the provision of public water services; and

WHEREAS, the City Council hereby intends that a copy of a written report containing data that supports the proposed increased rates or rate components, fees or service charges, be made available to the general public during a period that precedes the public hearing on the proposed increased rates or rate components, fees or service charges by at least thirty (30) days; and

WHEREAS, on July 3, 2024 the City Council adopted Ordinance No. 2024-19 establishing new water system fees, based upon a Water, Reclaimed Water, and Wastewater Cost of Service Rates and Fees Study dated April 2024 ("original report"); however due to a clerical error, the water capacity charge adopted by City Council was not correct and did not match the charge supported in the original report; and

WHEREAS, following City Council adoption of Ordinance No. 2024-19, the original report was updated and a final version was published dated August 2024 ("final report"), however there was no change to the water capacity charge; and

WHEREAS, the City Council desires to correct the clerical error and establish a water capacity charge, which is supported by both the original report and final report.

ENACTMENTS:

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF FLAGSTAFF AS FOLLOWS:

SECTION 1. Notice of Intention.

That the City Council hereby declares this resolution to be formal notice of intention to increase water rates or rate components, fees or service charges.

SECTION 2. Public Hearing.

A public hearing will be held before the City Council to consider proposed increases to Water

Services rates or rate components, fees or service charges at the regularly scheduled public meeting on **Tuesday, August 26, 2025, at 3:00 p.m. in the Council Chambers at City Hall, 211 West Aspen Avenue, Flagstaff, Arizona 86001.**

SECTION 3. Written Report and Cash Flow Analysis.

The Water Services Division completed a Water, Reclaimed Water, and Wastewater Cost of Service Rates and Fees Study August 2024. The written report and data support the increased rates or rate components, fees or service charges.

The written report or data included cash flow projections that indicate all anticipated revenues from residential and nonresidential customers and the overall expenses for providing water or wastewater service.

This information shall be made available for public inspection at least thirty (30) days and preferably at least sixty (60) days before the public hearing, by filing it with the City Clerk's Office to be maintained as a public record, and by posting it on the City website.

SECTION 4. Effective Date.

This resolution shall be immediately effective.

PASSED AND ADOPTED by the City Council of the City of Flagstaff this 3rd day of June, 2025.

MAYOR

ATTEST:

CITY CLERK

APPROVED AS TO FORM:

CITY ATTORNEY