



Legislation Details (With Text)

File #: CB 119355 **Version:** 1 **Name:** CB 119355
Type: Ordinance (Ord) **Status:** Passed
In control: City Clerk

On agenda: 10/1/2018
Final Action: 10/10/2018 **Ord. No.** Ord 125686

Title: AN ORDINANCE relating to Seattle Public Utilities; amending Sections 21.33.030 and 21.76.040 of the Seattle Municipal Code to adjust drainage rates.

Sponsors: Lisa Herbold

Indexes:

Attachments: 1. Summary and Fiscal Note, 2. Summary Ex A - 2019-2021 Drainage and Wastewater Rate Study v2 (corrected format), 3. Summary Ex B - Inclusion of Wastewater Treatment Expense within the Drainage Rate, 4. Summary Ex A - 2019-2021 Drainage and Wastewater Rate Study, 5. Seattle Public Utilities GM-CEO Letter, 6. Presentation (9/11/18), 7. Central Staff Memo (9/21/18), 8. Signed Ordinance 125686, 9. Affidavit of Publication

Date	Ver.	Action By	Action	Result
10/10/2018	1	City Clerk	attested by City Clerk	
10/10/2018	1	Mayor	returned	
10/5/2018	1	Mayor	Signed	
10/3/2018	1	City Clerk	submitted for Mayor's signature	
10/1/2018	1	City Council	passed	Pass
9/21/2018	1	Civil Rights, Utilities, Economic Development, and Arts Committee	pass	Pass
9/10/2018	1	City Council	referred	
8/28/2018	1	Council President's Office	sent for review	
8/28/2018	1	City Clerk	sent for review	
8/28/2018	1	Mayor	Mayor's leg transmitted to Council	

CITY OF SEATTLE

ORDINANCE _____

COUNCIL BILL _____

AN ORDINANCE relating to Seattle Public Utilities; amending Sections 21.33.030 and 21.76.040 of the Seattle Municipal Code to adjust drainage rates.

WHEREAS, Seattle City Council Resolution 31760, adopted on November 13, 2017, adopted a 2018-2023

Strategic Business Plan Update for Seattle Public Utilities (SPU), which guides utility investments, service levels, and rate paths through 2023; and

WHEREAS, the Strategic Business Plan Update includes increases in the capital and operating requirements of the Drainage and Wastewater Fund in response to federal and state regulatory requirements, as well as environmental and infrastructure concerns, with a resulting increase in revenue requirements; and

WHEREAS, SPU identified wastewater and drainage infrastructure needs requiring additional capital funding; and

WHEREAS, drainage credits for qualified low-income customers, including those not billed directly by SPU, whose credits are based on typical residential bills, need to be revised to reflect the changes in drainage rates; NOW, THEREFORE,

BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:

Section 1. Subsection 21.33.030.D of the Seattle Municipal Code, which section was last amended by Ordinance 125443, is amended as follows:

21.33.030 Drainage service charges and drainage rates-Schedule-Exemptions

* * *

D. Drainage rates used in the calculation of drainage service charges shall be the sum of the treatment rate and the system rate, as follows:

1. Treatment rate. The “treatment rate” shall be the rate required to pay the drainage share of “treatment cost,” which is the cost of wastewater treatment, interception and disposal service, and any associated costs necessary to meet Drainage and Wastewater Fund policies. The treatment rate shall be the amount obtained when (a) the projected drainage treatment cost for each rate category is divided by (b) the projected number of billing units in each rate category and the result is multiplied by ~~((118))~~ 117 percent to cover the costs of taxes, low income rate assistance, and other allowances. The projected treatment cost shall be the treatment cost anticipated for the upcoming calendar year, which may include an adjustment to reflect the difference, whether positive or negative, between the drainage share of expected total treatment cost for the current year and the total drainage service charge revenues attributable to the treatment rate expected for the current year. The treatment rate is designed to pass through cost changes driven by King County and may be adjusted by ordinance at any time in response to such charges.

2. System rate. The “system rate” shall be the rate required to fund the expense associated with operating, maintaining, and constructing the City’s surface and stormwater management system, including any share of combined sanitary and stormwater system expense assigned to drainage.

3. The rate categories and the corresponding annual drainage rates are as follows:

~~((Effective January 1, 2017))~~

((Rate Category	Treatment Rate	System Rate	Total Drainage Rate	Billing Unit
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Small Residential					
	Under 2000	\$13.68	\$126.78	\$140.46	per parcel
	2000-2999	\$20.79	\$210.68	\$231.47	per parcel
	3000-4999	\$30.21	\$288.84	\$319.05	per parcel
	5000-6999	\$41.20	\$391.25	\$432.45	per parcel
	7000-9999	\$52.04	\$491.94	\$543.98	per parcel
General Service/Large Residential					
Undeveloped	(0-15% imp)				
	Regular	\$3.37	\$31.39	\$34.76	per 1000-Sq Ft
	Low Impact	\$1.98	\$18.69	\$20.67	per 1000-Sq Ft
Light	(16-35% imp)				
	Regular	\$5.17	\$48.37	\$53.54	per 1000-Sq Ft
	Low Impact	\$4.07	\$38.19	\$42.26	per 1000-Sq Ft
Moderate	(36-65% imp)				
	Regular	\$7.48	\$70.12	\$77.60	per 1000-Sq Ft
	Low Impact	\$6.05	\$56.81	\$62.86	per 1000-Sq Ft
Heavy	(66-85% imp)	\$9.87	\$92.61	\$102.48	per 1000-Sq Ft
Very Heavy	(86-100% imp)	\$11.83	\$111.11	\$122.94	per 1000-Sq Ft))

Effective January 1, 2018

Rate Category	Treatment Rate	System Rate	Total Drainage Rate	Billing Unit
Small Residential				
	Und	\$13.75	\$145.93	\$159.68 per parcel
	2,00	\$20.90	\$238.78	\$259.68 per parcel
	3,00	\$30.38	\$325.77	\$356.15 per parcel
	5,00	\$41.43	\$439.43	\$480.86 per parcel
	7,00	\$52.33	\$551.57	\$603.90 per parcel
General Service/Large Residential				

Undeveloped (0-15% impervious)				
Reg	\$3.39	\$35.39	\$38.78	per 1,000 ((Sq Ft)) sq. ft.
Low	\$1.99	\$21.07	\$23.06	per 1,000 ((Sq Ft)) sq. ft.
Light (16-35% impervious)				
Reg	\$5.20	\$54.04	\$59.24	per 1,000 ((Sq Ft)) sq. ft.
Low	\$4.09	\$42.65	\$46.74	per 1,000 ((Sq Ft)) sq. ft.
Moderate (36-65% impervious)				
Reg	\$7.52	\$77.93	\$85.45	per 1,000 ((Sq Ft)) sq. ft.
Low	\$6.09	\$63.19	\$69.28	per 1,000 ((Sq Ft)) sq. ft.
Heavy (66-85% impervious)	\$9.92	\$102.65	\$112.57	per 1,000 ((Sq Ft)) sq. ft.
Very Heavy (86-100% impervious)	\$11.89	\$122.96	\$134.85	per 1,000 ((Sq Ft)) sq. ft.

Effective January 1, 2019

<u>Rate Category</u>	<u>Treatment Rate</u>	<u>System Rate</u>	<u>Total Drainage Rate</u>	<u>Billing Unit</u>
<u>Small Residential</u>				
Und	\$12.71	\$157.10	\$169.81	per parcel
2,00	\$21.98	\$254.53	\$276.51	per parcel
3,00	\$30.32	\$353.11	\$383.43	per parcel
5,00	\$41.27	\$475.45	\$516.72	per parcel
7,00	\$52.43	\$600.18	\$652.61	per parcel
<u>General Service/Large Residential</u>				
<u>Undeveloped (0-15% impervious)</u>				
Reg	\$3.45	\$39.17	\$42.62	per 1,000 sq. ft.
Low	\$2.03	\$23.33	\$25.36	per 1,000 sq. ft.
<u>Light (16-35% impervious)</u>				
Reg	\$5.18	\$58.46	\$63.64	per 1,000 sq. ft.
Low	\$4.05	\$45.80	\$49.85	per 1,000 sq. ft.
<u>Moderate (36-65% impervious)</u>				
Reg	\$7.39	\$83.19	\$90.58	per 1,000 sq. ft.
Low	\$5.97	\$67.34	\$73.31	per 1,000 sq. ft.

Heavily (66-85% impervious)	\$9.80	\$110.06	\$119.86	per 1,000 sq. ft.
Very Heavy (86-100% impervious)	\$11.70	\$131.40	\$143.10	per 1,000 sq. ft.

Effective January 1, 2020

Rate Category	Treatment Rate	System Rate	Total Drainage Rate	Billing Unit
Small Residential				
Und	\$12.88	\$170.59	\$183.47	per parcel
2,00	\$22.29	\$276.46	\$298.75	per parcel
3,00	\$30.74	\$383.52	\$414.26	per parcel
5,00	\$41.85	\$516.42	\$558.27	per parcel
7,00	\$53.16	\$651.93	\$705.09	per parcel
General Service/Large Residential				

Undeveloped (0-15% impervious)				
Reg	\$3.50	\$42.55	\$46.05	per 1,000 sq. ft.
Low	\$2.06	\$25.34	\$27.40	per 1,000 sq. ft.
Light (16-35% impervious)				
Reg	\$5.25	\$63.50	\$68.75	per 1,000 sq. ft.
Low	\$4.10	\$49.75	\$53.85	per 1,000 sq. ft.
Moderate (36-65% impervious)				
Reg	\$7.49	\$90.37	\$97.86	per 1,000 sq. ft.
Low	\$6.06	\$73.15	\$79.21	per 1,000 sq. ft.
Heavy (66-85% impervious)	\$9.93	\$119.57	\$129.50	per 1,000 sq. ft.
Very Heavy (86-100% impervious)	\$11.87	\$142.73	\$154.60	per 1,000 sq. ft.

Effective January 1, 2021

<u>Rate Category</u>	<u>Treatment Rate</u>	<u>System Rate</u>	<u>Total Drainage Rate</u>	<u>Billing Unit</u>
Small Residential				
Und	\$12.88	\$184.60	\$197.48	per parcel
2,00	\$22.29	\$299.22	\$321.51	per parcel
3,00	\$30.74	\$415.09	\$445.83	per parcel
5,00	\$41.85	\$558.94	\$600.79	per parcel
7,00	\$53.16	\$705.60	\$758.76	per parcel
General Service/Large Residential				
Undeveloped (0-15% impervious)				
Reg	\$3.50	\$46.05	\$49.55	per 1,000 sq. ft.
Low	\$2.06	\$27.43	\$29.49	per 1,000 sq. ft.
Light (16-35% impervious)				
Reg	\$5.25	\$68.73	\$73.98	per 1,000 sq. ft.
Low	\$4.10	\$53.85	\$57.95	per 1,000 sq. ft.
Moderate (36-65% impervious)				
Reg	\$7.49	\$97.81	\$105.30	per 1,000 sq. ft.
Low	\$6.06	\$79.18	\$85.24	per 1,000 sq. ft.

He av y (66 - 85 % im per vio us)	\$9.93	\$129.42	\$139.35	per 1,000 sq. ft.
Ve ry He av y (86 - 10 0% im per vio us)	\$11.87	\$154.49	\$166.36	per 1,000 sq. ft.

4. SPU shall provide a ((40)) ten percent reduction in the drainage service charge for parcels containing new or remodeled commercial buildings that, after July 27, 2003, install and utilize rainwater harvesting systems that meet the performance requirement that the systems are sized to use the amount of rain that falls on the roofs of such buildings during a one-year, 24-hour storm event. A system that involves indoor uses of rainwater must be permitted by Seattle-King County Department of Health to qualify for the rate reduction. A system that relies solely on the capture and indoor use of rainwater shall qualify for the drainage service charge reduction only if the system is sized to meet the performance requirement stated above. Qualifying for the drainage service charge reduction does not relieve the property owner from the obligation to comply with applicable stormwater and drainage code requirements for the buildings and site.

5. Effective November 7, 2008, open space properties or parcels shall be charged only for the area of impervious surface and at the rate under which the parcel is classified using the total parcel acreage.

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Section 2. Subsection 21.76.040.A of the Seattle Municipal Code, which section was last amended by Ordinance 125444, is amended as follows:

21.76.040 Rate discounts

A. Drainage, wastewater, and water. Certified low-income residential utility customers (“Certified customers”) will receive rate discounts (or credits) in the following amounts:

1. Wastewater. Certified customers billed directly for Seattle Public Utilities wastewater services will receive a rate discount equal to 0.5 times the total current wastewater volume charge. Certified customers who pay for wastewater services indirectly through rent shall receive the following rate credits based on dwelling type and consistent with Section 21.76.050:

Effective date	Single-family and duplex dwellings	Multifamily dwellings
January 1, 2018	\$28.94 per month	\$20.20 per month
January 1, 2019	\$31.13 per month	\$21.72 per month
January 1, 2020	\$33.43 per month	\$23.32 per month
January 1, 2021	\$34.96 per month	\$24.39 per month

At the time of a change to the wastewater volume charge described in Section 21.28.040, the Director of Seattle Public Utilities shall calculate new credits for certified customers who pay for wastewater services indirectly through rent. The rate credit for single-family and duplex customers shall be 0.5 times the wastewater volume charge multiplied by 430 cubic feet (4.3 CCF), which is typical single-family residential sewer billed consumption. The rate credit for multifamily dwelling customers shall be 0.5 times the wastewater volume charge multiplied by 3.0 CCF, which is typical multifamily sewer billed consumption.

2. Drainage. Certified customers residing inside The City of Seattle shall receive the following rate credits for drainage services based on dwelling type:

	((Effective January 1, 2017	Effective January 1, 2018
Single family	\$18.02 per month	\$20.03 per month
Duplex	\$9.01 per month	\$10.02 per month
Multifamily	\$1.93 per month	\$2.14 per month))

Effective Date	Single-Family	Duplex	Multifamily
January 1, 2018	\$20.03 per month	\$10.02 per month	\$2.14 per month
January 1, 2019	\$21.53 per month	\$10.77 per month	\$2.30 per month
January 1, 2020	\$23.24 per month	\$11.62 per month	\$2.49 per month
January 1, 2021	\$25.02 per month	\$12.51 per month	\$2.68 per month

3. Water. Certified customers billed directly for Seattle Public Utilities water services shall receive a rate discount equal to 0.5 times the total current commodity and base service charges. Certified customers who pay for water services indirectly through their rent shall receive the following rate credits based on dwelling type and consistent with Section 21.76.050:

Effective Date	Single-family and duplex dwellings	Multifamily dwellings
January 1, 2017	\$20.56 per month	\$12.38 per month
January 1, 2018	\$21.15 per month	\$12.38 per month

January 1, 2019	\$21.86 per month	\$12.38 per month
January 1, 2020	\$22.85 per month	\$12.50 per month

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Section 3. This ordinance does not affect any existing right acquired or liability or obligation incurred under the sections amended or repealed in this ordinance or under any rule or order adopted under those sections, nor does it affect any proceeding instituted under those sections.

Section 4. The provisions of this ordinance are declared to be separate and severable. If a court of competent jurisdiction, all appeals having been exhausted or all appeal periods having run, finds any provision of this ordinance to be invalid or unenforceable as to any person or circumstance, then such provision or provisions shall be null and severed from the rest of this ordinance with respect to the particular person or circumstance. The offending provision with respect to all other persons and all other circumstances, as well as all other provisions of this ordinance, shall remain valid and enforceable.

Section 5. This ordinance shall take effect and be in force 30 days after its approval by the Mayor, but if not approved and returned by the Mayor within ten days after presentation, it shall take effect as provided by Seattle Municipal Code Section 1.04.020.

Passed by the City Council the _____ day of _____, 2018, and signed by me in open session in authentication of its passage this _____ day of _____, 2018.

President _____ of the City Council

Approved by me this _____ day of _____, 2018

Jenny A. Durkan, Mayor

Filed by me this _____ day of _____, 2018.

Monica Martinez Simmons, City Clerk

(Seal)