



FRUITA

COLORADO

AGENDA ITEM COVER SHEET

TO: FRUITA CITY COUNCIL AND MAYOR

FROM: MARGARET SELL, FINANCE DIRECTOR/CITY CLERK

DATE: DECEMBER 7, 2021

RE: RESOLUTION 2021-39 – Establishing the Schedule for Fees and Charges for the 2022 Budget Year

BACKGROUND

Resolution 1991-13 requires that fees and charges of the City of Fruita be set annually by resolution of the City Council in conjunction with the budget adoption process. Fee changes go into effect on January 1, 2022 unless otherwise noted. The following is a summary of the more significant changes in fee.

UTILITY CHARGES (COST OF PROVIDING SERVICES)

- 1) Monthly sewer charges – Increase of 4% for all monthly charges
- 2) Monthly trash collection charge:
 - a) Single family unlimited residential service – Increase of \$0.55 from \$14.75 to \$15.30
 - b) Senior citizen unlimited rate - Increase of \$0.55 from \$12.75 to \$13.30 per month
 - c) Single family limited residential service (96 gallon cart) - Increase of \$0.60 from \$16.00 to \$16.60 per month
 - d) Senior citizen limited rate (96 gallon cart) - Increase of \$0.60 from \$14.00 to \$14.60 per month
 - e) Extra cart rate established at \$6.70 per month
- 3) Annual irrigation charges:
 - a) Increase of \$10.00 per year from \$140 to \$150
- 4) Irrigation tap
 - a) Increase of \$250 per tap from \$500 to \$750 per unit
- 5) Eligibility criteria for senior rates
 - a) Age 62 (no change)
 - b) Annual Income level increased to 133% of the federal poverty level from \$16,970 to \$17,130 for a single person and from \$22,930 to \$23,169 for a couple.

DEVELOPMENT IMPACT FEES (FRUITA MUNICIPAL CODE)

- 1) Drainage Impact Fee Base Value – Increase of 6% (CPI change) from \$17,750 to \$18,815
- 2) School Land Dedication Fee – Increased from \$730.00 to \$920.00
- 3) Use tax on Building Materials - The building valuation table used for determining use tax on building materials has been updated to the August 2021 values published by the International Code Council

MISCELLANEOUS FEES

- 1) Business licenses – Increase of \$5.00 from \$25 to \$30 per year and increase of \$2.50 from \$12.50 to \$15.00 for 6 months or less – effective date of January 1, 2023

FISCAL IMPACT

The increases in fees result in additional revenues to cover operational expenses for the various utilities.

APPLICABILITY TO CITY GOALS AND OBJECTIVES

Fee adjustments are necessary to offset the increased/decreased costs of providing services and to comply with the Fruita Municipal Code and the City's fiscal policies and guidelines.

OPTIONS AVAILABLE TO THE COUNCIL

Approve Resolution adopting the Fees Schedule for the 2022 Fiscal Year

Make amendments to the fees and charges and adopt an amended resolution

RECOMMENDATION

It is the recommendation of the Fruita City Staff that the Council move to:

**APPROVE RESOLUTION 2021-39 ESTABLISHING THE FEES AND CHARGES
FOR THE 2022 BUDGET YEAR**