

Vote: Buswell, Harris, O’Barr, Sullivan-Leonard, Wall and Wilson in favor to postpone indefinitely

**City of Wasilla
Ordinance Serial No. 14-01**

An ordinance of the Wasilla City Council amending Wasilla Municipal Code 13.04.080(A), Water Rates, to provide for a minimum rate charge for metered use to be paid by customers.

Section 1. Classification. This ordinance is of a general and permanent nature and shall become part of the city code.

Section 2. Amendment of section. WMC 13.04.080(A), Water Rates, is hereby amended to read as follows:

A. Monthly water service shall be furnished at the following rates:

Water Service Monthly Rate	7/1/2012— 12/31/2013	<u>Monthly Rate</u> 1/1/2014— 6/30/2014
Metered per 1,000 gallons	\$8.48	\$9.12
<u>Minimum per month for metered use up to 2,000 gallons</u>		<u>\$31.90</u>
<u>Metered use per month 2,001-5,000 gallons</u> Minimum per month	\$42.39	\$45.57

Section 3. Effective date. This ordinance shall take effect upon adoption by the Wasilla City Council.

POSTPONED INDEFINITELY by the Wasilla City Council on December 9, 2013.

Underline, added. ~~Strikethrough, deleted~~





CITY COUNCIL LEGISLATION STAFF REPORT

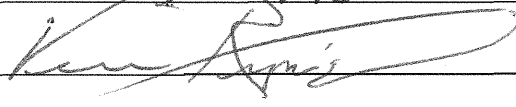
Ordinance Serial No. 14-01: Amending Wasilla Municipal Code 13.04.080(A), Water Rates, to provide for a minimum rate charge for metered use to be paid by customers.

Originator: Public Works Director

Date: November 25, 2013

Agenda of: December 9, 2013

Route to:	Department Head	Signature	Date
X	Public Works Director		11/26/13
X	Finance Director		11/26/13
X	Deputy Administrator		11/27/13
X	City Clerk		11/26/13

Reviewed by Mayor Verne E. Rupright: 

Fiscal Impact: yes \$48,200 estimated annual revenue loss based FY2013 rates

Account name/number: Water Utility Fund/320

Attachments: Fiscal Impact Analysis (1 page)

Summary Statement: This ordinance provides for the final 7.5 percent rate increase approved by the City Council in 2009 while allowing a 30 percent rate reduction for low consumption users. Currently, the minimum rate is based on use less than 5,000 gallons per month. This ordinance would create a second lower minimum based on use less than 2,000 gallons per month.

Recommended Action: Adopt Ordinance Serial No. 14-01.

Water Utility	Customers	Consumption Range gal/month	Total Consumption gal/month	30% discount revenue reduction to the utility per year
Residential Single Family	215	0-2,000	230,807	\$ 32,809.86
	491	2,000-5,000	1,719,318	
	279	5,000+	2,306,775	
Total	985		4,256,900	
Residential Multi-Family	14	0-2,000	13,459	\$ 2,136.46
	20	2,000-5,000	67,477	
	88	5,000+	1,614,910	
Total	122		1,695,846	
Commercial	86	0-2,000	69,152	\$ 13,123.94
	56	2,000-5,000	179,849	
	153	5,000+	5,679,860	
Total	295		5,928,861	
Institutional	0	0-2,000	0	0
	0	2,000-5,000	0	
	3	5,000+	91,394	
Total	3		91,394	
Municipal	1	0-2,000	360	\$ 152.60
	0	2,000-5,000	0	
	9	5,000+	433,230	
Total	10		433,590	\$ 48,222.86
Total customers 1415				
Total Revenue	Min. Customers	883	\$ 449,164.44	
	5,000+ Consumption	10,126,169	\$ 1,030,438.96	
			\$ 1,479,603.40	Current Projected Annual Revenue FY13