RESOLUTION NO. 2281

A RESOLUTION SETTING RATES FOR SEWER USE UNDER THE PROVISIONS OF SECTION 5.1 OF ORDINANCE NO. 4144.

WHEREAS, the sewer rate structure should be based on the principal that all users should pay their "fair 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 single-family residential, multi-family residential, high-strength commercial, general commercial and industrial users, 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 were designed to cover fixed costs of the system with the variable charges designed to provide for those costs that vary closely with the quantity and strength of the wastewater. 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,

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

Non-Industrial User Rates

For each non-industrial customer, the quarterly sewage bill would be computed as follows:

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

where: A = quarterly bill

B = demand charge for each customer in the

particular class

C = use rate for the particular class

and where:

3 months water consumption (expressed in hundreds of cubic feet) is the recorded consumption for January, February and March of each year as shown in records to be provided annually by Pacific Power & Light Company.

Single-Family Residential:

B = \$11.55 per quarter

C = \$0.187 per hundred cubic feet

Multi-Family Residential:

B = \$11.55 per dwelling unit per quarter

C = \$0.187 per hundred cubic feet

General Commercial:

B = \$11.55 per quarter

C = \$0.187 per hundred cubic feet

Case I - Commercial users having a 3 months' consumption greater than or equal to the residential average consumption pay a quarterly charge based on the following formula:

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

High-Volume Commercial:

B = \$11.55 per quarter

C = \$0.187 per hundred cubic feet

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

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

Residential Average = $\frac{\text{Total residential 3 months' consumption}}{\text{Total number of residential users}}$

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 above to obtain the total bill for each user.

BE IT FURTHER RESOLVED that 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 $(1\frac{1}{2})$ times the rate as established herein.

BE IT FURTHER RESOLVED that the rates herein established shall become effective October 1, 1981.

DATED this 23rd day of September, 1981.

Mavor

ATTEST:

City Recorder