



**CITY OF PLANO
COUNCIL AGENDA ITEM**

CITY SECRETARY'S USE ONLY				
<input checked="" type="checkbox"/> Consent <input type="checkbox"/> Regular <input type="checkbox"/> Statutory				
Council Meeting Date:		October 22, 2012		
Department:		Customer & Utility Services Department		
Department Head		Mark Israelson		
Agenda Coordinator (include phone #):		Tony Han 972-941-5128 Andrea Park 972-941-5113		
CAPTION				
An Ordinance of the City of Plano, Texas, amending specific sections of Ordinance No. 2010-9-5 codified as Section 21-147, of Article IV, Service Charges Generally, of Chapter 21, Utilities, of the Code of Ordinances of the City of Plano to increase the water rate schedules for residential and non-residential customers by ten percent (10%) for services rendered on or after November 1, 2012, and providing a repealer clause, a severability clause, a savings clause, and an effective date.				
FINANCIAL SUMMARY				
<input type="checkbox"/> NOT APPLICABLE <input type="checkbox"/> OPERATING EXPENSE <input checked="" type="checkbox"/> REVENUE <input type="checkbox"/> CIP				
FISCAL YEAR:	2012-13	Prior Year (CIP Only)	Current Year	Future Years
		TOTALS		
Budget	0	66,166,883	0	66,166,883
Encumbered/Expended Amount	0	0	0	0
This Item	0	0	0	0
BALANCE	0	66,166,883	0	66,166,883
FUND(S): WATER & SEWER FUND				
COMMENTS: Approval of this item will increase Water Revenues by an estimated \$5,611,160 for FY 2012-13. The water rate increase of 10% and a change to the consumption rate schedule is included in the FY 2012-13 Water & Sewer Budget.				
STRATEGIC PLAN GOAL: Changes to Water service rates relate to the City's Goal of "Financially Strong City with Service Excellence".				
SUMMARY OF ITEM				
It is the recommendation of the Customer & Utility Services Department that water rates as well as separately metered irrigation for both residential and non-residential customers should be increased by ten percent (10%) for all services rendered on or after November 1, 2012.				
List of Supporting Documents:			Other Departments, Boards, Commissions or Agencies	
Memorandum, Ordinance				



Date: 10/1/2012
To: Mark Israelson, Director of Office of Policy and Government Relations
From: Tony Han, Customer & Utility Services Manager
Subject: Water Rate Increase by 10%

On a letter dated September 28, 2012 the North Texas Municipal Water District informed the City of Plano that the proposed Member City Water Rate for Fiscal Year 2012-13 is expected to be \$1.70 per 1,000 gallons (a 14% increase over the current rate of \$1.49)

It is the recommendation of the Customer & Utility Services Department that water rates as well as separately metered irrigation for both residential and non-residential customers should be increased by ten percent (10%) for all services rendered on or after November 1, 2012.

It was determined by City Council at their September 10, 2012 meeting that sewer rates remain unchanged until further notice.

Approval of this item will increase Water Revenues by an estimated \$5,611,160 for Fiscal Year 2012-2013.

Proposed Water Rate Adjustments		
Minimum Charges	Current	10% Adjusted
3/4"	\$16.93	\$18.62
1" (Residential)	\$16.93	\$18.62
1" (Commercial)	\$38.24	\$42.06
1 1/2"	\$74.92	\$82.41
2"	\$118.24	\$130.06
3"	\$233.73	\$257.10
4"	\$363.78	\$400.16
6"	\$724.86	\$797.35
8"	\$1,158.16	\$1,273.98
10"	\$1,663.81	\$1,830.19
Consumption Charge per 1,000 gallons	Current	10% Adjusted
0 - 1,000 gallons	Included in Min. Charge	
1,001 - 5,000	\$0.39	\$0.43
5,001 - 20,000	\$2.01	\$2.21
All over 20,000*	\$4.02	\$4.42

* residential and separately metered irrigation

An Ordinance of the City of Plano, Texas, amending specific sections of Ordinance No. 2010-9-5 codified as Section 21-147, of Article IV, Service Charges Generally, of Chapter 21, Utilities, of the Code of Ordinances of the City of Plano to increase the water rate schedules for residential and non-residential customers by ten percent (10%) for services rendered on or after November 1, 2012, and providing a repealer clause, a severability clause, a savings clause, and an effective date.

WHEREAS, on September 13, 2010 the City Council of the City of Plano enacted Ordinance No. 2010-9-5 amending the fee schedules for water service provided in the City; and

WHEREAS, the City Council has been presented a report which indicates that the revenues currently recovered under the existing water rate schedules are insufficient to cover the costs of providing such services to the City; and

WHEREAS, upon consideration of the report and the recommendations contained therein, the City Council is of the opinion that the water rates for both residential and non-residential customers should be increased by ten percent (10%); and

WHEREAS, the City Council further finds and determines that the fee increase is necessary and in the best interest of the City and its citizens.

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

Section I. *Section 21-147, Water Charges, of Article IV, Service Charges Generally, of Chapter 21, Utilities, of the Code of Ordinances of the City of Plano, is hereby amended to read in its entirety as follows:*

Sec. 21-147. Water charges.

Monthly water charges for all connections to the water distribution system shall be based upon the size of the water meter and the metered amounts and shall be as follows:

For Services Rendered on or after November 1, 2012:

- (1) All **residential**. (Includes but is not limited to single family homes, and separately metered multi-family units, patio homes, town homes, condominiums and all other residential dwellings.)

a. Minimum charge.

1.	3/4 inch.....	\$18.62
2.	1 inch.....	18.62
3.	1 1/2 inch.....	82.41
4.	2 inch.....	130.06

b. Consumption charges.

1.	First 1,000 gallons included in meter charge (minimum bill).	
2.	1,001 - 5,000 gallons (per 1,000 gallons).....	\$0.43
3.	5,001 – 20,000gallons (per 1,000 gallons).....	2.21
4.	All over 20,000 gallons (per 1,000 gallons).....	4.42

(2) All **non-residential**. (Includes, but is not limited to commercial, schools, churches, homeowners associations, mobile home parks, industrial, apartment complexes, cooling towers and any other non-residential use.)

a. Minimum charge.

1.	3/4 inch.....	\$18.62
2.	1 inch.....	42.06
3.	1 1/2 inch.....	82.41
4.	2 inch.....	130.06
5.	3 inch.....	257.10
6.	4 inch.....	400.16
7.	6 inch.....	797.35
8.	8 inch.....	1273.98
9.	10 inch.....	1830.19

b. Consumption charges.

1.	First 1,000 gallons included in meter charge (minimum bill).	
2.	1,001- 5,000 gallons (per 1,000 gallons).....	\$0.43
3.	All over 5,000 gallons (per 1,000 gallons).....	2.21

(3) **Separately metered irrigation use.**

a. Minimum charge.

1.	3/4 inch.....	\$18.62
2.	1 inch (Residential).....	18.62
2.	1 inch (Commercial).....	42.06
3.	1 1/2 inch.....	82.41
4.	2 inch.....	130.06
5.	3 inch.....	257.10
6.	4 inch.....	400.16

7.	6 inch.....	797.35
8.	8 inch.....	1273.98
9.	10 inch.....	1830.19

b. Consumption charges.

1.	First 1,000 gallons included in meter charge (minimum bill).	
2.	1,001- 5,000 gallons (per 1,000 gallons).....	\$0.43
3.	5,001 – 20,000 gallons (per 1,000 gallons).....	2.21
4.	All over 20,000 gallons (per 1,000 gallons).....	4.42

Section II. Any provision of any Ordinance of the City of Plano, codified or uncodified, in conflict with the provisions of this Ordinance is hereby repealed, and all other provisions of the ordinances of the City of Plano, codified or uncodified, not in conflict with the provisions of this Ordinance shall remain in full force and effect.

Section III. It is the intention of the City Council that this Ordinance, and every provision hereof, shall be considered severable, and the invalidity or unconstitutionality of any section, clause, provision or portion of this Ordinance shall not affect the validity or constitutionality of any other portion of this Ordinance.

Section IV. The repeal of any Ordinance or part of Ordinances effectuated by the enactment of this Ordinance shall not be construed as abandoning any action now pending under or by virtue of such Ordinance or as discontinuing, abating, modifying, or altering any penalty accruing or to accrue, or as affecting any rights of the municipality under any section or provisions of any Ordinances at the time of passage of this Ordinance.

Section V. This Ordinance shall become effective November 1, 2012 upon its passage.

DULY PASSED AND APPROVED this the 22nd day of October, 2012.

Phil Dyer, MAYOR

ATTEST:

Diane Zucco, City Secretary

APPROVED AS TO FORM:

Diane C. Wetherbee, City Attorney