# City of Lynnwood

### CITY OF LYNNWOOD ORDINANCE NO. 2658

MAR 0 5 2007

## SCANNED

AN ORDINANCE CREATING A NEW RATE STRUCTURE FOR THE WATER UTILITY, MODIFYING THE RATES CHARGED FOR WATER SERVICE TO IMPLEMENT THE RECENTLY ADOPTED LYNNWOOD WATER SYSTEM PLAN AND TO PROVIDE NECESSARY REVENUES TO FUND CAPITAL PROJECTS AND ONGOING MAINTENANCE AND OPERATION OF THE WATER SYSTEM AND TO PRESERVE THE SOLVENCY OF THE UTITLITY; AND AMENDING SECTIONS 13.04.020. 13.04.105, 13.20.010, AND 13.20.080 OF THE LYNNWOOD MUNICIPAL CODE; PROVIDING FOR SEVERABILITY; ESTABLISHING AN EFFECTIVE DATE; AND PROVIDING FOR SUMMARY PUBLICATION.

WHEREAS, the City of Lynnwood Water System Plan dated November 2005 defines the Operations and Maintenance and Capital needs of the water utility; and

WHEREAS, the City desires to base water rates on the actual cost of providing all maintenance and operations services and capital construction costs ; and

WHEREAS, the City desires to move towards equity between the amount of water used and the amount paid by its customers; and

WHEREAS, The City desires to conserve our natural resources and to delay potential capital costs to supply more water; and

WHEREAS, the water rates structure was last adjusted in 2005 and before that in 1993;

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF LYNNWOOD DO ORDAIN AS FOLLOWS:

<u>Section1.</u> Section 13.04.100 of the Lynnwood Municipal Code is hereby amended as follows:

13.04.020 Commercial and industrial users.

"Commercial and industrial users" means all users other than single-family or multiplefamily users.

<u>Section 2.</u> Section 13.04.105 of the Lynnwood Municipal Code is hereby amended as follows:

13.04.105 Residential-Multiple-Unit.

"Residential multiple-unit" means a residential building designed for two or more families, or for more than five unrelated persons, including, but not limited to, duplexes, triplexes, fourplexes, apartment buildings, dormitories, boarding houses and rooming houses and mobile homes in a mobile home park.

<u>Section 3.</u> Section 13.20.010 of the Lynnwood Municipal Code is hereby amended as follows:

#### 13.20.010 Charges for domestic water.

The charges for domestic water service shall be based upon the size of meter installed, number of connections or units being serviced therefrom, and the water delivered through the service meter; the monthly rate for each meter size and the maximum water allowed as part of this minimum charge shall be in effect and assessed beginning January 1, of each year, except for the 2007 rate, which shall be in effect and assessed beginning on February 1, 2007.

WATER CUSTOMER	2007	2008	2009	2010	2011	2012
CLASSIFICATION	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly
	Rate	Rate	Rate	Rate	Rate	Rate
Residential Single-Unit						
Monthly Base Rate (incl. 5 ccf)	\$10.38	\$10.63	\$10.88	\$11.13	\$11.38	\$11.75
Monthly Volume Charge > 5 ccf to 20 ccf – NEW	\$1.22	\$1.24	\$1.26	\$1.28	\$1.31	\$1.33
Monthly Volume Charge- > 20 CCF NEW	\$1.83	\$1.86	\$1.89	\$1.92	\$1.97	\$2.00
Special Water Rate	See Rate Below	See Rate Below				
Residential-Multiple-Unit						
Monthly Base Rate Per	\$4.70	\$4.70	\$4.70	\$4.70	\$4.50	\$4.25
Unit (includes 5 ccf/meter)*	(same)					
Monthly Volume Charge >	\$1.00	\$1.00	\$1.00	\$1.00	\$1.00	\$1.00
5 ccf per meter	(same)					
Residential-Mobile-Per unit - NEW						
Monthly Base Rate Per Unit (includes 5 ccf/meter)*	\$2.63	\$3.38	\$4.13	\$4.25	\$4.25	\$4.25
Monthly Volume Charge > 5 ccf per meter NEW	\$1.25	\$1.25	\$1.25	\$1.25	\$1.25	\$1.00
Commercial/Industrial					· · · · · · · · · · · · · · · · · · ·	
(based on meter size)						
5/8-3/4 Inch Meter	\$10.38	\$10.63	\$10.88	\$11.13	\$11.38	\$11.75
1 Inch Meter	\$17.29	\$19.48	\$21.75	\$24.10	\$26.54	\$29.38
1-1/2 Inch Meter	\$28.10	\$33.65	\$39.42	\$45.43	\$51.66	\$58.75
2 Inch Meter	\$39.77	\$49.59	\$59.81	\$70.46	\$81.52	\$94.00
3 Inch Meter	\$73.49	\$92.09	\$111.47	\$131.65	\$152.61	\$176.25
4 Inch Meter	\$114.56	\$146.98	\$180.80	\$216.01	\$252.62	\$293.75
6 Inch Meter	\$222.63	\$288.65	\$357.52	\$429.24	\$503.82	\$587.50

#### Table I

Monthly Volume Charge >	\$1.34	\$1.34	\$1.34	\$1.35	\$1.36	\$1.36
5 ccf per meter				1		

\* Base charge per unit plus volume over 5CCF per meter.

<u>Section 4.</u> Section 13.20.080 of the Lynnwood Municipal Code is hereby amended as follows:

#### 13.20.080 Special water rate.

A residential single-unit special fixed rate of 50% of the residential single unit monthly base rate and volume charges, shall apply to all services to which water is available as follows:

A. Senior Citizens. Persons of the age of 61 years or older, meeting the qualifications specified in subsection (B) of this section, and RCW 84.36.381, shall be charged at a special water rate:

WATER CUSTOMER CLASSIFICATION	2007 Monthly Rate	2008 Monthly Rate	2009 Monthly Rate	2010 Monthly Rate	2011 Monthly Rate	2012 Monthly Rate
Special Water Rates						
Monthly Base Rate (incl. 5 ccf)	\$5.19	\$5.32	\$5.44	\$5.57	\$5.69	\$5.88
Monthly Volume Charge > 5 ccf to 20 ccf - NEW	\$0.61	\$0.62	\$0.63	\$0.64	\$0.66	\$0.67
Monthly Volume Charge- > 20 CCF NEW	\$0.92	\$0.93	\$0.95	\$0.96	\$0.99	\$1.00

B. Qualifications for said rate shall be:

1. The property to which the utility service is extended shall have a valid property tax exemption from Snohomish County, pursuant to RCW 84.36.381 through 84.36.385.

2. Claimants for said reduction shall occupy site as principle residence and be within the corporate limits of the city of Lynnwood and have a household income level no greater than and as prescribed in RCW 84.36.381.

C. Medical Necessity. Persons who require large quantities of water due to medical necessity (i.e., kidney dialysis) and who occupy the site as principal residence and are located within the corporate limits of the city of Lynnwood shall be charged the special water rate.

<u>Section 5.</u> <u>Severability.</u> If any section, subsection, sentence, clause, phrase or word of this Ordinance should be held to be invalid or unconstitutional by a court of competent jurisdiction, such invalidity or unconstitutionality thereof shall not affect the validity or constitutionality of any other section, subsection, sentence, clause, phrase or word of this Ordinance.

<u>Section 6.</u> <u>Effective Date.</u> This Ordinance shall take effect February 1, 2007 which is more than five (5) days after passage and publication of an approved summary thereof consisting of the title.

PASSED THIS 11th day of December, 2006, and signed in authentication of its passage this \_\_\_\_\_\_ day of December, 2006.

DON GOUGH, MAYOR

ATTEST:

PATRICK L. DUGAN Interim Finance Director

APPROVED AS TO FORM:

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MICHAEL P. RUARK City Attorney