



Legislation Details (With Text)

File #: CB 119308 **Version:** 1 **Name:** CB 119308
Type: Ordinance (Ord) **Status:** Passed
In control: City Clerk

On agenda: 9/4/2018

Final Action: 9/7/2018 **Ord. No.** Ord 125662

Title: AN ORDINANCE relating to water services of Seattle Public Utilities; revising water rates and charges for service to wholesale customers; and amending Section 21.04.440 of the Seattle Municipal Code.

Sponsors: Lisa Herbold

Indexes:

Attachments: 1. Summary and Fiscal Note, 2. Summary Att 1 – Wholesale SW Subregion Water Rate Study, 3. Central Staff Memo - SW Subregion Wholesale Water Rate (8/14/18), 4. Presentation SW Wholesale Water Rate (8/14/18), 5. Signed Ordinance 125662, 6. Affidavit of Publication

Date	Ver.	Action By	Action	Result
9/7/2018	1	City Clerk	attested by City Clerk	
9/7/2018	1	Mayor	returned	
9/7/2018	1	Mayor	Signed	
9/6/2018	1	City Clerk	submitted for Mayor's signature	
9/4/2018	1	City Council	passed	Pass
8/14/2018	1	Civil Rights, Utilities, Economic Development, and Arts Committee	pass	Pass
7/30/2018	1	City Council	referred	
7/5/2018	1	Council President's Office	sent for review	
7/3/2018	1	City Clerk	sent for review	
7/3/2018	1	Mayor	Mayor's leg transmitted to Council	

CITY OF SEATTLE

ORDINANCE _____

COUNCIL BILL _____

AN ORDINANCE relating to water services of Seattle Public Utilities; revising water rates and charges for service to wholesale customers; and amending Section 21.04.440 of the Seattle Municipal Code.
WHEREAS, Seattle Public Utilities provides wholesale water service to many water utilities surrounding

Seattle (“Wholesale Customers”) under various long-term water supply contracts; and

WHEREAS, these water supply contracts establish procedures for allocating Seattle Public Utilities’ costs to

Wholesale Customers and treatment of accumulated surpluses or deficits of annual revenues as

compared to annual costs; and

WHEREAS, the existing wholesale Southwest subregional surcharge authorized by Ordinance 124599 became effective January 1, 2015; and

WHEREAS, wholesale Southwest subregional demand has been higher and the allocation of costs has been lower than projected under the prior rate study, resulting in accumulated surpluses of annual revenues as compared to annual costs; and

WHEREAS, Seattle Public Utilities completed a rate study covering the Southwest subregional surcharge for 2019 through 2023 and the resulting rate consistent with the wholesale contracts has been calculated;

NOW, THEREFORE,

BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:

Section 1. Subsection 21.04.440.E of the Seattle Municipal Code, which section was last amended by Ordinance 125445, is amended as follows:

21.04.440 Rates outside The City of Seattle

* * *

E. Wholesale customers - commodity and other charges

1. Reserved

2. Full or partial requirements contracts. The rate to be charged to wholesale customers being served under the provisions of contracts substantially in the form of the Full and Partial Requirements Contracts for the Supply of Water that were authorized by Ordinance 120362 or 123559 ("Full or Partial Requirements Contract") shall consist of a commodity charge, surcharges, discounts, and facilities charges as follows:

Commodity Charge Per 100 Cubic Feet of Water	Effective Jan. 1, 2015	Effective Jan. 1, 2018	Effective Jan. 1, 2019	Effective Jan. 1, 2020
Summer (May 16th - September 15th)	(\$2.10)	\$2.22	\$2.36	\$2.50
Winter (September 16th - May 15th)	(\$1.42)	\$1.50	\$1.58	\$1.67

The following surcharges and discounts apply to each wholesale customer that has agreed to them in a contract substantially in the form of the Full or Partial Requirements Contracts:

Additional Charge Per 100 Cubic Feet of Water	((Effective Jan. 1, 2015))	Effective Jan. 1, 2018	Effective Jan. 1, 2019	Effective Jan. 1, 2020
Northwest Wheeling Rate Surcharge	(((\$0.07))	\$0.07	\$0.07	\$0.07
Southwest Subregion Surcharge	(((\$0.16))	\$0.16	(((\$0.16)) \$0.07	(((\$0.16)) \$0.07
East Subregion, Segment #3 Surcharge	(((\$0.08))	\$0.00	\$0.00	\$0.00
East Subregion, Segment #4 Surcharge	(((\$0.16))	\$0.00	\$0.01	\$0.01

((Renton New Supply Discount Per 100 Cubic Feet of Water))		((Effective Jan. 1, 2015 through December 31, 2017))
((Summer (May 16th – September 15th)))	(((\$0.02))	(((\$0.02))
((Winter (September 16th – May 15th)))	(((\$0.02))	(((\$0.01))

Renton New Supply Surcharge Per 100 Cubic Feet of Water	Effective Jan. 1, 2018	Effective Jan. 1, 2019	Effective Jan. 1, 2020
Summer (May 16th - September 15th)	\$0.08	\$0.08	\$0.09
Winter (September 16th - May 15th)	\$0.05	\$0.06	\$0.06

In addition, each wholesale customer served under a contract substantially in the form of the Full or Partial Requirements Contracts that requires payment of facilities charges based on each new metered service connection installed within its service area shall pay the facilities charges according to the following schedule:

Through December 31, 2018:

Meter Size	Facilities Charge (in \$)
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1 inch and smaller	(((\$))936.00
1 1/2 inch	4,180.00
2 inch	6,688.00
3 inch	18,392.00
4 inch	25,916.00
6 inch	55,176.00
8 inch	93,632.00
10 inch	141,284.00
12 inch and larger	198,968.00

Effective January 1, 2019:

Meter Size Facilities Charge (in \$)	
1 inch and smaller	(((\$))1,081.00
1 1/2 inch	4,825.00
2 inch	7,720.00
3 inch	21,230.00
4 inch	29,915.00
6 inch	63,690.00
8 inch	108,080.00
10 inch	163,085.00
12 inch and larger	229,670.00

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Section 2. Prior ordinances of the City setting rates and charges for water services of Seattle Public Utilities shall continue in effect with respect to obligations incurred for water services rendered before the effective date of this ordinance, unless and until such prior ordinances expire of their own terms or are superseded.

Section 3. 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)