

Consider Alternatives –

During the February 4th, 2025 regular meeting, the council considered alternatives to selling the sewer system. Council concluded that sewer rates would need to be increased annually due to inflation and overall increased costs year over year. Sewer rates would need to be increased at least 5% each year. M/S Pray and Petersen, carried to agree that the annual increased to sewer rates each year, for at least the next 20 years would be the alternative to selling the utility to Iowa American Water.

Fair Market Value –

During the February 4th, 2025 regular council meeting, the council determined that the fair market value of the water utility is \$900,266. The depreciated value of the capital assets to be sold is \$900,266 which establishes the fair market value of the utility. M/S Pray and Rehr, carried to establish that the fair market value of the sewer utility is \$900,266.