

RESOLUTION NO. 1392

**A RESOLUTION INCREASING THE WATER UTILITY RATES BY FIVE PERCENT BY
MODIFYING TABLE 1 OF RESOLUTION NUMBER 1154.**

WHEREAS, CH2M Hill conducted a water rate and system development charge study to determine the cost of service to provide water to city customers in 1994; and

WHEREAS, by Resolution No. 1154 which was adopted by Council on December 19, 1994, the Council approved the recommended changes to the water utility rates and system development charges; and

WHEREAS, the rates as established by Resolution No. 1154 were calculated to apply for a five year period; and

WHEREAS, Resolution No. 1154 indicated that the Council could increase fees annually based on a change in the consumer price index "CPI" for the Portland Metropolitan Tri-county area; and

WHEREAS, from the second half of 1994 to the second half of 1996 the CPI for the Portland area increased by six-and-one-half percent (6.5%); and

WHEREAS, Council has not adopted any increase in water utility rates since December, 1994; and

WHEREAS, the 1994 study was based on our continued ability to use our well system to provide water for our city customers; and

WHEREAS, recent projections indicate that we need to obtain an alternate source of water in the next few years; and

WHEREAS, the consulting firm of Montgomery Watson has completed a Water Supply study for the city; and

WHEREAS, the cost of providing water with any alternate source will be higher than our present system; and

WHEREAS, the city is conducting a water rate and system development charge study which will consider the various alternative means of production and will complete this study during fiscal year 1997-98; and

WHEREAS, it is anticipated that the study will result in recommendations that the water rates be increased; and

WHEREAS, to minimize the impact of this increase, the Council desires to implement a small increase in water utility rates at this time to recover part of the increased costs.

NOW, THEREFORE, THE CITY OF WILSONVILLE RESOLVES AS FOLLOWS:

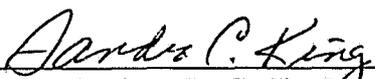
1. Effective July 1, 1997, beginning with utility bills which are mailed in September, 1997, all domestic water consumption, whether it be for residential, commercial or industrial shall be charged at the rate as indicated in the revised Table 1, attached hereto and incorporated as Exhibit "A".

ADOPTED by the City Council of the City of Wilsonville at a regular meeting thereof this 16th day of June, 1997, and filed with the Wilsonville City Recorder this same date.



CHARLOTTE LEHAN, Mayor

Attest:



Sandra C. King, CMC, City Recorder

SUMMARY of Votes:

Mayor Lehan	Yes
Councilor MacDonald	Yes
Councilor Luper	Yes
Councilor Helser	Yes
Councilor Barton	Yes

TABLE I
CITY OF WILSONVILLE
DOMESTIC WATER USER FEES
MINIMUM CHARGES FOR ALL CUSTOMERS

Meter Size	Bimonthly Volumes Included in Minimum Charge \$(HCF)	Bimonthly Total Minimum Charge
5/8" x 3/4"	8	\$12.00
3/4"	8	\$12.00
1"	9	\$13.25
1 1/2"	10	\$14.50
2"	12	\$17.00
3"	14	\$19.51
4"	16	\$22.01
6"	20	\$27.02
8"	25	\$33.27
10"	35	\$45.79
Bulk Water	12	\$17.00

VOLUME CHARGES

CUSTOMER CLASS	VOLUME RATE Above Volumes Included in Minimum Charge \$/HCF
Single-Family Residential	\$1.26
Multi-Family Residential	\$1.13
Commercial	\$1.08
Industrial	\$1.17
Commercial/Industrial/Multi-Family Irrigation	\$1.76
Bulk Water	\$1.26

FIRE SERVICE CHARGES

CUSTOMER CLASS	RATE
All Customers	\$4.41 per inch diameter of pipe