## **RESOLUTION NO. 98**

## A RESOLUTION ALLOWING FOR THE CITY OF TONTITOWN, ARKANSAS TO ENTER INTO WRITTEN AGREEMENTS FOR THE PAYMENT OF CONNECTION FEES WITH REGARD TO THE PROVIDING OF WATER UTILITIES

WHEREAS, as part of its municipal services, the City of Tontitown (City), furnishes water to many of the residents and businesses within the corporate limits of the City, as well as some individuals and businesses located outside the City limits; and

WHEREAS, in initiating such service, the City charges the individual or business a connection fee related to the providing of water services, but often allows the consumer receiving the utility to pay for such costs on a deferred basis; and

WHEREAS, the City often fails to receive full payment for connection fees when allowing the consumer to pay on a deferred basis, thereby causing a financial hardship on the City; and

WHEREAS, no written agreement currently exists setting out the terms of payment for the establishment of the service as described;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Tontitown, Arkansas:

That the City of Tontitown, by and through the Mayor of the City, is hereby authorized to enter into written agreements with individuals and business, both within and outside the corporate limits of the City, for the providing of water utilities by the City to such individuals and businesses, and that such agreements shall set forth the charges for initiating service, the terms of payment for the providing of such service, and the remedies for the City in the event of non-payment. The content and form of any such agreement shall be approved by the City Council before it is placed into use.

PASSED this 4th day of June, 2002.

APPROVED:

Dan Watson, Mayor

ATTEST:

Frances Franco, City Clerk