

ORDINANCE NO. 2016- 7

AN ORDINANCE AMENDING AND ESTABLISHING RATES AND CHARGES
FOR CUSTOMERS OF THE TOWN OF OSGOOD WATER UTILITY

WHEREAS, the Town of Osgood is the owner and operator of a water utility consisting of a water treatment plant and distribution system capable of furnishing water service to said Town and its inhabitants, and to other individuals and wholesale customers in the surrounding area; and,

WHEREAS, the Town of Osgood Water Utility is in need of improvements, replacements and repairs to its treatment plant and distribution system, including but not limited to water tank renovations, and previously borrowed funds from the United States Department of Agriculture, Rural Development loan program, and secured the repayment of said debt by the issuance of utility bonds; and,

WHEREAS, the Town of Osgood, Indiana, has the authority pursuant to Indiana Code 36-9-2-14, and 36-9-2-15 to furnish water utility service to the public and establish rates and charges for such services; and,

WHEREAS, it is necessary for said Town of Osgood to establish rates and charges for the continued provision and delivery of said water service and for the repayment of the Rural Development forty (40) year loan; and,

WHEREAS, the Town of Osgood Water Utility currently has both contractual and non-contractual wholesale water customers, and the Holton Rural Water Corporation has ceased to purchase water from the Town's utility, which has impacted the rate structure for the residents of the Town of Osgood, and other wholesale customers; and,

WHEREAS, Indiana Code 8-1.5-3-8 permits a municipality to set rates and charges and that Indiana Code 8-1.5-3-8(c) provides the criteria that determine the expenses that are factored into

reasonable and just rates and charges for services, and that produce sufficient revenue to pay the legal and necessary expenses incident to the operation of the utility.

BE IT NOW, THEREFORE, ORDAINED by the Town Council for the Town of Osgood, Indiana, that Ordinance No. 1998-17, establishing rules, regulations and rates and charges for service of the Town of Osgood water utility shall be amended, superceding Ordinance 2010-4, specifically codified in the Town of Osgood, Indiana Code of Ordinances, Sections 51.20 through 51.25, as follows:

Section 2. Rates and Charges for Services.

SCHEDULE OF RATES AND CHARGES

Each retail customer shall pay a minimum monthly charge in accordance with the size of the water meter installed and for which said customer shall be entitled to a minimum quantity of water per month. Usage of water in excess of the minimum monthly gallons allowed will result in the following rates and charges for the quantity of water supplied during each monthly billing period, as follows:

See Attached **Exhibit "A"** listing (1) Present rates per Ordinance 2010-4, and (2) Interim rates and charges include a 22% increase over present rates and charges.

INTRODUCED this 15th day of November, 2016.

TOWN COUNCIL FOR THE TOWN OF OSGOOD,

By: Norman Kappes
NORMAN KAPPES, President

Vickie D. Holliday
VICKIE D. HOLLIDAY, Member

HOLLEY ROSE, Member

ATTEST:

Tamara Wilhoit
TAMARA WILHOIT, Clerk-Treasurer

SO ADOPTED and ORDAINED this 20th day of December, 20 16.

TOWN COUNCIL FOR THE TOWN OF OSGOOD,

By: Norm Kappes
NORMAN KAPPES, President

Vickie D. Holliday
VICKIE D. HOLLIDAY, Member

Holley M. Rose
HOLLEY ROSE, Member

ATTEST:

Tamara Wilhoit
TAMARA WILHOIT, Clerk-Treasurer

OSGOOD (INDIANA) MUNICIPAL WATER UTILITY

PRESENT AND PROPOSED WATER RATES AND CHARGES

<u>Metered Rates Per Month:</u>	<u>Present (1)</u>	<u>Interim</u>
	<u>(2)</u>	
	<u>Rate Per 1,000 Gallons</u>	
First — 5,000 gallons	\$5.76	\$7.03
Next — 10,000 gallons	5.40	6.59
Next — 15,000 gallons	4.91	5.99
Next — 20,000 gallons	4.47	5.45
Over — 50,000 gallons	4.09	4.99

<u>Meter Size</u>	<u>Gallons Allowed</u>	<u>Minimum Monthly Charge</u>	
5/8 inch meter	2,500	\$14.40	\$17.58
1 inch meter	5,000	28.80	35.15
1 1/4 inch meter	10,950	60.93	74.36
1 1/2 inch meter	15,000	82.80	101.05
2 inch meter	40,140	201.78	246.16
3 inch meter	60,280	287.90	351.20
4 inch meter	80,380	370.11	451.50
6 inch meter	100,830	453.75	553.54

<u>Wholesale Users:</u>	<u>Rate Per 1,000 Gallons</u>	
Non-contractual wholesale rate	\$4.55	\$5.55
Contractual wholesale rate	3.32	4.05

<u>Fire Protection:</u>	<u>Charge Per Annum</u>	
Public hydrant rental	\$370.60	\$452.13
Private hydrant rental	370.60	452.13
Automatic Sprinklers		
4 inch connection	\$185.30	\$226.07
6 inch connection	370.60	452.13
8 inch connection	741.15	904.20
10 inch collection	1,111.75	1,356.34
12 inch collection	1,482.30	1,808.41

(1) Present rates per Ordinance No. 2010-4.

(2) Interim rates and charges include a 22% increase over present rates and charges.

EXHIBIT "A"