

RESOLUTION NO. 6649

A RESOLUTION SETTING RATES FOR WATER USE AND REPEALING RESOLUTION NO. 6548 (A RESOLUTION SETTING RATES FOR WATER USE AND REPEALING RESOLUTION NO. 6411).

WHEREAS, the Water Fund is primarily dependent upon water rate revenues for its funding; and

WHEREAS, the rate structure should be designed to generate revenues adequate to properly operate and maintain the water system, to comply with regulatory requirements, to fund water system capital projects, and to meet debt service requirements; and

WHEREAS, in 2012, the City Council decided to set future rate increases by evaluating the referenced water system requirements annually; and

WHEREAS, the Council initially implemented a low-income assistance program in 2006 (Resolution No. 5166), and the latest revision to that program was in October 2016 (Resolution No. 6543); and

WHEREAS, the City Council completed this year's evaluation at the December 4, 2017, Council Work Session; and

WHEREAS, a **1.5 percent** (1.5%) increase in revenue is recommended to cover debt and operating expenses and to keep the water utility on track to be able to generate \$1.45 million in annual capital revenue.

NOW, THEREFORE, BE IT RESOLVED by the Albany City Council that the water rates and service charges for water service as specifically described in Exhibit "A" (attached hereto) are hereby adopted; and

BE IT FURTHER RESOLVED that Resolution No. 6548 is hereby repealed; and

BE IT FURTHER RESOLVED that the rates established by this resolution shall be effective **January 1, 2018**.

DATED THIS 6TH DAY OF DECEMBER 2017.



Mayor

ATTEST:



City Clerk

EXHIBIT "A"

I. SERVICE FEES AND CHARGES

Description	Reference	Charge			
		Customer Type	Property Owner	Non Property Owner	
Account Deposit	AMC 11.01.040(2a)	Residential	no deposit	\$80	
		Multi-family & Non-residential	no deposit	\$80 or \$120 depending on consumption	
New Account – Service Fees	AMC 11.01.040(5)	Regular working hours \$15 After hours \$60			
Restore Service	AMC 11.01.060(5)	Regular working hours \$25 After hours \$60			
Financial Institution Returned Item	ORS 30.701(5)	\$35			
Past Due and Disconnection Notice	AMC 11.01.060(4)	\$5 per occurrence			
Tampering Fees	AMC 11.01.080(9)	\$100			
Meter Testing at Customer's Request	AMC 11.01.090(1b)(ii)	Meter Size ¾-inch	Service Charge Deposit \$15		
		Larger than ¾-inch	Actual Cost		
Drop-in Meter Installation	AMC 11.01.100(2)(3)	<u>¾" meter</u> \$275	<u>1" meter</u> \$340	<u>1-1/2" meter</u> \$1,771	<u>2" meter</u> \$1,883
Full Installation with meter (Excludes system development charges)	AMC 11.01.100(2)(3)	<u>¾" meter</u> \$2,950	<u>1" meter</u> \$2,975	<u>1-1/2" meter</u> Actual Cost	<u>2" meter</u> Actual Cost
Reduction of Meter Size (based on size of meter to be installed)	AMC 11.01.100(5b)	<u>¾" meter</u> \$275	<u>1" meter</u> \$340	<u>1-1/2" meter</u> \$1,771	<u>2" meter</u> \$1,883
Main Extensions	AMC 11.01.120(2h)	Actual Cost Plus 15% Overhead			
Fire Service Extensions	AMC 11.01.150(1)	Actual Cost Plus 15% Overhead			
Unauthorized Use of Fire Hydrant	AMC 11.01.180(1) & (4)	\$50 + \$3.40 \$3.35 per 100 cubic feet			
Metered Use of Hydrant	AMC 11.01.180(4)	Refundable Deposit	\$75.00		
		Set Up	\$25.00		
		Bulk Rate	\$ 3.40	\$3.35 per 100 cubic feet	
		Relocation Rate	\$25.00		
		Monthly Base Charge	\$96.99	\$95.56	

II. RESIDENTIAL, MULTI-FAMILY, AND NON-RESIDENTIAL WATER SERVICE

A. WATER CUSTOMERS INSIDE CITY LIMITS

Applicable to all residential, multi-family, and non-residential customers receiving water service within the Albany city limits.

A residential customer is defined as a customer whose meter serves only one single-family dwelling unit. All dwelling units served by individual meters shall be charged the residential rate for service. For example, the residential rate shall apply where separate water meters provide service to each side of a duplex.

Multi-family customers are defined as customers whose meter services more than one dwelling unit. For the purposes of this rate resolution, dwelling unit shall be defined as any place of human habitation designed for occupancy based upon separate leases, rental agreements, or other written instruments.

Non-residential customers are defined as customers whose meter is for any use other than residential and multi-family. Some examples of non-residential uses include, but are not limited to: commercial, industrial, institutional, and food processing. Examples of institutional uses include schools, hospitals, and nursing homes.

MONTHLY RATE:

Customer Class/ Meter Size	Base Charge (\$/month)	Consumption Charge			
		Block 1	Block 2	Block 3	
Nonresidential & Multi-Family		<i>Consumption Level (hundred cubic feet)</i>			
¾ inch or less	\$17.57 \$ 17.83	First 17	Next 17	Over 34	
1 inch	\$25.67 \$ 26.06	First 18	Next 18	Over 36	
1½ inch	\$58.50 \$ 59.38	First 21	Next 21	Over 42	
2 inch	\$93.65 \$ 95.05	First 25	Next 25	Over 50	
3 inch	\$187.48 \$190.29	First 28	Next 28	Over 56	
4 inch	\$292.89 \$297.28	First 30	Next 30	Over 60	
6 inch	\$585.64 \$594.39	First 31	Next 31	Over 62	
8 inch	\$650.44 \$659.86	First 40	Next 40	Over 80	
10 inch	\$650.44 \$659.86	First 92	Next 92	Over 184	
12 inch	\$650.44 \$659.86	First 92	Next 92	Over 184	
		<i>Consumption Rate (\$/100 cubic feet)</i>			
Nonresidential		\$3.28 \$3.33	\$2.39 \$2.43	\$2.27 \$2.30	
Multifamily		\$3.45 \$3.20	\$2.35 \$2.39	\$2.20 \$2.23	
Residential		<i>Consumption Level (hundred cubic feet)</i>			
¾ inch or less	\$17.57 \$17.83	First 6	Over 6	NA	
1 inch	\$25.67 \$26.06	First 6	Over 6	NA	
1½ inch	\$58.50 \$59.38	First 6	Over 6	NA	
2 inch	\$93.65 \$95.05	First 6	Over 6	NA	
		<i>Consumption Rate (\$/100 cubic feet)</i>			
All Meters		\$3.94 \$3.97	\$2.48 \$2.52	NA	
<i>Low-Income Assistance Program Surcharge – Residential Bills Only</i>				\$0.35	

B. WATER CUSTOMERS OUTSIDE CITY LIMITS

Applicable to all residential, multi-family, and non-residential customers receiving water service outside the Albany city limits and are not served by water lines previously operated by the North Albany County Service District (NACSD) or the Dumbeck Lane Domestic Water Supply District.

MONTHLY RATE

Rates by class as listed under Section I.A, Water Customers Inside City Limits, with a 10 percent surcharge on said rates for service outside the city limits.

C. WATER CUSTOMERS WITHIN THE DUMBECK LANE DOMESTIC WATER SUPPLY DISTRICT

Applicable to the Dumbeck’s master water meter that will serve a maximum of 132 residential connections as defined in the agreement dated December 2014 between the Dumbeck Lane Domestic Water Supply District and the City of Albany.

MONTHLY RATE

Dumbeck will pay quarterly for water delivered to Dumbeck’s meter that Albany installs and maintains for billing purposes. The water rate will be increased annually to reflect changes adopted by Albany.

Dumbeck	Base Charge (\$/month)	Consumption Rate (\$/100 cubic feet)
Wholesale	N/A	\$3.64 \$3.69

D. WATER CUSTOMERS OUTSIDE CITY LIMITS IN BENTON COUNTY

Applicable to all residential, multi-family, and non-residential customers outside city limits and served by water lines previously operated by the North Albany County Service District (NACSD) (excludes the Dumbeck Lane Domestic Water Supply District).

MONTHLY RATE

The water rates adopted by the Benton County Commissioners acting as the governing body of the NACSD consistent with the contractual agreement between NACSD and the City of Albany.

E. CITY OF MILLERSBURG

The City of Millersburg will pay their share of capital expenses and cost to produce water at the Albany-Millersburg Water Treatment Plant according to the Albany-Millersburg Intergovernmental Agreement for Jointly-Owned Water Facilities.

III. SPECIAL CONDITIONS APPLYING TO ALL CUSTOMERS

If water service is provided through a single meter to a facility that contains a mixture of customer classes, the customer class with the higher consumption rates shall be used for calculating the consumption portion of the bill. For example, all water used in a building that contains both non-residential and multi-family uses will be billed at the non-residential consumption rate.

Meter readings from meters that measure flow in 1,000 gallon increments shall be converted to hundred cubic foot units prior to applying the appropriate consumption charge for calculating the water bill.

Water used during construction of a building shall be metered and billed at the rate appropriate for the type of facility being constructed. For example, water used during construction of a single-family residence will be billed at the residential rate. When, during construction, setting a meter is impracticable, the amount of water used shall be estimated and billed at the appropriate rate for the type of facility being constructed.