



Legislation Details (With Text)

File #: 20-0482 **Version:** 2 **Name:** 5/4/20 Sewer Rates - Ordinance Amendment Chp 29
Type: Ordinance **Status:** Passed
File created: 5/4/2020 **In control:** City Council
On agenda: 5/18/2020 **Final action:** 5/18/2020
Enactment date: 5/4/2020 **Enactment #:** ORD-20-14

Title: An Ordinance to Amend Section 2:64 of Chapter 29 (Sewer Rates) of Title II of the Code of the City of Ann Arbor (Ordinance No. ORD-20-14)

Sponsors:

Indexes:

Code sections:

Attachments: 1. ORD-20-14 Sewer Rates Ordinance Briefed and Approved.pdf, 2. ORD-20-14 Sewer_Ordinance_FY21 Briefed.pdf, 3. Sewer Ordinance FY 21.pdf, 4. ORD-20-14 Sewer Rates Ordinance Briefed and Approved.docx

Date	Ver.	Action By	Action	Result
5/18/2020	2	City Council	Held and Closed	
5/18/2020	2	City Council	Adopted on Second Reading	Pass
5/4/2020	2	City Council	Approved on First Reading	Pass

An Ordinance to Amend Section 2:64 of Chapter 29 (Sewer Rates) of Title II of the Code of the City of Ann Arbor (Ordinance No. ORD-20-14)

Your approval is requested to amend Section 2:64 of Chapter 29 of Title II of the Code of the City of Ann Arbor to increase sewer rates due to the continuing need to recover revenues required for the purposes of debt coverage and increasing operational costs of the sewage disposal system, such as televising of 20% of the collection system. In addition, revenue from this rate increase will be utilized for capital expenditures required to maintain and rehabilitate the sewer collection system, including significant efforts to line sewer collection pipes as well as the Meter/MTU replacement project.

The revenue requirement increase of 6.5% is projected to increase revenues to the Sewage Disposal System by \$1,964,736.00.

City Customers are billed in conjunction with the water and stormwater utility. The increase for the sewer portion of a customer's bill is an estimated \$8.00 per quarter, or \$32.00 annually. For the purposes of this comparison, the bill is calculated as a residential customer, with a 5/8" meter, using 18 CCF per quarter. The early payment discount (10%) is not included in this calculation.

Prepared by: Marti Praschan, Chief of Staff, Public Services

Reviewed by: Craig Hupy, Public Services Area Administrator

Approved by: Tom Crawford, Interim City Administrator.

ORDINANCE NO. ORD-20-14

First Reading: May 4, 2020
Public Hearing: May 18, 2020

Approved: May 18, 2020
Published: May 21, 2020
Effective: July 1, 2020

WATER, SEWER AND STORMWATER RATES

AN ORDINANCE TO AMEND SECTION 2:64 OF CHAPTER 29 (WATER, SEWER AND STORMWATER RATES) OF TITLE II OF THE CODE OF THE CITY OF ANN ARBOR

The City of Ann Arbor ordains:

Section 1. That Section 2:64 of Chapter 29 of Title II of the Code of the City of Ann Arbor be amended to read as follows:

2:64. - Sewer rates.

(1) The commodity charge for customers in Ann Arbor is \$6.33 per 100 cubic feet (CCF) of water flow, of which \$1.34 is a user charge for wastewater plant operation, maintenance and replacement, 43 cents is a user charge for field operation and maintenance of the sewer system, 58 cents is a user charge for system planning and administration, and \$3.98 is applied toward a portion of capital expenditures and debt on prior capital expenditures. Charges for sewer service provided to Ann Arbor Township, Pittsfield Township and Scio Township shall be as provided per the provisions of their respective wastewater treatment or sewer agreements with the City of Ann Arbor.

(2) Customer charges per quarter are as follows.

5/8" meter

\$15.96

3/4" meter

16.42

1" meter

17.05

1 1/2" meter

19.52

2" meter

21.76

3" meter

55.91

4" meter

63.38

6" meter

67.34

8" meter

80.56

10" meter

86.25

Section 2. That this ordinance shall take effect on July 1, 2020 or ten days after the passing of this ordinance.

CERTIFICATION

I hereby certify that the foregoing ordinance was adopted by the Council of the City of Ann Arbor, Michigan at its regular session of May 18, 2020.

(Date)

Jacqueline Beaudry, Ann Arbor City Clerk

Christopher Taylor, Mayor

I hereby certify that the foregoing ordinance received legal publication on the City Clerk's Webpage on May 21, 2020.

Jacqueline Beaudry, Ann Arbor City Clerk