8

WHEREAS, the City Council of the City of Lebanon did on November 28, 1987 adopt Section 13.04.380 of the Municipal Code providing that Water Use Rates should be established by Resolution;

NOW THEREFORE, be it resolved by the Council of the City of Lebanon as follows. The Water Use Rates shall be:

Section 1. WATER USE FEE SCHEDULE

<u>Domestic Service Charge</u>: For each domestic account, a monthly service charge shall be assessed in amounts not to exceed the charges shown on Exhibit "A" (attached). Four pressure levels have been added to the volume rate table for domestic users, with Level 1 being the base level. Rates for the different pressure levels will are set at 1.15 times the rate of the level below it. This rate difference is intended to offset the added operation and maintenance expense of delivering water to higher elevation locations.

Special Rate for Low Income Senior Citizens and Disabled: Senior and disabled citizens who qualify for the State of Oregon Low Income Energy Assistance Program will be entitled to a discount of 10% for residential service. To be eligible, a copy of the State of Oregon approved income verification form must be presented to the Finance Department. Duration of eligibility is for 12 months from the date the application is approved and must be resubmitted annually. Discounts will begin for the billing received on or about the first of the month following presentation of the form at the Finance Department.

<u>Commercial and Industrial Service Charge</u>: For each commercial or industrial account a monthly service charge shall be assessed in amounts not to exceed the charges shown on Exhibit "A" (attached).

<u>Charges for Properties Outside the City Limits:</u> Charges for properties outside the City Limits shall be 1.25 times the rates as shown in Exhibit "A "(attached).

Section 2. PRIVATE FIRE PROTECTION SERVICE CHARGE

For each Private Fire Protection Service account, a monthly service charge shall be assessed in an amount not to exceed the fees listed in Exhibit "A" (attached).

Section 3. SPECIAL SERVICE FEES

Fees are listed in Exhibit "A" (attached).

Section 4. FIRE HYDRANT METER DEPOSIT

Fees are listed in Exhibit "A" (attached).

Resolution No. 8 Page 1 of 3

Section 5. STANDBY WATER SERVICE CHARGE

For all residential, commercial, or industrial, including irrigation meters, the Standby Water Service charge shall not exceed the fees listed in Exhibit "A" (attached).

NOTE: Should the water use for a Standby Water Service exceed one (1) unit in any one meter read period, the service charge will resort to the standard residential or commercial rate as appropriate for that month.

Section 6. ANNUAL INFLATION RATE ADJUSTMENT

Beginning July 1, 2011 and each July 1st thereafter, both the base and volumetric water rates, shall be adjusted for inflation using the 12-month change in the Seattle Engineering News Record Construction Cost Index (CCI) published by McGraw Hill, Inc., based on the published April data. The annual inflation adjustment minimum is set at two and one-half percent (2.5%) and the maximum at six percent (6%).

The formula for updating the rate each year within the above noted minimum/maximum range is as follows:

Water Rate Current Year = Water Rate last Year x (CCI current year / CCI last year)

Where:

CCI current year = Construction Cost Index for the current year

CCI last year = Construction Cost Index for the last year the rates were updated

Water Rate Current Year = Water Rate for the current year

Water Rate last Year = Water Rate to be updated

Section 7.

This resolution shall be effective July 1, 2010 and shall supersede and replace all prior resolutions.

Passed by the Council by a vote of 5 for and 0 against and approved by the Mayor this 12th day of May, 2010.

CITY COUNCIL OF LEBANON, OREGON

Kenneth I. Toomb, Mayor

Bob Elliott, Council President

ATTESTED:

Linda Kaser, City Clerk

Resolution No. 8 Page 2 of 3

Exhibit A: Water Use Fees

15% Rate Increase Effective July 1, 2010.

Description	Base Rate: \$/month	Volume Rate: \$/ unit *			
		Pressure Level 1	Pressure Level 2	Pressure Level 3	Pressure Level 4
Domestic					
3/4" (low Income)	\$12.73	\$2.97	\$3.42	\$3.93	\$4.51
3/4"	\$14.15	\$3.29	\$3.78	\$4.35	\$5.00
1"	\$19.09	\$3.29	\$3.78	\$4.35	\$5.00
1 1/2"	\$42.67	\$3.29	\$3.78	\$4.35	\$5.00
2"	\$76.13	\$3.29	\$3.78	\$4.35	\$5.00
Commercial and Industrial					
3/4"	\$14.15	\$3.29	\$3.78	\$4.35	\$5.00
1"	\$19.09	\$3.29	\$3.78	\$4.35	\$5.00
1 1/2"	\$42.67	\$3.29	\$3.78	\$4.35	\$5.00
2"	\$76.13	\$3.29	\$3.78	\$4.35	\$5.00
3"	\$139.54	\$3.29	\$3.78	\$4.35	\$5.00
4"	\$241.12	\$3.29	\$3.78	\$4.35	\$5.00
6"	\$429.17	\$3.29	\$3.78	\$4.35	\$5.00
Fire Hydrant Meter Deposit: \$550 Installation: \$25 Metered Water	NA	¢2.20	¢2.70	¢4.25	\$5.00
Metered water	NA	\$3.29	\$3.78	\$4.35	\$5.00
Special Service Fees					
SCIP Fill Station - Key Deposit \$10					
Metered Water	NA	\$1.64	NA	NA	NA
Private Fire Protection Privately Owned and Maintained Hydrants: Connection Size					
2" or Smaller	\$9.88				
4"	\$13.31				
6"	\$21.76				
8"	\$35.10				
10"	\$56.84				
12"	\$92.09	No Volumetric Rate Charge For			
Standby Water Service Charge					
3/4"	\$14.15	Private Fire Protection			
1"	\$19.09	or Standby Water Service			
1 1/2"	\$42.67				
2"	\$76.13				
3"	\$139.54				
4"	\$241.12				
6"	\$429.17				

^{* 1} unit = 100 cubic feet