

ORDINANCE NO. 1279

CITY OF LACEY

AN ORDINANCE RELATING TO WATER UTILITY GENERAL FACILITY CHARGES AND WATER AND STORMWATER SERVICE RATES, AMENDING SECTIONS 13.32.005, 13.32.030 AND 13.70.030, ALL OF THE LACEY MUNICIPAL CODE, DECLARING AN EFFECTIVE DATE AND ADOPTING A SUMMARY FOR PUBLICATION.

WHEREAS, it is necessary in order to provide for a portion of the costs of the water utilities infrastructure for water production that the water general facilities charge be increased, and

WHEREAS, it is necessary to provide for an additional adjustment of the water service rates in order to pay for the costs of system wide chlorination facilities, and

WHEREAS, it is necessary to increase the storm and surface water utility charges, which charges have not been increased for seven years in order to pay for the costs of maintenance and operation of the storm and surface water system,

NOW, THEREFORE,

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF LACEY,

WASHINGTON, as follows:

Section 1. Section 13.32.005 of the Lacey Municipal Code is hereby amended to read as follows:

**13.32.005 General facilities charge for new connections.** There is established a general facilities charge to be paid prior to the connection to the city's water system for all connections made on or after April 1, 1987. The rate during the calendar year ~~2007~~<sup>1996</sup> shall be in accordance with the schedule set forth below for each service connection. The rate of said charge shall be increased on January 1 of each calendar year subsequent to ~~2007~~<sup>1996</sup> by an amount equal to the increase in the Engineering News Record Construction Cost Index or by six percent per annum, whichever rate of increase is higher. The payment of such connection charges shall be in accordance with Lacey Municipal Code Chapter 13.02. Such schedule shall be as follows:

Meter Size	GFC
5/8" to 3/4"	<u>\$2,870</u> <del>1,200</del>
1"	<u>8,610</u> <del>2,000</del>
1 1/2"	<u>22,960</u> <del>4,000</del>
2"	<u>40,180</u> <del>6,000</del>
3"	<u>86,100</u> <del>12,000</del>
4"	<u>114,800</u> <del>20,000</del>
6"	<u>229,600</u> <del>40,000</del>

Section 2. Section 13.32.030 of the Lacey Municipal Code is hereby amended to read as follows:

**13.32.030 Service charge--Metered.** Water service charges for metered connections to the city water system shall be determined and the revenues received therefrom utilized as follows:

- A. The customers of the water system shall be divided into two groups. Group 1 shall consist of single family residences, duplex residences and irrigation accounts. Group 2 shall consist of multi-family residential structures, mobile home parks and commercial buildings.
- B. The monthly base rate and monthly consumption rate for each 100 cubic feet of water consumed by Group 1 customers during the years 2006 through 2008 shall be as follows:

	--- In-City Rates ---		
	2006 Rates	2007 Rates	2008 Rates
Base	\$ 8.41	<u>\$8.83</u> <del>8.75</del>	<u>\$9.27</u> <del>9.10</del>
Quantity:			
0 - 600 cf	\$0.7000	<u>\$0.73</u> <del>50.7280</del>	<u>\$0.77</u> <del>180.7571</del>
601-1200 cf	\$1.6431	<u>\$1.72</u> <del>531.7088</del>	<u>\$1.81</u> <del>161.7772</del>
1201-2400 cf	\$1.6431	<u>\$2.20</u> <del>512.1840</del>	<u>\$2.31</u> <del>542.2714</del>
2400+ cf	\$1.6431	<u>\$2.20</u> <del>512.1840</del>	<u>\$3.09</u> <del>183.0330</del>

	--- Out-of-City Rates ---		
	2006 Rates	2007 Rates	2008 Rates
Base	\$ 10.93	<u>\$11.04</u> <del>10.94</del>	<u>\$11.12</u> <del>10.92</del>
Quantity:			
0 - 600 cf	\$0.9100	<u>\$0.91</u> <del>880.9100</del>	<u>\$0.92</u> <del>620.9085</del>
601-1200 cf	\$2.1360	<u>\$2.15</u> <del>662.1360</del>	<u>\$2.17</u> <del>392.1326</del>
1201-2400 cf	\$2.1360	<u>\$2.75</u> <del>642.7300</del>	<u>\$2.77</u> <del>852.7256</del>

2400+ cf    \$2.1360    ~~\$2.7564~~~~2.7300~~    ~~\$3.7102~~~~3.6396~~

C. The monthly base rate and monthly consumption rate for each 100 cubic feet of water consumed by Group 2 customers during the years 2006 through 2008 shall be as follows:

--- In City Rates ---			
	2006	2007	2008
	Rates	Rates	Rates
Base	\$ 8.41	<del>\$8.83</del> <del>8.75</del>	<del>\$9.27</del> <del>9.10</del>
Quantity:			
0 - 600 cf	\$0.7000	<del>\$0.7350</del> <del>0.7280</del>	<del>\$0.7718</del> <del>0.7571</del>
600+ cf	\$1.6431	<del>\$1.7253</del> <del>1.7088</del>	<del>\$1.8116</del> <del>1.7772</del>

--- Out of City Rates ---			
	2006	2007	2008
	Rates	Rates	Rates
Base	\$10.93	<del>\$11.04</del> <del>10.94</del>	<del>\$11.12</del> <del>10.92</del>
Quantity:			
0 - 600 cf	\$0.9100	<del>\$0.9188</del> <del>0.9100</del>	<del>\$0.9262</del> <del>0.9085</del>
600+ cf	\$2.1360	<del>\$2.1566</del> <del>2.1360</del>	<del>\$2.1739</del> <del>2.1326</del>

- D. Irrigation accounts shall be those accounts developed from the use of water for irrigation through a meter or meters separate from the metering of other water use upon such property. Group 2 customers who connect to the water system after passage of this ordinance will be required to use a separate meter or meters for irrigation purposes and the water usage through such separate meter or meters shall be considered as an irrigation account. If such a new Group 2 customer is assuming an existing Group 2 account, the requirement to install a separate meter or meters for irrigation purposes shall not apply.
- E. Publicly owned recreation property such as city or county parks and school district playfields shall be billed pursuant to the schedule for Group 2 customers. Provided, however, that to qualify for such billing, the facility must first receive an irrigation audit by the city water department and demonstrate that a good faith effort is being made to remedy deficiencies and conserve water.
- F. An amount equal to 12.6 percent of the revenues received from service charges as set forth herein shall be set aside by the city separately for the purpose of accumulating a depreciation reserve for the replacement of equipment and plant in place of the water system. The balance of the income received from said charges shall be used for maintenance and operation, construction and debt service requirements of said system.

Section 3.    Section 13.70.030 of the Lacey Municipal Code is hereby amended to read as follows:

**13.70.030 Service charge rate.** Subject to the rate adjustments provided in Section 13.70.035, the storm and surface water utility charges shall be levied upon the basis of a flat monthly rate for all developed single-family residential parcels and two-family residential parcels and a sliding rate for all other parcels. The sliding rate shall be determined by measuring the amount of impervious surface area on each parcel and dividing that figure by the total area of the parcel to determine the percent of impervious surface and therefore the rate category. The monthly charge shall be that amount resulting from multiplying the service charge for the rate category applicable to the parcel by the total area of the parcel. The rate categories, the parameters of impervious surface for said rate categories and the monthly service charge applicable to each category shall be as follows:

Rate Category	Percent of Impervious Surface	Monthly Service Charge Per Gross Acre
1. Residence Single Family Duplex Family	N/A	\$ <u>6.756.00</u>
2. Residence	N/A	\$ <u>13.5012.00</u>
3. Very Light	0% to 10%	\$ <u>2.862.54</u>
4. Moderate Light	>10% to 25%	\$ <u>10.339.18</u>
5. Light	>25% to 40%	\$ <u>20.0017.78</u>
6. Moderate	>40% to 55%	\$ <u>30.4827.09</u>
7. Moderately Heavy	>55% to 70%	\$ <u>41.5036.89</u>
8. Heavy	>70% to 85%	\$ <u>53.5447.59</u>
9. Very Heavy	>85% to 100%	\$ <u>66.2458.88</u>

The rates set forth above shall be effective for all stormwater utility billings rendered on or after January 1, 2007. ~~April 1, 1998, and prior to April 1, 1999. Those billings rendered on or after April 1, 1999, and prior to April 1, 2000, for single family residences shall be in the sum of \$6.25 and each of the other categories shall be increased in an amount equal to the same percentage increase as that percentage increase for single family residences rounded to the nearest one cent per gross acre. Those billings rendered on or after April 1, 2000, for single family residences shall be in the sum of \$6.50 and each of the other categories shall be increased in an amount equal to the same percentage increase as that percentage increase for single family residences rounded to the nearest one cent per gross acre.~~

Section 4. This Ordinance shall take effect on January 1, 2007.

Section 5. The Summary attached hereto is hereby approved for publication.

PASSED BY THE CITY COUNCIL OF THE CITY OF LACEY,

WASHINGTON, at a regularly-called meeting thereof, held this 7TH day of DECEMBER, 2006.

CITY COUNCIL

By: Nancy Peterson  
Mayor

Approved as to form:

[Signature]  
City Attorney

Attest:

Carol Litten  
City Clerk

SUMMARY FOR PUBLICATION

ORDINANCE NO. 1279

CITY OF LACEY

The City Council of the City of Lacey, Washington, passed on DECEMBER 7, 2006, Ordinance No. 1279, entitled "AN ORDINANCE RELATING TO WATER UTILITY GENERAL FACILITY CHARGES AND WATER AND STORMWATER SERVICE RATES, AMENDING SECTIONS 13.32.005, 13.32.030 AND 13.70.030, ALL OF THE LACEY MUNICIPAL CODE, DECLARING AN EFFECTIVE DATE AND ADOPTING A SUMMARY FOR PUBLICATION."

The main points of the Ordinance are described as follows:

1. The Ordinance increases the City's water general facilities charges to pay for a portion of the system infrastructure necessary to accommodate new growth.
2. The water service charges of the City are increased over those previously contemplated for 2007 and 2008 to account for the costs of the system wide chlorination facilities.
3. The stormwater rates are increased for the first time in seven years to pay for the increased costs of maintenance and operation of the storm and surface water utility.
4. The Ordinance is effective as of January 1, 2007.
5. The Ordinance approves this Summary for Publication.

A copy of the full text of this Ordinance will be mailed without charge to any person requesting the same from the City of Lacey.

Published: DECEMBER 11, 2006.