



City of Saginaw

City of Saginaw

Meeting Date: 9/18/2018

Staff Contact: Gabe Reaume
City Manager

Agenda Item: 10
(CC-0918-19)

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SUBJECT: Consideration and Action regarding Ordinance No. 2018-15, Wastewater Service Rates

BACKGROUND/DISCUSSION:

The City of Saginaw contracts with the City of Fort Worth for the purchase of water and the treatment of wastewater. The City of Fort Worth bills the City of Saginaw for water based on volume and wastewater treatment based on the strengths and volume that pass through the system. The City of Fort Worth will increase water rates by 3.35% and wastewater rates by 8.46%. The 2018-2019 fiscal year budget includes no increase in water rates and an 8% increase in wastewater rates. Ordinance No. 2018-15 addresses the increase in wastewater rates.

FINANCIAL IMPACT:

The increased wastewater rate is estimated to generate an additional \$208,000 in revenues to partially offset the increased cost of wastewater treatment.

RECOMMENDATION:

Staff recommends approval of Ordinance No. 2018-15 revising the wastewater service rates.

Attachments

Proposed Ordinance

**CITY OF SAGINAW
ORDINANCE NO. 2018-15**

AN ORDINANCE OF THE CITY OF SAGINAW, TEXAS AMENDING CHAPTER 98 OF THE SAGINAW CITY CODE BY REVISING WASTEWATER SERVICE RATES; REVISING THE METHOD FOR COMPUTATION OF CHARGES FOR COMMERCIAL/INDUSTRIAL MONITORED CUSTOMERS; PROVIDING A SEVERABILITY CLAUSE; PROVIDING A CUMULATIVE CLAUSE; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City of Saginaw is a home rule city acting under its charter adopted by the electorate pursuant to Article XI, Section 5, of the Texas Constitution and Chapter 9 of the Local Government Code; and

WHEREAS, the City has established reasonable rates for the provision of wastewater service; and

WHEREAS, due to changes in the cost of providing such services, the City Council has determined that the rates for wastewater service must be increased; and

WHEREAS, the City Council has determined that the rates set forth herein are reasonable.

NOW THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAGINAW, TEXAS:

SECTION 1.

That Section 98-262 of the Saginaw City Code is hereby amended to read as follows:

Section 98-262. Wastewater Service Rates

There are hereby fixed and established the following wastewater service rates for service from the municipal systems for each category of customer as follows:

WASTEWATER SERVICE RATES

Residential Category	\$17.36 Basic Monthly Charge
	\$ 2.73 per 1,000 gallons for each 1,000 gallons in excess of 2,000 gallons up to 20,000 gallons max volume
Multi-Family Category	\$17.36 Basic Monthly Charge per Dwelling Unit
	\$ 4.74 per 1,000 gallons for each 1,000 gallons in excess of 2,000 gallons per dwelling unit, no max volume

Commercial/Industrial
Non-Monitored Category \$19.06 Basic Monthly Charge

 \$ 4.74 per 1,000 gallons for each 1,000 gallons in excess
 of 2,000 gallons , no max volume

Commercial/Industrial
Monitored Category \$ 4.74 per 1,000 gallons for each 1,000 gallons in excess
 of 2,000 gallons, no max volume

See attached formula in ordinance.

SECTION 2 .

That Section 98-265 of the Saginaw City Code is hereby amended to read as follows:

Sec. 98-265. Computation of charges for commercial/industrial monitored customers.

For all commercial/industrial wastewater customers who are in the monitored category, monthly charges shall be computed in accordance with the following formulas and values in "Table A":

- (1) Volume charge equals monthly volume in gallons/1000 times \$4.74.
- (2) BOD strength charge will be calculated in accordance with "Table A" (City of Fort Worth rate plus ten percent).
- (3) TSS strength charge will be calculated in accordance with "Table A" (City of Fort Worth rate plus ten percent).
- (4) Administrative charge equals \$75.00 per month.
- (5) The city shall perform sample collection and analysis for monitored category customers. Samples will be collected on five consecutive days, three times per year for each monitored category customer. Sample collection and analysis charges shall be charged to all monitored category customers equal to those incurred by the city for such testing.
- (6) Both current city of Fort Worth BOD and TSS test values and charges may be amended and adjusted as necessary by administrative action of the city without city council approval upon receipt of such from the City of Fort Worth under the terms of the contract applicable to the same.

"TABLE A"

CITY OF SAGINAW
STATEMENT
CALCULATION OF WASTEWATER CHARGES

This is the TOTAL CHARGE for Sanitary Sewer service, and is due by the 15th of each month.

Date: _____

Customer Name: _____ Account#: _____

Date samples collected from _____

1. BOD Charge= $\frac{\text{volume}}{1,000,000}$ A
2. A x BOD Average = B
3. B x 8.34 = C (lbs)
4. C x (Fort Worth rate x 1.1) = D \$ _____
5. TSS charge= $\frac{\text{volume}}{1,000,000}$ = A
6. A x TSS Average = B
7. B x 8.34 = C (lbs)
8. C x (Fort Worth rate x 1.1) = D \$ _____
9. Sample Collection and analysis charge \$ _____
10. Pretreatment program administrative charge \$ _____
11. Volume Charge = \$4.74/1,000 gallons \$ _____
12. Total Charge \$ _____

SECTION 3 .

It is hereby declared to be the intention of the City Council that the phrases, clauses, sentences, paragraphs and sections of this ordinance are severable, and if any phrase, clause, sentence, paragraph or section of this ordinance shall be found or declared to be void, invalid, or unconstitutional by the valid judgment or decree of any court or competent jurisdiction, such finding or declaration shall not affect any of the remaining phrases, clauses, sentences, paragraphs or sections of this ordinance, since the same would have been enacted by the City Council without the incorporation of this ordinance of any such unconstitutional phrase, clause, sentence, paragraph or section.

SECTION 4 .

This ordinance shall be cumulative of all ordinances of the City of Saginaw, Texas, except where the provisions of this ordinance are in direct conflict with the provisions of such ordinances in which event the conflicting provisions of such ordinance are hereby repealed.

SECTION 5 .

This ordinance shall become effective on October 1, 2018.

PASSED AND APPROVED this 18th day of September, 2018.

Todd Flippo, Mayor

ATTEST:

Janice England, City Secretary

APPROVED AS TO FORM AND LEGALITY:

Bryn Meredith, City Attorney