

RESOLUTION NO. 2458

RESOLUTION SETTING RATES FOR SEWER USE AND REPEALING RESOLUTION NO. 2420

WHEREAS, the sewer rate structure should be based on the principal that all users pay their equitable share of system costs; and

WHEREAS, it is necessary that users with relatively homogeneous wastewater loading are grouped together and rates are developed for the average loadings in that group; and

WHEREAS, in establishing equities in sewer use rates, it is necessary to establish customer classes as residential, Millersburg, restaurants, grocery stores, mortuaries, and general commercial; and

WHEREAS, an equitable rate structure requires that a flat demand charge for each user plus a variable charge that depends on the use of the system be established. The demand charges herein are designed to cover fixed costs of the system and the variable charges are designed to provide for those costs that vary closely with the quantity and strength of the wastewater and that all variable charges shown as a rate for 100 cubic feet of water consumption with this portion of the bill to an individual user to vary according to water consumption; and

WHEREAS, a debt service charge is necessary to generate revenues that cover the debt obligation to finance a major effort to complete the sewer separation program.

NOW, THEREFORE, BE IT RESOLVED that sewer use charges are hereby established as follows:

I. Residential User Rates

For each residential customer, the quarterly bill for sewer service shall be computed as follows:

$$A = B + (3 \text{ months' water consumption}) \times C + D$$

where: A = quarterly bill
B = demand charge for each customer in the residential class
C = use rate for the residential class
D = debt service charge

and where: water consumption (expressed in hundreds of cubic feet) is the recorded consumption for any three billing months beginning October 1st through March 31st as shown in records to be provided annually by Pacific Power and Light Company.

Single-family residential:

B = ~~\$12.63~~ \$14.10 per quarter
C = ~~\$0.185~~ \$0.190 per hundred cubic feet
D = \$7.08 per quarter

Multi-family residential:

B = ~~\$12.63~~ \$14.10 per dwelling unit per quarter
C = ~~\$0.185~~ \$0.190 per hundred cubic feet
D = \$7.08 per dwelling unit per quarter

II. Millersburg User Rates

For the City of Millersburg, the quarterly bill for sewer service shall be computed as follows:

Total Quarterly Bill = A + B + C + D

where: A = demand charge = $\frac{(\text{previous quarter's flow}) \times (\$4.21 \text{ } \$4.70)}{\text{residential average}}$

residential average = $\frac{\text{total residential 3 months' consumption}}{\text{total number of residential users}}$

The demand charge shall not be less than the demand charge calculated for use during the previous quarter.

B = variable charge = $\frac{(\text{current quarter's flow in gallons}) \times (\$0.185 \text{ } \$0.190)}{(7.48) \times (100)}$

C = O&M charge = (50%) x (demand charge + variable charge)

D = debt service charge which equals \$7.08 per quarter

III. Commercial User Rates

A. Restaurants

For each restaurant, the quarterly bill for sewer service shall be computed as follows:

A = B + (3 months' water consumption) x C + D

where: A = quarterly bill
B = demand charge = 0
C = ~~\$0.988~~ \$1.076 per 100 cubic feet
D = \$7.08 per quarter

and where: water consumption is equal to actual quarterly water consumption as shown in records to be provided quarterly by Pacific Power & Light Company.

The minimum quarterly bill for customers in this category shall be ~~\$12.63~~ \$21.18.

B. Grocery Stores

For each grocery store, the quarterly bill for sewer service shall be computed as follows:

$$A = B + (3 \text{ months' water consumption}) \times C + D$$

where: A = quarterly bill
B = demand charge = 0
C = ~~\$1.126~~ \$1.331 per 100 cubic feet
D = \$7.08 per quarter

and where: water consumption is equal to actual quarterly water consumption as shown in records to be provided quarterly by Pacific Power & Light Company.

The minimum quarterly bill for customers in this category shall be ~~\$12.63~~ \$21.18.

C. Mortuaries

For each mortuary, the quarterly bill for sewer service shall be computed as follows:

$$A = B + (3 \text{ months' water consumption}) \times C + D$$

where: A = quarterly bill
B = demand charge = 0
C = ~~\$1.206~~ \$1.430 per 100 cubic feet
D = \$7.08 per quarter

and where: water consumption is equal to actual quarterly water consumption as shown in records to be provided quarterly by Pacific Power & Light Company.

The minimum quarterly bill for customers in this category shall be ~~\$12.63~~ \$21.18.

D. General Commercial

A = quarterly bill
B = ~~\$12.63~~ \$14.10 per quarter
C = ~~\$0.185~~ \$0.190 per hundred cubic feet
D = \$7.08 per quarter

Commercial users having a 3 months' consumption of less than or equal to the residential average consumption pay a quarterly charge based on the following formula:

$$A = B + (3 \text{ months' water consumption}) \times C + D$$

E. High Volume Commercial

- A = quarterly bill
- B = ~~\$12.63~~ \$14.10 per quarter
- C = ~~\$0.185~~ \$0.190 per hundred cubic feet
- D = \$7.08 per quarter

Commercial users having a 3 months' consumption greater than the residential average consumption shall pay a quarterly charge based on the following formula:

$$A = \frac{3 \text{ months' water consumption}}{\text{residential average}} \times B + (3 \text{ months' water consumption}) \times C + D$$

$$\text{residential average} = \frac{\text{total residential 3 months' consumption}}{\text{total number of residential users}}$$

The minimum quarterly bill for customers in this category shall be ~~\$12.63~~ \$21.18.

BE IT FURTHER RESOLVED these sewer user rates do not include sewer separation charges. Therefore, the current \$2.40 and \$6.00 charges should be added to the rates shown throughout to obtain the total bill for each user

BE IT FURTHER RESOLVED the rates herein established shall apply to users within the boundaries of the city limits of the city of Albany. Any person making use of the sewer system outside the city of Albany shall pay one and one-half (1-1/2) times the rate as established herein.

BE IT FURTHER RESOLVED that these rates herein established shall become effective ~~October 1, 1983~~ July 1, 1984.

BE IT FURTHER RESOLVED that Resolution No. 2420 is hereby repealed.

DATED THIS 11th DAY OF APRIL, 1984.



Mayor

ATTEST:



City Recorder