

AGENDA ITEM
December 4, 2012

Subject: Ordinance amending Chapter 40-18 water rates

Department: Finance Department

The attached ordinance presents service charges related to the City of Nevada's water system. The amendments to Section 40-18 will increase the minimum water rate from \$10.50 to \$10.82 for the first 1,000 gallons and increase water rates from \$6.18 to \$6.37 per 1,000 gallons of water consumed in excess of 1,000 gallons.

This increase in water rates is necessary to pay for the increased operating cost of providing water service and to reserve funds necessary to replace water lines and equipment that will help improve the service.

The median water bill will increase \$.76 per month.

The City's total water revenue will increase approximately \$55,000 per 12-month-period as a result of this rate revision.

BILL NO. 2012-074

ORDINANCE NO.

A GENERAL ORDINANCE OF THE CITY OF NEVADA, MISSOURI AMENDING CHAPTER 40-18, WATER RATES, OF THE CODE OF THE CITY OF NEVADA, MISSOURI.

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF NEVADA, MISSOURI, THAT:

Section 1. Section 40-18 of the Code of the City of Nevada, Missouri, is hereby amended to read as follows:

The monthly rates required and which shall be charged and collected by the City of Nevada for the use and services of the City's water system shall be based on the quantity of water used, determined as hereinafter set out, on the premises served, and said charges shall be as follows:

- (1) First one thousand (1,000) gallons or fraction thereof, a minimum charge of ten dollars and eighty-two cents (\$10.82).
- (2) First one thousand (1,000) gallons or fraction thereof for meters greater than five-eighth inch (5/8") will be twice the current minimum.
- (3) For all additional gallons, a charge of six dollars and thirty-seven cents (\$6.37) per one thousand (1,000) gallons, computed to the nearest one hundred (100) gallons.

Section 2. The terms of this Ordinance shall be effective and applicable to all billings beginning January 1, 2013. The terms of the previous ordinances shall be in full force and effect until December 31, 2012.

PASSED, APPROVED AND ADOPTED by the City Council of the City of Nevada, Missouri, this _____ day of December, 2012.

(seal)
ATTEST:

Brian L. Leonard, Mayor

Johnna Williams, Deputy City Clerk