

RESOLUTION NO. 2701

RESOLUTION SETTING RATES FOR SEWER USE AND REPEALING RESOLUTION NO. 2567

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, general commercial, high volume commercial and Heath's Laundry; 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 per 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 water consumption for any three billing months beginning October 1st through March 31st as recorded by the City of Albany.

Single-family residential:

B = ~~\$15.72~~ 17.61 per quarter  
C = ~~\$0.201~~ 0.23 per hundred cubic feet  
D = ~~\$7.08~~ 6.81 per quarter

Multi-family residential:

B = ~~\$15.72~~ 17.61 per dwelling unit per quarter  
C = ~~\$0.201~~ 0.23 per hundred cubic feet  
D = ~~\$7.08~~ 6.81 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 =  $\frac{\text{(previous quarter's flow in gallons)} \times \text{(~~\$5.24~~) } (\$6.20)}{\text{residential average } 6089}$

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 =  $\frac{\text{(current quarter's flow in gallons)} \times \text{(~~\$0.201~~) } (\$0.27)}{(7.48) \times (100)}$

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

D = debt service charge which equals ~~\$7.08~~ \$6.81 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 = ~~\$1.206~~ 1.55 per 100 cubic feet  
D = ~~\$7.08~~ 6.81 per quarter

and where: water consumption is equal to actual quarterly water consumption as recorded by the City of Albany.

The minimum quarterly bill for customers in this category shall be ~~\$22.80~~ 24.42.

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 = ~~\$1.613~~ 2.21 per 100 cubic feet  
D = ~~\$7.08~~ 6.81 per quarter

and where: water consumption is equal to actual quarterly water consumption as recorded by the City of Albany.

The minimum quarterly bill for customers in this category shall be ~~\$22.80~~ 24.42.

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 = ~~\$1.718~~ 2.32 per 100 cubic feet  
D = ~~\$7.08~~ 6.81 per quarter

and where: water consumption is equal to actual quarterly water consumption as recorded by the City of Albany.

The minimum quarterly bill for customers in this category shall be ~~\$22.80~~ 24.42.

D. General Commercial

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:

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

where: A = quarterly bill  
B = ~~\$15.72~~ 17.61 per quarter  
C = ~~\$0.201~~ .197 per hundred cubic feet  
D = ~~\$7.08~~ 6.81 per quarter

and where: water consumption (expressed in hundreds of cubic feet) is the water consumption for any three billing months beginning October 1st through March 31st as recorded by the City of Albany.

The minimum quarterly bill for customers in this category shall be ~~\$22.80~~ **24.42**.

E. High Volume Commercial

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

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

where: A = quarterly bill  
B = ~~\$15.72~~ **17.61** per quarter  
C = ~~\$0.201~~ **0.197** per hundred cubic feet  
D = ~~\$7.08~~ **6.81** per quarter

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

and where: water consumption (expressed in hundreds of cubic feet) is the water consumption for any three billing months beginning October 1st through March 31st as recorded by the City of Albany.

The minimum quarterly bill for customers in this category shall be ~~\$22.80~~ **24.42**.

F. Heath's Laundry

Heath's Laundry shall pay a quarterly charge based on the following formula:

$$A = \frac{3 \text{ months' water consumption}}{\text{residential average}} \times (0.90) \times B + (3 \text{ months' water consumption}) \times (0.90) \times C + D$$

where: A = quarterly bill  
B = ~~\$15.72~~ **17.61** per quarter  
C = ~~\$0.227~~ **0.31** per hundred cubic feet  
D = ~~\$7.08~~ **6.81** per quarter

and where: water consumption (expressed in hundreds of cubic feet) is the actual quarterly water consumption as recorded by the City of Albany.

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 July 1, 1987.

BE IT FURTHER RESOLVED that Resolution No. 2567 is hereby repealed.

DATED THIS 8TH DAY OF JULY, 1987.

  
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Mayor

ATTEST:

  
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City Recorder

