## RESOLUTION OF RIVERSIDE – NORTH GARLAND WATER COMPANY INCREASING ASSESSMENTS AND CONNECTION FEES

WHEREAS: Riverside – North Garland Water Company is a nonprofit water company duly organized under the laws of the State of Utah to distribute culinary water to its shareholders;

WHEREAS: Riverside – North Garland Water Company has identified a geographical service area where its water resources are currently used;

WHEREAS: Riverside – North Garland Water Company has a continuing duty to deliver available culinary water to the Company's members pursuant to its Articles and Bylaws;

WHEREAS: The National Oceanic and Atmospheric Administration (NOAA), United States Department of Agriculture (USDA), and National Drought Mitigation Center ((NDMC) have collaboratively monitored and measured drought conditions in the State of Utah and Intermountain Region, and confirmed that Utah was experiencing severe to extreme drought conditions for multiple years;

WHEREAS: Although better than average snowfall and rainfall have occurred the last two years, the Board is still concerned about the long term effects of the drought;

WHEREAS: On November 3, 2022, Governor Spencer Cox issued a proclamation suspending new appropriations of surplus and unappropriated waters in the Great Salt Lake Basin, including the Bear River and its tributaries, pursuant to Utah Code § 73-6-1;

WHEREAS: Drought directly affects the availability of water resources and the ability of the Company to deliver those resources to its shareholders;

WHEREAS: Due to the effects of drought in multiple prior years, Riverside – North Garland Water Company has been limited in the amount of water it could deliver to its shareholders;

WHEREAS: The Board of Directors of Riverside – North Garland Water Company is greatly concerned about the effects of the current drought resulting in fewer water resources and the impact it causes on the ability of the Company to deliver water to its shareholders inside its service area;

WHEREAS: The Board of Directors also has recently experienced substantial increases in operating expenses and costs related in part to high inflation over the course of the last several years;

WHEREAS: Riverside – North Garland Water Company has a primary duty to deliver water to shareholders inside its service area prior to accommodating requests for new water appropriations to new shareholders;

WHEREAS: Riverside – North Garland Water Company employed the services of Jones & Associates Consulting Engineers to perform its 2025 Master Plan, and which made certain recommendations for water improvements, use, rights and fees.

THEREFORE, the Board of Directors of Riverside – North Garland Water Company finds it necessary to adopt the following resolution:

## BE IT HEREBY RESOLVED THAT:

- 1. Effective immediately, Riverside North Garland Water Company adopts the following policies and rate increases on shareholders and new connections which receive or desire to receive water for use inside Riverside North Garland Water Company's defined service area:
  - a. Any new connection, if available and approved by the board of directors, shall pay a hookup fee of Thirty Five Thousand Five Hundred Dollars (\$35,500.00) per individual residential metered connection, prior to establishing a connection to the Company's water system;
  - b. Any new connection, if available and approved by the board of directors, for an agricultural, industrial or commercial metered connection shall be determined by the board at the time of the connection;
  - c. All assessments on residential membership shall be as follows:
    - i. Each metered residential connection shall pay a base rate of Thirty Dollars (\$30.00) per month; and
    - ii. In addition, each connection shall pay for monthly water use on a graduated water rate structure as follows:
      - 1. For the first One (1) gallon to Ten Thousand (10,000) gallons per month, the rate of One Dollar and Ten Cents (\$1.10) per One Thousand (1,000) gallons of water;
      - 2. For Ten Thousand and One gallons (10,001) to Twenty Thousand gallons (20,000), the rate of One Dollar and Forty Cents (\$1.40) per Thousand gallons (1,000) of water; and
      - 3. For Twenty Thousand and One gallons (20,001) on up, the rate of Two Dollars (\$2.00) per Thousand gallons (1,000) of water.
  - d. All assessments on agricultural, industrial or commercial connections shall be as follows:

- i. Each metered agricultural, industrial or commercial connection shall pay a base rate of Thirty Dollars (\$30.00) per month; and
- ii. In addition, each connection shall pay for monthly water use on a graduated water rate structure as follows:
  - 1. For the first One (1) gallon to Ten Thousand (10,000) gallons per month, the rate of One Dollar and Ten Cents (\$1.10) per One Thousand (1,000) gallons of water;
  - 2. For Ten Thousand and One gallons (10,001) to Twenty Thousand gallons (20,000), the rate of One Dollar and Forty Cents (\$1.40) per Thousand gallons (1,000) of water; and
  - 3. For Twenty Thousand and One gallons (20,001) on up, the rate of Two Dollars (\$2.00) per Thousand gallons (1,000) of water.
- e. All assessments are due within thirty (30) days of billing. Should Riverside North Garland Water Company be required to use collection procedures, or employ the services of an attorney to collect any past due assessments, the member owing the past due assessment shall pay all reasonable attorney's fees and costs of collection.

THIS RESOLUTION WAS ADOPTED by Garland Water Company with a vote of of directors in opposition to the resolution, on this	the Board of Directors of the Riverside – North directors in favor of the resolution and <u>O</u> 30 day of <u>May</u> , 2025.
ATTEST:	RIVERSIDE – NORTH GARLAND WATER COMPANY:
Reo Ramsdell, Secretary	Neil C. Capener, President