


# COUNCIL COMMUNICATION

	Number:	<b>19-185i</b>	Meeting:	<b>May 6, 2019</b>
	Agenda Item:	<b>35</b>	Roll Call:	<b>19-0735</b>
	Submitted by:	<b>Bob Fagen, Finance Director</b>		

**AGENDA HEADING:**

Amending Chapter 118 of the Municipal Code regarding charges for sewer service.

**SYNOPSIS:**

Recommend approval of amending the Municipal Code Sections 118-149, relating to the annual increases to sanitary sewer volume charges for sewer services by 3% effective on July 1, 2019; July 1, 2020; and July 1, 2021.

**FISCAL IMPACT:**

Amount: The sanitary sewer volume charge rates are proposed to increase annually by 3% beginning July 1, 2019, for three (3) years.

	<u>Volume Charge per 1,000 Gallons</u>	<u>Monthly Service Charge</u>	<u>Estimated Revenue Increase*</u>
Current Rates	\$7.27	\$4.40	
Proposed Change On:			
7/1/2019	\$7.49	\$4.40	\$1,274,309
7/1/2020	\$7.71	\$4.40	\$1,312,538
7/1/2021	\$7.94	\$4.40	\$1,351,914

\* Assumes annual water volume use remains the same for each year

Funding Source: Revenues will be deposited in the appropriate Sanitary Sewer Fund accounts for use on operations and capital projects per the budget plan.

**ADDITIONAL INFORMATION:**

- At the November 19, 2018 Council workshop, staff presented an update on the operating and Capital Improvement Plans for the stormwater and the sanitary sewer systems.

- Fee increases are needed in the Sanitary Sewer Fund to meet the requirements of the Long-Term Control Plan addressing combined sewer overflows, increasing operating and maintenance expenses, and to continue sewer lining projects which extend the life of infrastructure.

**PREVIOUS COUNCIL ACTION(S):**

Date: March 21, 2016

Roll Call Number: [16-0492](#) and [16-0493](#)

Action: [Amending](#) Chapter 118 of the Municipal Code regarding volume charge and customer service charge for sewer services and the ERU rate to be applied to residential and nonresidential properties. ([Council Communication No. 16-134](#)) Moved by Hensley that this ordinance be considered and given first vote for passage. Motion Carried 7-0.

- (A) [Final](#) consideration of ordinance above (waiver requested by the City Manager), requires six votes. Moved by Hensley that the rule requiring that an ordinance must be considered and voted on for passage at two Council meetings prior to the meeting at which it is to be finally passed be suspended, that the ordinance be placed upon its final passage and that the ordinance do now pass, #15,455. Motion Carried 7-0.

**BOARD/COMMISSION ACTION(S): NONE**

**ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE**

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