



To: Mayor and Town Council Members

From: Mark C. Meyers, Town Manager

Date: June 4, 2026

Subject: .10% Resort Tax Increase

Background

The adopted Fiscal Year 2027 Budget includes additional revenue based on increasing the Resort Tax by .10%. The Town currently levies 1% but there remains .10% that may be levied by Council resolution. This is one of the steps proposed to help balance the operating budget. The additional revenue would be approximately \$30,000 on an annual basis.

This matter requires a 14-day public hearing notice. So, the hearing cannot be held at the June 16, 2026, regular council meeting but could be held at the July 21, 2026, regular meeting.

Recommendation

Staff recommends the Town Council support holding a public hearing at the July 21, 2026, regular meeting and consider approving the increase.

VIRGIN, UTAH
Resolution No. R2026-A

**A RESOLUTION OF THE TOWN COUNCIL OF VIRGIN TOWN, UTAH, AMENDING THE
MUNICIPAL WATER RATE SCHEDULE TO INCORPORATE A WHOLESALE WATER COST
INCREASE FROM THE WASHINGTON COUNTY WATER CONSERVANCY DISTRICT AND
ESTABLISHING AN EFFECTIVE DATE OF JULY 1, 2026**

WHEREAS, Virgin Town provides culinary water service to residents and businesses within the Town; and

WHEREAS, the Town purchases wholesale water from the Washington County Water Conservancy District; and

WHEREAS, the Washington County Water Conservancy District has approved an increase of \$0.11 per 1,000 gallons in its wholesale potable water rate, effective July 1, 2026; and

WHEREAS, the Town Council finds it necessary and in the public interest to adjust the Town's water rates to recover the increased wholesale water costs incurred by the Town; and

WHEREAS, the Town Council has determined that passing through the wholesale water rate increase will help maintain the financial stability of the Town's water utility enterprise fund.

NOW, THEREFORE, BE IT RESOLVED BY THE TOWN COUNCIL OF VIRGIN, UTAH, THAT:.

Section 1. Water Rate Adjustment

Effective July 1, 2026, the Town's water consumption rates shall be increased by Eleven Cents (\$0.11) per 1,000 gallons of water used for all customer classes.

Section 2. Purpose

This rate adjustment is adopted solely to offset the increase in wholesale water costs imposed by the Washington County Water Conservancy District and to ensure continued operation, maintenance, and financial sustainability of the Town's water system.

Section 3. Effective Date

This Resolution shall take effect on July 1, 2026.

Section 4. Severability

If any section, subsection, sentence, clause, or phrase of this Resolution is for any reason held to be invalid, such decision shall not affect the validity of the remaining portions of this Resolution.

PASSED AND ADOPTED by the Town Council of Virgin, Utah, this June Day of 16, 2026.

Resolution R2026-
Adopted: June 16, 2026