



TO: FRUITA CITY COUNCIL AND MAYOR

FROM: SHANNON VASSEN, INTERIM CITY MANAGER

DATE: DECEMBER 3, 2024

AGENDA TEXT: Resolution 2024-39 – Establishing the Schedule for Fees and Charges for the 2025 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 take effect on January 1, 2025, unless otherwise noted. The following is a summary of the changes (or no changes) in fees for specific categories administered by the City of Fruita.

UTILITY CHARGES

1. Monthly Sewer Charges: Increase of 2% for all monthly charges.
2. Monthly Trash Collection Charges:
 - a. Single Family Residential Service – increase of \$0.95 per month, from \$18.90 to \$19.85
 - b. Senior Citizen Discounted Rate (based on eligibility) – increase of \$0.90 per month, from \$16.55 per month to \$17.50
 - c. Extra Cart Rate – Increase of \$0.20 per month, from \$4.00 per month to \$4.20.
3. Irrigation Charges:
 - a. No changes in Irrigation Water rates.
4. Eligibility Criteria for Senior Rates for Trash Collection and Sewer Charges –
 - a. Age 62 (no change)
 - b. Annual income level of up to 130% of the federal poverty level (the same criteria that is used for other public assistance programs), from \$19,391 to \$19,584 for a single person, and from \$26,288 to \$26,580 for a couple. To be eligible, residents must meet both the age and income requirements.

COMMUNITY DEVELOPMENT FEES

1. No changes.

DEVELOPMENT IMPACT FEES (FRUITA MUNICIPAL CODE)

1. Chip Seal per square yard - \$2.85, no change from the prior year.
2. Drainage Impact Fee - \$21,460, increase of \$440 (based on CPI adjustment)

3. Transportation Impact Fee Base Rate - \$7,725 increase of \$508 (adjustment is based on the ten-year average of Construction Cost Index provided by the Colorado Department of Transportation)
4. POST Impact Fee – \$3,265 for Single-Family and \$2,215 for Multi-Family Unit, increase is based upon Engineer News Record year-over-year percentage change of construction costs.
5. School Land Dedication Fee – No Change.
6. Use Tax on Building Materials – The building valuation table used for determining use tax on building materials has been updated to the August 2024 values published by the International Code Council.

BUILDING INSPECTION FEES

1. No changes, but an attachment of the Building Inspection Fees is included with this resolution.

FRUITA COMMUNITY CENTER FEES.

1. No changes to any Community Center Fees.

FISCAL IMPACT

The increases in fees result in additional revenues to cover operation expenses for the various utilities and other services.

APPLICABILITY TO CITY GOALS AND OBJECTIVES

Fee adjustments are necessary to offset the increase/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

1. Approve Resolution 2024-39 adopting the Fees Schedule for the 2025 Fiscal Year.
2. Make amendments to the fees and charges and adopt an amended resolution.

RECOMMENDATION

It is the recommendation of staff that the City Council move to:

APPROVE RESOLUTION 2024-39 ESTABLISHING THE FEES AND CHARGES FOR THE 2025 BUDGET YEAR.