

**REQUEST FOR PUBLIC COMMENT  
ON  
CULINARY WATER BONDS**

Dear Culinary Water Users:

Spring City (hereinafter "City") has applied to the Utah Drinking Water Board (hereinafter "DWB") for a loan to be used for the construction of culinary water system improvements for the City, including the construction of a new storage tank, installation of distribution lines and SCADA system, together with related improvements.

The total estimated project cost is \$6,298,000. \$6,198,000 of the project cost shall be covered by the loan/grant (\$4,338,000 loan and \$1,860,000 grant/principal forgiveness). The City is obligated to contribute \$100,000 towards the project.. The loan from DWB in the amount of \$4,338,000 will bear interest at 1% and is repayable as follows:

Bond (Loan) payable	Interest Rate	Term (years)	Annual Payment	Required Annual Reserve Payment	Total Annual Payment
\$4,338,000	1.0%	40	\$135,470	\$13,547 (Years 1-10)	\$149,017

In order to pay the new bond indebtedness (loan) the City is proposing an increase in culinary water user charges per month per connection as follows:

Monthly base rate for connections within the City limits shall be increased from \$53.00 to \$58.00 per month for 0 to 5,000 gallons.

Monthly base rate for connections outside the City limits shall be increased from \$58.00 per month to \$68.00 for 0 to 5,000 gallons.

The City will hold a public hearing at the City Office, 45 South 100 East, Spring City, Utah, on June 12, 2024 at 7:30 p.m. to receive public comment on the loan and the intended project. Anyone wishing to submit written comment may do so any time prior to the public hearing. Written comments should be addressed to:

Spring City  
P.O. Box 189  
Spring City, UT 84662

Sincerely yours,

SPRING CITY

**The following may be used for written comment and returned to the City Recorder:**

Name: \_\_\_\_\_

In Favor: \_\_\_\_\_ Not in Favor: \_\_\_\_\_

Comments: \_\_\_\_\_