## **ORDINANCE NO. 1249-2019**

AN ORDINANCE AMENDING ARTICLE 13.03 "WATER SYSTEM", SECTION 13.03.011 "WATER RATES" OF THE RIVER OAKS CODE OF ORDINANCES (2006) AS AMENDED; ADOPTING AND RATIFYING FEES FOR WATER RATES INSIDE AND OUTSIDE THE CITY LIMITS; PROVIDING THAT THIS ORDINANCE SHALL BE CUMULATIVE OF ALL ORDINANCES; PROVIDING A SEVERABILITY CLAUSE; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City of River Oaks is a home rule city acting under its charter adopted by the electorate pursuant to Article XI, Section 5, of the Texas Constitution and Chapter 9 of the Local Government Code; and

WHEREAS, a water rate increase is recommended by city staff due to increased maintenance costs, increased raw water rates projected at 3% annually, major capital improvement to ground water storage tank and consultant fees in order to complete the mandated CT study; and

WHEREAS, the City's current combined average monthly water and wastewater rate is \$101.05 per capita. Based on staff's analysis of financial documentation received, current water system revenues are 94.2% of the revenues needed to offset expenditures; and

WHEREAS, In order to generate sufficient revenues to meet the proposed debt service, the City will need to increase water rates approximately 4.5 percent system wide of which an average of 2.9% is attributed to residential customers and 1.6% is attributed to commercial customers; and

WHEREAS, with the increase the base rate for residential customers in and out of district will only increase 37 cents and usage charge will increase one-half cent per cubic foot for usage over 400 cubic-feet inside the city; and

WHEREAS, with the increase the base rate for commercial customers will increase \$4.00 for inside district customers and the usage charge will increase an average of one-half cent for every cubic foot over 400 cubic feet inside the city; and

WHEREAS, the City Council has determined that the City's current water rates as codified into Article 13.03, Section 13.03.011 of the River Oaks Code of Ordinances (2006) as amended does not provide sufficient enough revenues to cover the annual costs for the annual operations of the water department; and

WHEREAS, the City Council has concluded after due and careful consideration that it is now necessary to increase the water rates inside and outside the city limits for use of the city water by all customers connected to the River Oaks Water System.

# NOW THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF RIVER OAKS:

#### SECTION 1.

With the adoption of this Ordinance, Section 13.03.011 of Article 13.03 of the River Oaks Code of Ordinances (2006) will be amended to now read as follows:

## "Section 13.03.011 Water Rates

(a) The following uniform monthly rates shall be charged all persons for the use of the city water inside and outside the city limits:

## (1) **RESIDENTIAL CUSTOMERS**:

	<u>Base</u> <u>Minimum</u>	Usage Rate Charge Per Cubic feet
(A) Customers inside the city and inside the District (RII)	\$ 23.00	\$ 0.0420000
(B) Customers inside the city and outside the District (RIO)	\$ 27.00	\$ 0.0480000
(C) Customers outside the city and inside the district (ROI)	\$ 42.00	\$ 0.1000000

# (2) **COMMERCIAL CUSTOMERS:**

	<u>Base</u> <u>Minimum</u>	Usage Rate Charge Per Cubic Feet
(D) Customers inside the city and inside the District (CII)	\$ 28.00	\$ 0.0500000
(E) Customers inside the City and outside the District (CIO)	\$ 38.00	\$ 0.0600000
(F) Customers outside the city and inside the District (COI)	d \$ 52.00	\$ 0.1200000

- (b) Water Rates shall be billed on a monthly basis as follows:
  - (1) <u>Base Minimum</u> is the rate for customers using 400 cubic feet or less of water for each month billed.
  - (2) <u>Usage Rate Charge Per Cubic Feet</u> is the rate for each cubic feet of water consumption over the minimum of 400 cubic feet for each month billed.
  - (3) For customers with a water usage each month over 400 cubic feet they will be billed the Base Minimum plus the Usage Rate Charge Per Cubic Feet for the cubic feet of water used over 400 cubic feet."

#### SECTION 2.

## **CUMULATIVE CLAUSE**

This Ordinance shall be Cumulative of all provisions of Ordinances and of the River Oaks Code of Ordinance, as amended, except where the provisions of this Ordinance are in direct conflict with the provisions of such Ordinances or Code, in which case the conflicting provisions of such Ordinances or Code are hereby repealed.

#### SECTION 3.

## **SEVERABILITY CLAUSE**

It is hereby declared to be the intentions of the City Council that the phrases, clauses, sentences, paragraphs and sections of this Ordinance are severable, and if any phrase, clause, sentence, paragraph or section of this Ordinance shall be declared unconstitutional by the valid judgment or decree of any court of competent jurisdiction, such unconstitutionality shall not affect any of the remaining phrases, clauses, sentences, paragraphs and sections of this ordinance, since the same would have been enacted by the City Council without the incorporation in this Ordinance of any such unconstitutional phrase, clause, sentence, paragraph or section.

#### **SECTION 4.**

#### **EFFECTIVE DATE**

This Ordinance shall be in full force and effect on November 1, 2019 after its passage by a majority vote of the City Council of the City of River Oaks and the legal publication of this ordinance if any is required and it is so ordained.

APPROVED THIS THE 24th DAY OF SEPTEMBER, 2019.

Herman D. Earwood, Mayor

Oity of River Oaks

Paula Luck

City Secretary
City of River Oaks