

RESOLUTION NO. 2020_0121
A RESOLUTION APPROVING THE RATE INCREASE
OF THE COTTONWOOD WATER AND SEWER UTILITIES

WHEREAS, the City of Cottonwood is generally authorized to make all necessary rules and regulations for the protection, maintenance, operation, extension, and improvement thereof and for the sale of its utility products pursuant to Minnesota Statutes Section 412 for the benefit of its citizens and is specifically authorized to set utility rates.

WHEREAS, the City of Cottonwood has incurred increased costs relative to the operation of its water and sanitary sewer utility system, including but not limited to general operation and maintenance expenditures as well as additional debt payments in relation to system improvements

WHEREAS, additional money is needed to maintain a positive cash flow in the Water and Sewer Enterprise Funds, including funding the depreciation accounts, and the increasing monthly costs.

WHEREAS, The City Council deems it necessary to increase the current water and sewer rates for utility customers.

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

1. The rates for the water utility system shall be set at a base of \$12.00 and a usage of \$5.00 per thousand gallons.
2. The rates for the sewer utility system shall be set at a base of \$18.00 and a usage of \$6.00 per thousand gallons.
3. The rates shall take effect February 01, 2020 to be billed in accordance with the January 2020 utility usage.

Passed by the City Council of Cottonwood, Minnesota this Twenty-First day of January 2020.



Mayor

Attested:



City Clerk-Administrator

