

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

**City of Wasilla
Ordinance Serial No. 14-02**

An ordinance of the Wasilla City Council amending Wasilla Municipal Code 13.08.070(C), Sewer – Service Fees, 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 13.08.070(C), Sewer – Service Fees, is hereby amended to read as follows:

C. Monthly Sewer service shall be furnished at the following rates:

Sewer Service Monthly Rate	7/1/2013— 12/31/2013	<u>Monthly Rate</u> 1/1/2014— 6/30/2014
Metered With water meter per 1,000 gallons	\$9.60	\$10.32
Without water meter	\$61.03	\$65.61
<u>Minimum per month for metered use up to 2,000 gallons flat charge</u>		<u>\$36.11</u>
Minimum per month <u>for metered use 2,001-5,000 gallons flat charge</u>	\$47.98	\$51.58
<u>Without water meter flat charge</u>		<u>\$65.61</u>

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~~

WASILLA

• ALASKA •

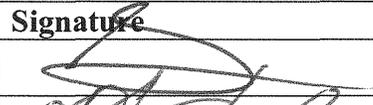
CITY COUNCIL LEGISLATION STAFF REPORT

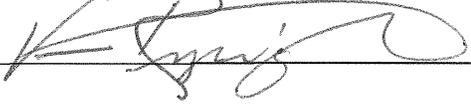
Ordinance Serial No. 14-02: Amending Wasilla Municipal Code 13.08.070(C), Sewer Service Fees, to provide for a minimum rate charge for metered use to be paid by customers.

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 \$22,700 estimated annual revenue loss based FY2013 rates

Account name/number: Sewer Utility Fund/310

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. The estimated annual revenue loss from the 30 percent discount is \$22,700 based on the current rate.

Recommended Action: Adopt Ordinance Serial No. 14-02.

Sewer Utility	Customers	Consumption Range gal/month	Total Consumption gal/month	30% discount revenue reduction to the utility per year
Current Minimum Rate 47.98				
Residential Single Family	59	0-2,000	na	\$ 10,190.95
	111	2,000-5,000	na	
	50	5,000+	na	
Total	220		899,103	
Residential Multi-Family	1	0-2,000	na	\$ 172.73
	9	2,000-5,000	na	
	71	5,000+	na	
Total	81		1,657,770	
Commercial	69	0-2,000	na	\$ 11,918.23
	49	2,000-5,000	na	
	132	5,000+	na	
Total	250		6,358,090	
Institutional	0	0-2,000	0	0
	0	2,000-5,000	0	
	3	5,000+	122,770	
Total	3		122,770	
Municipal	2	0-2,000	na	\$ 345.46
	0	2,000-5,000	na	
	7	5,000+	na	
Total	9		502,617	\$ 22,627.37
	563			

\$ 1,192,416.00 Current Projected Annual Revenue FY13
Based on May metered times 12