

RESOLUTION NO. 22-___

A RESOLUTION OF THE CITY COUNCIL OF THE TOWN OF ADDISON, TEXAS APPROVING A POLICY TO ADOPT UTILITY RATES TO PROVIDE A MIX OF CASH AND BOND FUNDING FOR CAPITAL IMPROVEMENT PROJECTS AND MAINTAIN A MINIMUM FUND BALANCE OF TWENTY-FIVE PERCENT (25%) OF OPERATING EXPENSES BY UTILIZING COST OF SERVICE ADJUSTMENTS AS SET FORTH IN THE FINANCIAL PLAN AND RATE MODEL PRESENTED TO THE CITY COUNCIL ON JUNE 14, 2022 BY RAFTELIS FINANCIAL CONSULTANTS, INC.; PROVIDING FOR SAID UTILITY RATES TO BE EFFECTIVE ON OCTOBER 1, 2023; AND PROVIDING AN EFFECTIVE DATE

WHEREAS, at its regular meeting on June 14, 2022, the City Council received as presentation from Raftelis Financial Consultants, Inc. (“Raftelis”) concerning the implementation of the Financial Plan and Rate Model created by Raftelis (the “Raftelis Proposal”); and

WHEREAS, the Council desires to approve a policy implementing the Raftelis Proposal and the City’s adoption of utility rates as necessary to provide a mix of cash and bond funding for capital improvement projects and maintain a minimum fund balance of twenty-five percent (25%) of operating expenses by utilizing cost of service adjustments as set forth in the Raftelis Proposal, with said rates to become effective beginning on October 1, 2023.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE TOWN OF ADDISON, TEXAS:

SECTION 1. The City Council of the Town of Addison, Texas hereby approves a policy to adopt utility rates to provide a mix of cash and bond funding for capital improvement projects and maintain a minimum fund balance of twenty-five percent (25%) of operating expenses utilizing cost of service adjustments in conformance with the Raftelis Proposal.

SECTION 2. The utility rates described in Section 1 above shall be approved during the annual budget process by separate ordinance and shall become effective beginning on October 1, 2023.

SECTION 3. This Resolution shall take effect from and after its date of adoption.

DULY RESOLVED AND ADOPTED by the City Council of the Town of Addison, Texas, on this the 12th day of JULY 2022.

TOWN OF ADDISON, TEXAS

Joe Chow, Mayor

ATTEST:

Irma Parker, City Secretary