

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

Dear Culinary Water Users:

Levan Town (hereinafter "Town") 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 Town, including replacing aged and failing lead jointed ductile iron pipe, together with related improvements.

The total estimated project cost is \$2,895,000. \$2,866,000 of the project cost shall be covered by the loan/grant (\$1,433,000 loan and \$1,433,050 grant/principal forgiveness). The Town is obligated to contribute \$39.950 towards the project.. The loan from DWB in the amount of \$1,433,000 will bear interest at 2% and is repayable as follows:

Bond (Loan) payable	Interest Rate	Term (years)	Annual Payment	Required Annual Reserve Payment	Total Annual Payment
\$1,433,000	2.0%	30	\$71,780	\$7,178 (Years 1-10)	\$78,958

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

Monthly base rate shall be increased from \$32.00 to \$47.00 per month for 0 to 5,000 gallons

\$0.90 per 1,000 gallons (5,000 to 20,000 gallons)

\$1.00 per 1,000 gallons (20,000-40,000 gallons)

\$1.30 per 1,000 gallons (over 40,000 gallons)

Non-metered water: \$10.00 per 1,000 gallons

The Town will hold a public hearing at the Town Office, 20 North Main Street, Levan, Utah, on December 14, 2022 at 7:00 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:

Levan Town
20 North Main Street
Levan, UT 84639

Sincerely yours,

LEVAN TOWN

The following may be used for written comment and returned to the Town Clerk:

Name: _____

In Favor: _____ Not in Favor: _____

Comments: _____