

RESOLUTION No. 2016 - \_\_\_\_\_

A RESOLUTION OF THE CITY OF MOLALLA, OREGON ESTABLISHING WATER RATES AND ANNUAL INFLATION ADJUSTMENTS THEREAFTER AS APPROVED BY MOLALLA MUNICIPAL CODE CHAPTER 13.04

WHEREAS, The Molalla Municipal Code Section 13.04.160 provides that fees for water service be established by resolution of the City Council; and

WHEREAS, the City desires to regularly review the costs of operating, maintaining and improving the water system; and

WHEREAS, the City has previously established via Resolution No. 2009-19, a schedule of future water rate increases effective November 1, 2009; and

WHEREAS, the City has caused to be prepared a fee rate study which has identified water system costs, rate structure alternatives and equitable cost recovery methods; and

WHEREAS, the City intends to complete a 5-year water distribution system replacement plan and revise the fees based on the updated plan by January 1, 2017; and

WHEREAS, the City desires to establish within its water rate structure both incentives for water conservation and the ability for the City to recover the costs of providing water services; and

WHEREAS, water rates were not adjusted annually based on the Bureau of Labor Statistics Portland-Salem for All Urban Consumers (CPI-U) since the initial increase in 2009; and

WHEREAS, the City desires to establish within its water rate structure an annual increase to address inflation, service provision and maintenance.

NOW THEREFORE, BE IT RESOLVED by the City Council of the City of Molalla as follows:

Section 1. Resolution No. 2009-19 is repealed upon the effective date of this Resolution.

Section 2. The Water Rates and Fees are established:

**Rate Schedule – Water**  
**(All Residential, Commercial, and Industrial inside the City)**

Meter Size (inches)	Rate	Use Charge (per 100 cubic feet)
3/4	\$12.80	\$2.81
1	\$21.45	\$2.81
1-1/2	\$42.67	\$2.81
2	\$68.57	\$2.81
3	\$149.33	\$2.81
4	\$255.99	\$2.81
6	\$533.31	\$2.81
8	\$767.97	\$2.81

All Fire Line Rates are set at \$0.00 per month.

Rates for all services outside of the City limits shall be 150% of the rate schedule shown above.

Section 3. Annual inflationary adjustments for all water users shall be effective automatically each year on July 1 based on the published values by the Bureau of Labor Statistics Portland-Salem for All Urban Consumers (CPI-U).

Section 4. This Resolution is and shall be effective July 1, 2016 and all rates and charges established herein for water customers shall go into effect as of such date.

Duly adopted by Molalla City Council the \_\_\_\_\_ day of \_\_\_\_\_, 2016.

\_\_\_\_\_  
 Mayor, Debbie Rogge

ATTEST the \_\_\_\_\_ day of \_\_\_\_\_, 2016

\_\_\_\_\_  
 City Recorder, Sadie Cramer