

1 **WATER CONSERVANCY DISTRICT AMENDMENTS**

2 2012 GENERAL SESSION

3 STATE OF UTAH

4 **Chief Sponsor: John L. Valentine**

5 House Sponsor: Bradley M. Daw

7 **LONG TITLE**

8 **General Description:**

9 This bill directs the Revenue and Taxation Interim Committee to conduct a study of the
10 proper allocation of water costs to the rate structure charged for water customers.

11 **Highlighted Provisions:**

12 This bill:

13 ▶ directs the Revenue and Taxation Interim Committee in 2012 to study the proper
14 allocation of water costs to the rate structure charged for water customers.

15 **Money Appropriated in this Bill:**

16 None

17 **Other Special Clauses:**

18 None

19 **Uncodified Material Affected:**

20 ENACTS UNCODIFIED MATERIAL

22 *Be it enacted by the Legislature of the state of Utah:*

23 Section 1. **Revenue and Taxation Interim Committee study of issues related to the**
24 **financing of water services.**

25 In 2012, the Revenue and Taxation Interim Committee shall conduct a study of the
26 proper allocation of water costs to the rate structure charged for water customers, including a
27 study of:

28 (1) the proper allocation of repair and replacement costs for infrastructure by a water
29 conservancy district;

- 30 (2) the proper method of financing new and related water infrastructure;
31 (3) the proper allocation of funds to comply with applicable federal mitigation
32 requirements;
33 (4) the impact on development by impact fees or hook-up fees charged by a water
34 conservancy district;
35 (5) the advisability of establishing a sinking fund to fund replacement costs or building
36 new projects and infrastructure;
37 (6) methods to effectively charge for the delivery and acquisition of water;
38 (7) the efficacy of or need for various water conservancy district programs, including
39 variable rate processing, education programs, landscape ordinances, and multi-tier rate
40 structures;
41 (8) the allocation of costs and financing methods used in surrounding states for water
42 projects; and
43 (9) the role of conservation in water pricing and supply adequacy for future water
44 needs.