RESUME May 8, 2012

APPROVAL OF A RESOLUTION OPPOSING ANY RATE INCREASE BY VIRGINIA AMERICAN WATER

Staff recommends approval of the attached Resolution to the State Corporation Commission opposing any rate increase for Virginia American Water.

R-12-xxx

Board of Supervisors
County of Prince George, Virginia

Resolution

At a regular meeting of the Board of Supervisors of the County of Prince George held in the Boardroom, Third Floor, County Administration Building, 6602 Courts Drive, Prince George, Virginia this 8th day of May, 2012:

Present:	Vote:
Henry D. Parker, Jr., Chairman	
Jerry J. Skalsky, Vice-Chairman	
Alan R. Carmichael	
William F. Gandel	
William A. Robertson, Jr.	

C-10

On motion of _____, seconded by _____, which carried unanimously, the following Resolution was adopted:

RESOLUTION OPPOSING STATE CORPORATION COMMISSION APPROVAL OF VIRGINIA AMERICAN WATER COMPANY'S APPLICATION FOR A WATER RATE INCREASE

WHEREAS, Virginia American Water Company serves 724 residential customers in Prince George County, in the area shown on the attached map; and

WHEREAS, in 2011, the State Corporation Commission granted a 21.25% rate increase to Virginia American Water that is now being paid by Prince George citizens that consume Virginia American Water; and

WHEREAS, less than one year later, Virginia American Water has requested another rate increase of 12.5% that will result in a combined 33.75% rate increase for Prince George County residents in the last twelve months; and

WHEREAS, the revenue from both rate increases will fund additional profit and system expansions for Virginia American Water that predominately serves industrial users in Hopewell and the residential and military needs created by an expanding Fort Lee; and

WHEREAS, 86% of the water produced by Virginia American Water is for the benefit of industrial customers in Hopewell; and

WHEREAS, residential customers in Prince George continue to experience odor, color and taste problems with the potable water supplied by Virginia American Water and have received nothing of value from the most recent rate increase and will receive nothing of value if the proposed rate increase is approved; and

WHEREAS, Fort Lee and all industrial purchasers in Hopewell can pass any additional cost of water from Virginia American Water to their customers and users, while residential users in Prince George do not have that option;

NOW THEREFORE, be it resolved that the Prince George County Board of Supervisors opposes the application for a rate increase by Virginia American Water pending before the State Corporation Commission at least until Virginia American Water solves quality, odor, color and taste problems with the water supplied to residential customers in Prince George County.

A Copy Teste:

_____

Percy C. Ashcraft
County Administrator

ONRAMP 1295
OFFRAMP 1295
ONRAMP 1295
OFFRAMP 1295
MONROE AVE
MONROE AVE
BUTTOR RD
HAMILTON AVE
MADISON ST
LAFAYETTE ST
OAKLAWN BLVD
BRANDYWINE DR
CHESHIRE DR
OLD IRON RD
ROBERT E LEE DR
LONDON RD
MULBERRY DR
EMPLE AVE
OAKLAWN BLVD
CROSSINGS BLVD
JEFFERSON PARK RD
OWENS WAY
BAILEYS RIDGE LN
SUMMERS HILL LN
CYPRESS CREEK DR
ROMANS RD
1295
1295
RUNNING CREEK LN
CEDAR CREEK LN
CARIBOU CT
GREY FOX DR
IMPALA DR
LONGWOOD DR
SANDYRIDGE RD
ONTARIO DR
FORBES DR
NORCUM AVE
MONCOL DR
BIRCHETT PL
BIRCHETT DR
PFOSTA VE
MIDDLE RD
BLAIR CT
LAKE RD
SHOREBIRD DR
CYPRESS DR
BOXWOOD DR
MOUNT
PRINCE GEORGE
MEGAN CT
HEARTHSIDE DR
THOMPSON WAY
TAKACH RD
WATCHRUN DR
WARWICK CT
FOX DR
BRANCHESTER PKWY
SURRYWOOD DR
TRAILING ROCK