

INTER – OFFICE MEMORANDUM

TO: Robert Mayes, City Manager
FROM: JS Jeff Smaka, Water/ Wastewater Administrator
DATE: April 4, 2017
SUBJECT: Annual Adjustment of New Water Service Installation Fee

Section 26-4-43, Subparagraph (b) of the City Code requires an annual update of the charges related to new water service connections. The ordinance provides this update shall be done by the Public Works Director, or his designee, and approved by the City Manager. Each of the charges shall approximate the direct costs of labor and materials in making the new water service installation, plus 15% for indirect costs and overhead. Additionally, the contract between the City of Farmington and OMI provides for this adjustment to be made since some of the fees collected go directly to the contractor.

The annual adjustment for 2017 has been calculated by OMI and has been reviewed by the O & M Contracts Manager, Ruben Salcido, as outlined in the attached memorandum. The updated costs would be as follows:

	<u>Existing</u>	<u>New</u>	<u>Increase/Decrease</u>
5/8" meter (full tap)	\$3,740	\$4,130	\$ 390
1" meter (full tap)	\$3,965	\$4,355	\$ 390
1-1/2" meter (full tap)	\$5,495	\$6,180	\$ 685
5/8" meter (meter only)	\$ 360	\$ 375	\$ 15
1" meter (meter only)	\$ 475	\$ 515	\$ 40
1-1/2" meter (meter only)	\$ 850	\$ 940	\$ 90
2" meter (meter only)	\$3,985	\$4,100	\$ 115
3" meter (meter only)	\$4,745	\$4,845	\$ 100
4" meter (meter only)	\$6,100	\$6,345	\$ 245
6" meter (meter only)	\$8,985	\$9,110	\$ 125
8" meter (meter only)	\$13,530	\$13,690	\$ 160
Larger than 8" meters		Actual Cost	

(See attached price sheet for additional items).

Since the City Code and the Water and Wastewater Operations & Maintenance Contract both provide for this annual adjustment and the calculations submitted by OMI appear to be reasonable, it is my recommendation that you approve the proposed changes.

If approved by the City Manager, the effective date of this change will be May 1, 2017. Please indicate your concurrence and approval by signing the attached duplicate copy of this memorandum and attachments and return the copy to me when completed. Please contact me or Ruben Salcido if you have any questions or concerns about this matter.

Concurred and Approved: Robert Mayes
Robert Mayes, City Manager

Date: 4-7-17

SET PRICE YEAR 2017**		2017 PRICE
** "Residential Street Pricing" - All other streets will have an additional charge for Traffic Control		
FULL TAP		
WATER METER	5/8" FULL TAP	\$ 4,130.00
WATER METER	1" FULL TAP	\$ 4,355.00
WATER METER	1 1/2" FULL TAP	\$ 6,180.00
FULL TAP WITH NO WATER METER		
WATER TAP	5/8" FULL TAP WITH NO METER	\$ 3,865.00
WATER TAP	1" FULL TAP WITH NO METER	\$ 3,995.00
WATER TAP	1 1/2" FULL TAP WITH NO METER	\$ 5,650.00
WATER METER ONLY		
5/8"	WATER METER ONLY	\$ 375.00
1"	WATER METER ONLY	\$ 515.00
1 1/2"	WATER METER ONLY	\$ 940.00
2"	WATER METER ONLY	\$ 4,100.00
3"	WATER METER ONLY	\$ 4,845.00
4"	WATER METER ONLY	\$ 6,345.00
6"	WATER METER ONLY	\$ 9,110.00
8"	WATER METER ONLY	\$ 13,690.00
CHANGE METERS		
*** - No Meter = Existing Meter 2014 or Newer		
CHANGE WATER METER FROM	5/8 TO 1"	ESTIMATE REQUIRED
CHANGE WATER METER FROM	5/8 TO 1" NO METER ***	ESTIMATE REQUIRED
CHANGE WATER METER FROM	1" TO 5/8"	\$ 470.00
CHANGE WATER METER FROM	1" TO 5/8" NO METER ***	\$ 240.00
CHANGE WATER METER FROM	1-1/2" TO 1"	\$ 735.00
CHANGE WATER METER FROM	1-1/2" TO 1" NO METER ***	\$ 410.00
CHANGE WATER METER FROM	1-1/2" TO 5/8"	\$ 685.00
CHANGE WATER METER FROM	1-1/2" TO 5/8" NO METER ***	\$ 455.00
CHANGE WATER METER FROM	2" TO 1"	\$ 715.00
CHANGE WATER METER FROM	2" TO 1" NO METER ***	\$ 390.00
CHANGE WATER METER FROM	2" TO 5/8"	\$ 665.00
CHANGE WATER METER FROM	2" TO 5/8" NO METER ***	\$ 430.00
CHANGE WATER METER FROM	2" TO 1-1/2"	\$ 1,190.00
CHANGE WATER METER FROM	2" TO 1-1/2" NO METER ***	\$ 650.00
WATER TAP		
2" TO 12"	WATER TAP ONLY (NO MATERIALS)	\$ 745.00
SEWER TAP (FORCE MAIN LINES ONLY)		
SEWER TAP	FULL TAP 2"	\$ 4,855.00
SEWER TAP	FULL TAP 1-1/2"	\$ 4,600.00
SEWER TAP VIDEO CAMERA		
VIDEO SEWER LINE TAP		\$ 375.00
CERTIFICATION INSPECTION		
FIRE LINES INSPECTION - Does NOT include coliform analysis		\$ 590.00
CERTIFICATION / INSPECTION OF WATER LINE TIE INS / ASSIST FLOW TEST FH'S		\$ 235.00
TEST WATER METERS		
OMI	5/8" (NO NEW METER CHARGE)	\$ 240.00
OMI	5/8" (WITH NEW METER CHARGE)	\$ 475.00
OMI	1" (NO NEW METER CHARGE)	\$ 240.00
OMI	1" (WITH NEW METER CHARGE)	\$ 565.00
COLIFORM ANALYSIS (NEW WATER LINE BACTI TEST)		
BACTI COLIFORM ANALYSIS - OPTION A or OPTION B		\$ 310.00