

Ordinance No. 120817

Council Bill No. 114186

AN ORDINANCE relating to water services of Seattle Public Utilities; revising water rates and charges, and amending Seattle Municipal Code Chapter 21.04 in connection therewith.

The City of Seattle
Council Bill/Ordinance

CF No. _____

Date Introduced:	MAY 28 2002	
Date 1st Referred:	MAY 28 2002	
	To: (committee)	Water & Health Committee
Date Re - Referred:	To: (committee)	RJ Mel, MP only
		HP CPW Moved, 2nd ed, passed 6/10 Council
Date Re - Referred:	To: (committee)	may
Date of Final Passage:	Full Council Vote:	
6-10-02	9-0	
Date Presented to Mayor:	Date Approved:	
6-11-02	6/13/02	
Date Returned to City Clerk:	Date Published:	T.O. _____ F.T. <input checked="" type="checkbox"/>
6/13/02	23pp	
Date Vetted by Mayor:	Date Veto Published:	
Date Passed Over Veto:	Veto Sustained:	

6-10-02 Pa

This file is complete and ready

Law Dept. Review

The City of Seattle - Legislative Department

Council Bill/Ordinance sponsored by: Margaret Payer **PAGELER**
Councilmember

Committee Action:

6-10-02 Passed 9-0

passed by Council

This file is complete and ready for presentation to Full Council. Committee: _____
(initial/date)

Law Dept. Review

OMP
Review

11
City Clerk
Review

6
Electronic
Copy Loaded

6
Indexed

Handwritten notes:
Fiscal Note
checked
checked

ORDINANCE 120817

AN ORDINANCE relating to water services of Seattle Public Utilities; revising water rates and charges, and amending Seattle Municipal Code Chapter 21.04 in connection therewith.

WHEREAS, the Cedar and Tolt watersheds, which supply about ninety-nine percent of City water, experienced unusually dry conditions beginning in October, 2000 and continuing through 2001; and

WHEREAS, in response to the drought, Council passed Ordinance 120408 in June 2001 that established a third tier water rate for high volume residential users of water; and

WHEREAS, weather conditions have changed and the City is no longer experiencing a drought; and

WHEREAS, the City is interested in continuing to foster wise use of water through the design of water rate structures; and

WHEREAS, in recognition of the provisions of section 4 of Ordinance 120532, the "Everyone Can Conserve" program will continue to be fully funded; **NOW, THEREFORE,**

BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:

Section 1. Subsection A of the Seattle Municipal Code 21.04.430 is amended to read as follows:

SMC 21.04.430 Rates inside City.

* * *

A. Residential. The rates for metered water supplied to single family and duplex residences within the City in one (1) month, or fractional part thereof, shall be based on a commodity charge and a base service charge, in accordance with the following schedules:

~~((Effective May 16, 2001:~~

~~Commodity Charge~~ _____ ~~Per 100 Cubic Feet~~

~~Summer (mid-May—mid-September)~~



AR/gsr/
thirdtr3_ord
May 8, 2002
V #2

1	First 500 cubic feet per residence	\$2.16
2	All over 500 cubic feet per residence	2.85
3	Winter (mid-September — mid-May)	
4	All usage	2.16

Base Service Charge

7	Meter Size	Monthly Charge
8	3/4 inch and less	\$ 3.90
9	1 inch	6.30
10	1 1/2 inch	12.20
11	2 inch	19.30
12	3 inch	37.80
13	4 inch and larger	59.10

Effective July 16, 2001:

Schedule WIR. Schedule WIR is for all single-family and duplex residences within the City except those billed on Schedule WIRM.

20	Commodity Charge	Per 100 Cubic Feet
21	Summer (mid-May — mid-September)	
22	First 500 cubic feet per residence	\$2.16
23	Next 1000 cubic feet per residence	2.85
24	All over 1500 cubic feet per residence	11.40
25	Winter (mid-September — mid-May)	
26	All usage	2.16

Base Service Charge

28	Meter Size	Monthly Charge
30	3/4 inch and less	\$ 3.90



AR/gsr/
thirdtr3_ord
May 8, 2002
V #2

1	1 inch	6.30
2	1 1/2 inch	12.20
3	2 inch	19.30
4	3 inch	37.80
5	4 inch and larger	59.10

Schedule WIRM. Schedule WIRM is for single family and duplex residences within the City in which one (1) or more persons require medical life support equipment which uses mechanical or artificial means to sustain, restore or supplant a vital function, and which uses a disproportionate amount of water.

Commodity Charge **Per 100 Cubic Feet**

Summer (mid May — mid September)

First 500 cubic feet per residence \$2.16

All over 1500 cubic feet per residence 2.85

Winter (mid September — mid May)

All usage 2.16

Base Service Charge

Meter Size **Monthly Charge**

3/4 inch and less \$ 3.90

1 inch 6.30

1 1/2 inch 12.20

2 inch 19.30

3 inch 37.80

4 inch and larger 59.10))

Effective January 1, 2002:



Schedule WIR. Schedule WIR is for all single-family and duplex residences within the City except those billed on Schedule WIRM.

Commodity Charge	Per 100 Cubic Feet
-------------------------	---------------------------

Summer (mid-May -- mid-September)

First 500 cubic feet per residence	\$ 2.33
------------------------------------	---------

Next 1000 cubic feet per residence	3.07
------------------------------------	------

All over 1500 cubic feet per residence	11.40
--	-------

Winter (mid-September -- mid-May)

All usage	2.33
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Base Service Charge

Meter Size	Monthly Charge
-------------------	-----------------------

3/4 inch and less	\$ 4.10
-------------------	---------

1 inch	6.70
--------	------

1 1/2 inch	12.90
------------	-------

2 inch	20.50
--------	-------

3 inch	40.10
--------	-------

4 inch and larger	62.60
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Schedule WIRM. Schedule WIRM is for single-family and duplex residences within the City in which one (1) or more persons require medical life support equipment which uses mechanical or artificial means to sustain, restore or supplant a vital function, and which uses a disproportionate amount of water.

Commodity Charge	Per 100 Cubic Feet
-------------------------	---------------------------

Summer (mid-May -- mid-September)

First 500 cubic feet per residence	\$ 2.33
------------------------------------	---------

All over 500 cubic feet per residence	3.07
---------------------------------------	------

Winter (mid-September -- mid-May)



AR/gsr/
thirdtr3_ord
May 8, 2002
V #2

All usage 2.33

Base Service Charge

Meter Size	Monthly Charge
3/4 inch and less	\$ 4.10
1 inch	6.70
1 1/2 inch	12.90
2 inch	20.50
3 inch	40.10
4 inch and larger	62.60

Effective July 16, 2002:

Schedule WIR. Schedule WIR is for all single-family and duplex residences within the City except those billed on Schedule WIRM.

Commodity Charge **Per 100 Cubic Feet**

Summer (mid-May -- mid-September)

First 500 cubic feet per residence	\$ 2.33
Next 1300 cubic feet per residence	3.07
All over 1800 cubic feet per residence	8.55

Winter (mid-September -- mid-May)

All usage	2.33
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Base Service Charge

Meter Size	Monthly Charge
3/4 inch and less	\$ 4.10
1 inch	6.70
1 1/2 inch	12.90
2 inch	20.50



3 inch	40.10
4 inch and larger	62.60

Schedule WIRM. Schedule WIRM is for single-family and duplex residences within the City in which one (1) or more persons require medical life support equipment which uses mechanical or artificial means to sustain, restore or supplant a vital function, and which uses a disproportionate amount of water.

<u>Commodity Charge</u>	<u>Per 100 Cubic Feet</u>
<u>Summer (mid-May -- mid-September)</u>	
First 500 cubic feet per residence	\$ 2.33
All over 500 cubic feet per residence	3.07
<u>Winter (mid-September -- mid-May)</u>	
All usage	2.33

Base Service Charge

<u>Meter Size</u>	<u>Monthly Charge</u>
3/4 inch and less	\$ 4.10
1 inch	6.70
1 1/2 inch	12.90
2 inch	20.50
3 inch	40.10
4 inch and larger	62.60

1. Master Metered Residential Development: Multiple Parcels. The rates for residential developments with master meters of one and one-half (1 1/2) inches or larger, which operate and maintain their own distribution systems on private property and which use water primarily to serve single-family, detached residences on at least two (2) separate legal parcels, shall be based on a commodity charge and a base service charge, in accordance with the following schedule:



((Effective May 16, 2001:

Commodity Charge **Per 100 Cubic Feet**

Summer (mid May — mid September)

First 500 cubic feet per residence \$2.16

All over 500 cubic feet per residence 2.85

Winter (mid September — mid May)

All usage 1.39

Base Service Charge

Meter Size **Monthly Charge**

1 1/2 inch \$12.20

2 inch 19.30

3 inch 37.80

4 inch 59.10

6 inch 118.20

8 inch 189.10

10 inch 283.60

12 inch 401.80

16 inch 673.60

20 inch 980.90

24 inch 1,571.80

Effective July 16, 2001:

Commodity Charge **Per 100 Cubic Feet**

Summer (mid May — mid September)

First 500 cubic feet per residence \$2.16

Next 1000 cubic feet per residence 2.85



AR/gsr/
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May 8, 2002
V #2

Above 1500 cubic feet per residence 11.40

Winter (mid-September -- mid-May)

All usage 1.39

Base Service Charge

Meter Size	Monthly Charge
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1 1/2 inch	\$ 12.20
------------	----------

2 inch	19.30
--------	-------

3 inch	37.80
--------	-------

4 inch	59.10
--------	-------

6 inch	118.20
--------	--------

8 inch	189.10
--------	--------

10 inch	283.60
---------	--------

12 inch	401.80
---------	--------

16 inch	673.60
---------	--------

20 inch	980.90
---------	--------

24 inch	1,571.80))
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Effective January 1, 2002:

Commodity Charge

Per 100 Cubic Feet

Summer (mid-May -- mid-September)

First 500 cubic feet per residence	\$ 2.33
------------------------------------	---------

Next 1000 cubic feet per residence	3.07
------------------------------------	------

All over 1500 cubic feet per residence	11.40
--	-------

Winter (mid-September -- mid-May)

All usage	1.44
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Base Service Charge



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May 8, 2002
V #2

Meter Size	Monthly Charge
11/2 inch	\$ 12.90
2 inch	20.50
3 inch	40.10
4 inch	62.60
6 inch	125.30
8 inch	200.40
10 inch	300.60
12 inch	425.90
16 inch	714.00
20 inch	1,039.80
24 inch	1,666.10

Effective July 16, 2002:

<u>Commodity Charge</u>	<u>Per 100 Cubic Feet</u>
<u>Summer (mid-May -- mid-September)</u>	
First 500 cubic feet per residence	\$ 2.33
Next 1300 cubic feet per residence	3.07
All over 1800 cubic feet per residence	8.55
<u>Winter (mid-September -- mid-May)</u>	
All usage	1.44

Base Service Charge

<u>Meter Size</u>	<u>Monthly Charge</u>
11/2 inch	\$ 12.90
2 inch	20.50
3 inch	40.10
4 inch	62.60
6 inch	125.30



1	8 inch	200.40
2	10 inch	300.60
3	12 inch	425.90
4	16 inch	714.00
5	20 inch	1,039.80
6	24 inch	1,666.10

2. Master Metered Residential Development: Eligible Projects. The rates for residential developments that are master-metered for water and located within an eligible project (as defined by Seattle Municipal Code Section 21.04.280) that has received funding from Seattle Public Utilities for public infrastructure improvements (as defined by Seattle Municipal Code Section 21.04.280) for water purposes shall be based on a commodity charge and a base service charge, in accordance with the following schedule:

((Effective May 16, 2001:

Commodity Charge	Per 100 Cubic Feet
Summer (mid May — mid September)	
First 500 cubic feet per residence	\$3.08
All over 500 cubic feet per residence	3.77
Winter (mid September — mid May)	
All usage	2.31

Base Service Charge

Meter Size	Monthly Charge
1 1/2 inch	\$ 12.20
2 inch	19.30
3 inch	37.80
4 inch	59.10



AR/gsr/
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May 8, 2002
V #2

1	6 inch	118.20
2	8 inch	189.10
3	10 inch	283.60
4	12 inch	401.80
5	16 inch	673.60
6	20 inch	980.90
7	24 inch	1,571.80

8
9 **Effective July 16, 2001:**

10
11 **Commodity Charge** **Per 100 Cubic Feet**

12 Summer (mid May — mid September)

13 First 500 cubic feet per residence \$3.08

14 Next 1000 cubic feet per residence 3.77

15 Above 1500 cubic feet per residence 11.40

16 Winter (mid September — mid May)

17 All usage 2.31

18
19 **Base Service Charge**

20 **Meter Size** **Monthly Charge**

21 1 1/2 inch \$12.20

22 2 inch 19.30

23 3 inch 37.80

24 4 inch 59.10

25 6 inch 118.20

26 8 inch 189.10

27 10 inch 283.60

28 12 inch 401.80

29 16 inch 673.60

30 20 inch 980.90



AR/gsr/
thirdtr3_ord
May 8, 2002
V #2

24 inch 1,571.80))

Effective January 1, 2002:

Commodity Charge Per 100 Cubic Feet

Summer (mid-May -- mid-September)

First 500 cubic feet per residence \$ 3.25

Next 1000 cubic feet per residence 3.99

All over 1500 cubic feet per residence 11.40

Winter (mid-September -- mid-May)

All usage 2.36

Base Service Charge

Meter Size Monthly Charge

1 1/2 inch \$ 12.90

2 inch 20.50

3 inch 40.10

4 inch 62.60

6 inch 125.30

8 inch 200.40

10 inch 300.60

12 inch 425.90

16 inch 714.00

20 inch 1,039.80

24 inch 1,666.10

Effective July 16, 2002:

Commodity Charge Per 100 Cubic Feet

Summer (mid-May -- mid-September)



AR/gsr/
thirdtr3_ord
May 8, 2002
V #2

1	<u>First 500 cubic feet per residence</u>	<u>\$ 3.25</u>
2	<u>Next 1300 cubic feet per residence</u>	<u>3.99</u>
3	<u>All over 1800 cubic feet per residence</u>	<u>8.55</u>
4	<u>Winter (mid-September -- mid-May)</u>	
5	<u>All usage</u>	<u>2.36</u>

7 **Base Service Charge**

8	<u>Meter Size</u>	<u>Monthly Charge</u>
9	<u>1 1/2 inch</u>	<u>\$ 12.90</u>
10	<u>2 inch</u>	<u>20.50</u>
11	<u>3 inch</u>	<u>40.10</u>
12	<u>4 inch</u>	<u>62.60</u>
13	<u>6 inch</u>	<u>125.30</u>
14	<u>8 inch</u>	<u>200.40</u>
15	<u>10 inch</u>	<u>300.60</u>
16	<u>12 inch</u>	<u>425.90</u>
17	<u>16 inch</u>	<u>714.00</u>
18	<u>20 inch</u>	<u>1,039.80</u>
19	<u>24 inch</u>	<u>1,666.10</u>

22 Section 2. Subsection A of the Seattle Municipal Code 21.04.440 is amended to read
23 as follows:

25 **SMC 21.04.440 Rates outside City.**

27 * * *

29 A. Residential. The rates for metered water supplied to single-family and duplex
30 residences not within the limits of the City in one (1) month, or fractional part thereof, shall



be based on a commodity charge and a base service charge, in accordance with the following schedules:

~~((Effective May 16, 2001:~~

Commodity Charge **Per 100 Cubic Feet**

~~Summer (mid-May—mid-September)~~

~~—First 500 cubic feet per residence \$2.46~~

~~—All over 500 cubic feet per residence 3.25~~

~~Winter (mid-September—mid-May)~~

~~—All usage 2.46~~

Base Service Charge

Meter Size **Monthly Charge**

~~—3/4 inch and less \$4.40~~

~~—1 inch 7.20~~

~~—1 1/2 inch 13.90~~

~~—2 inch 22.00~~

~~—3 inch 43.10~~

~~—4 inch and larger 67.40~~

~~Effective July 16, 2001~~

~~Schedule WOR. Schedule WOR is for all single family and duplex residences not within the City except those billed on Schedule WORM.~~

Commodity Charge **Per 100 Cubic Feet**



~~Summer (mid May — mid September)~~

~~— First 500 cubic feet per residence ————— \$2.46~~

~~— Next 1000 cubic feet per residence ————— 3.25~~

~~— Above 1500 cubic feet per residence ————— 13.00~~

~~Winter (mid September — mid May)~~

~~— All usage ————— 2.46~~

Base Service Charge

Meter Size ————— Monthly Charge

~~— 3/4 inch and less ————— \$4.40~~

~~— 1 inch ————— 7.20~~

~~— 1 1/2 inch ————— 13.90~~

~~— 2 inch ————— 22.00~~

~~— 3 inch ————— 43.10~~

~~— 4 inch and larger ————— 67.40~~

~~**Schedule WORM.** Schedule WORM is for single family and duplex residences not within the City in which one or more persons require medical life support equipment which uses mechanical or artificial means to sustain, restore or supplant a vital function, and which uses a disproportionate amount of water.~~

Commodity Charge ————— Per 100 Cubic Feet

~~Summer (mid May — mid September)~~

~~— First 500 cubic feet per residence ————— \$2.46~~

~~— All over 500 cubic feet per residence ————— 3.25~~

~~Winter (mid September — mid May)~~

~~— All usage ————— 2.46~~



Base Service Charge

Meter Size	Monthly Charge
3/4 inch and less	\$4.40
1 inch	7.20
1 1/2 inch	13.90
2 inch	22.00
3 inch	43.10
4 inch and larger	67.40))

Effective January 1, 2002:

Schedule WOR. Schedule WOR is for all single-family and duplex residences not within the City except those billed on Schedule WORM.

Commodity Charge	Per 100 Cubic Feet
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Summer (mid-May -- mid-September)

First 500 cubic feet per residence	\$ 2.66
Next 1000 cubic feet per residence	3.50
All over 1500 cubic feet per residence	13.00

Winter (mid-September -- mid-May)

All usage	2.66
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Base Service Charge



Meter Size	Monthly Charge
3/4 inch and less	\$ 4.70
1 inch	7.60
1 1/2 inch	14.70
2 inch	23.40
3 inch	45.70
4 inch and larger	71.40

Schedule WORM. Schedule WORM is for single-family and duplex residences not within the City in which one or more persons require medical life support equipment which uses mechanical or artificial means to sustain, restore or supplant a vital function, and which uses a disproportionate amount of water.

Commodity Charge	Per 100 Cubic Feet
Summer (mid-May -- mid-September)	
First 500 cubic feet per residence	\$ 2.66
All over 500 cubic feet per residence	3.50
Winter (mid-September -- mid-May)	
All usage	2.66

Base Service Charge

Meter Size	Monthly Charge
3/4 inch and less	\$ 4.70
1 inch	7.60
1 1/2 inch	14.70
2 inch	23.40



3 inch	45.70
4 inch and larger	71.40

Effective July 16, 2002

Schedule WOR. Schedule WOR is for all single-family and duplex residences not within the City except those billed on Schedule WORM.

<u>Commodity Charge</u>	<u>Per 100 Cubic Feet</u>
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Summer (mid-May -- mid-September)

First 500 cubic feet per residence	\$ 2.66
Next 1300 cubic feet per residence	3.50
All over 1800 cubic feet per residence	9.75

Winter (mid-September -- mid-May)

All usage	2.66
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Base Service Charge

<u>Meter Size</u>	<u>Monthly Charge</u>
3/4 inch and less	\$ 4.70
1 inch	7.60
1 1/2 inch	14.70
2 inch	23.40
3 inch	45.70
4 inch and larger	71.40

Schedule WORM. Schedule WORM is for single-family and duplex residences not within the City in which one or more persons require medical life support equipment which uses



mechanical or artificial means to sustain, restore or supplant a vital function, and which uses a disproportionate amount of water.

<u>Commodity Charge</u>	<u>Per 100 Cubic Feet</u>
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Summer (mid-May -- mid-September)

First 500 cubic feet per residence	\$ 2.66
All over 500 cubic feet per residence	3.50

Winter (mid-September -- mid-May)

All usage	2.66
-----------	------

Base Service Charge

<u>Meter Size</u>	<u>Monthly Charge</u>
-------------------	-----------------------

3/4 inch and less	\$ 4.70
1 inch	7.60
1 1/2 inch	14.70
2 inch	23.40
3 inch	45.70
4 inch and larger	71.40

1. Master Metered Residential Development. The rates for residential developments with master meters of one and one-half (1 1/2) inches or larger, which operate and maintain their own distribution systems on private property and which use water primarily to serve single-family, detached residences on at least two (2) separate legal parcels, shall be based on a commodity charge and a base service charge, in accordance with the following schedule:

((Effective May 16, 2001

<u>Commodity Charge</u>	<u>Per 100 Cubic Feet</u>
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AR/gsr/
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May 8, 2002
V #2

~~Summer (mid May — mid September)~~

~~First 500 cubic feet per residence ————— \$2.46~~

~~All over 500 cubic feet per residence ————— 3.25~~

~~Winter (mid September — mid May)~~

~~All usage ————— 1.58~~

Base Service Charge

Meter Size ————— Monthly Charge

~~1 1/2 inch ————— \$13.90~~

~~2 inch ————— 22.00~~

~~3 inch ————— 43.10~~

~~4 inch ————— 67.40~~

~~6 inch ————— 134.70~~

~~8 inch ————— 215.60~~

~~10 inch ————— 323.30~~

~~12 inch ————— 458.10~~

~~16 inch ————— 767.90~~

~~20 inch ————— 1,118.20~~

~~24 inch ————— 1,791.90~~

Effective July 16, 2001

Commodity Charge ————— Per 100 Cubic Feet

~~Summer (mid May — mid September)~~

~~First 500 cubic feet per residence ————— \$2.46~~

~~Next 1000 cubic feet per residence ————— 3.25~~

~~Above 1500 cubic feet per residence ————— 13.00~~



AR/gsr/
thirdtr3_ord
May 8, 2002
V #2

Winter (mid-September -- mid-May)

All usage 1.58

Base Service Charge

Meter Size Monthly Charge

1 1/2 inch \$13.90

2 inch 22.00

3 inch 43.10

4 inch 67.40

6 inch 134.70

8 inch 215.60

10 inch 323.30

12 inch 458.10

16 inch 767.90

20 inch 1,118.20

24 inch 1,791.90))

Effective January 1, 2002

Commodity Charge

Per 100 Cubic Feet

Summer (mid-May -- mid-September)

First 500 cubic feet per residence \$ 2.66

Next 1000 cubic feet per residence 3.50

All over 1500 cubic feet per residence 13.00

Winter (mid-September -- mid-May)

All usage 1.64



AR/gsr/
thirdtr3_ord
May 8, 2002
V #2

Base Service Charge

Meter Size

Monthly Charge

1 1/2 inch	\$ 14.70
2 inch	23.40
3 inch	45.70
4 inch	71.40
6 inch	142.80
8 inch	228.50
10 inch	342.70
12 inch	485.50
16 inch	814.00
20 inch	1,185.40
24 inch	1,899.40

Effective July 16, 2002

Commodity Charge

Per 100 Cubic Feet

Summer (mid-May -- mid-September)

First 500 cubic feet per residence	\$ 2.66
Next 1300 cubic feet per residence	3.50
All over 1800 cubic feet per residence	9.75

Winter (mid-September -- mid-May)

All usage	1.64
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Base Service Charge

Meter Size

Monthly Charge

1 1/2 inch	\$ 14.70
2 inch	23.40



AR/gsr/
thirdtr3_ord
May 8, 2002
V #2

1	3 inch	45.70
2	4 inch	71.40
3	6 inch	142.80
4	8 inch	228.50
5	10 inch	342.70
6	12 inch	485.50
7	16 inch	814.00
8	20 inch	1,185.40
9	24 inch	1,899.40


10
11 * * *

12
13 Section 3. This ordinance shall take effect and be in force thirty (30) days from and after its
14 approval by the Mayor, but if not approved and returned by the Mayor within ten (10) days
15 after presentation, it shall take effect as provided by Municipal Code Section 1.04.020.
16

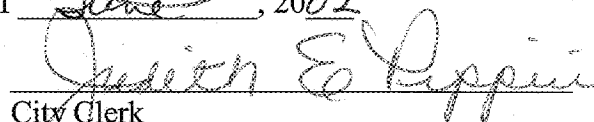
17 Passed by the City Council the 10th day of June, 2002 and signed
18 by me in open session in authentication of its passage this 10th day of June,
19 2002.

20 
21 President of the City Council

22
23 Approved by me this 13 day of June, 2002.

24 
25 Mayor

26
27
28 Filed by me this 13th day of June, 2002

29 
30 City Clerk
31
32

(SEAL)



Fiscal Note

Each piece of legislation that appropriates funds, creates position authority, or will create a financial impact through policy direction or otherwise, requires a fiscal note. The fiscal note should be drafted by department staff and should include all relevant financial information. After preparation by departmental staff, the Department of Finance will review and make necessary revisions before transmittal to Council.

Department:

Contact Person/Phone:

DOF Analyst/Phone:

Legislation Title:

AN ORDINANCE relating to water services of Seattle Public Utilities; revising water rates and charges, and amending Seattle Municipal Code Chapter 21.04 in connection therewith.

Summary of the Legislation:

This legislation would revise the third tier block rate for residential customers (summer season only) by increasing the threshold from 15 ccf to 18 ccf, and reducing the rate from \$11.40 per ccf for every ccf over 18 to \$8.55 (three times the 2001 2nd tier rate) for Seattle customers. The rate would drop for customers outside of Seattle from \$13.00 to \$9.75.

Appropriations (in \$1,000's):

Department/Fund Name and Number	Line of Business/ Program	2002 Appropriation	2003 Anticipated Appropriation
TOTAL			

Notes: The administrative costs of altering the 3rd tier in mid-summer are estimated to range from \$5,000 - \$10,000. This amount would include costs associated with reprogramming the billing system and testing, (probably run several thousand dollars of analysts' time) and the cost of informing/training the 100 or so customer service representatives and others.

Anticipated Revenue/Reimbursement (in \$1,000's):

Department/Fund Name and Number	Revenue Source	2002 Revenue	2003 Revenue
Seattle Public Utilities	Water rates	(\$1,200)	
General Fund	Utility Taxes	(\$72)	
TOTAL			

Notes: The revenue reduction to SPU and the related reduction in General Fund utility taxes that would result from revising the third tier water rate are anticipated to be one-time. Lost revenues will be made up in the upcoming water rates for late 2002 and 2003.

Total FTE Created Through Legislation or Estimated FTE Impacts (TES, etc.): NA

Department/Fund Name and Number	Position Title	2002 FTE	2003 FTE
TOTAL			

Do positions sunset in the future? (If yes, identify sunset date):

Background (Include brief description which states the purpose and context of legislation and include record of previous legislation and funding history, if applicable):

The weather conditions during the latter part of 2000 into 2001 were dry and the resultant drought conditions led SPU to implement several measures including initiation of a voluntary stage of the Water Shortage Contingency Plan (April 5th). In June of 2001, the City Council passed legislation creating a third tier residential peak use rate for purposes of sending a strong price signal to high water users. Certain households that have high water usage due to medical equipment are exempt from the third tier rate. In September of 2001 Council passed legislation relating to water conservation, increasing voluntary, cost-effective water conservation in Seattle, establishing a Water Bank and Environmental Block, creating the "Everyone Can Conserve" program to fund water conservation in low-income housing, and establishing that a primary source for funding for the conservation program shall be rates charged on residents and businesses that use extraordinary amounts of water.

The financial cost of not implementing the legislation (Estimate the costs to the City of not implementing the legislation, including estimated costs to maintain or expand an existing facility or the cost avoidance due to replacement of an existing facility, potential conflicts with regulatory requirements, or other potential costs if the legislation is not implemented):

Possible alternatives to the legislation which could achieve the same or similar objectives

(Include any potential alternatives to the proposed legislation, including using an existing facility to fulfill the uses envisioned by the proposed project, adding components to or subtracting components from the total proposed project, contracting with an outside organization to provide the services the proposed project would fill, or other alternatives):

Option 1—Maintain the current third tier rate for the entire summer peak use period. Under this Option, there would be about 17,300 customers in the 3rd tier this year with about 470,000 ccf of consumption subject to the 3rd tier rate. This would generate almost \$4 million more than what

this consumption would produce at the 2nd tier rate of \$3.07/ccf. In addition, the General Fund utility tax generated from the sales of the third tier water at this rate is \$240,000

Option 2—Revise the third tier block rate for residential customers (summer season only) by increasing the threshold from 15 ccf to 20 ccf, and reducing the rate from \$11.40 per ccf for every ccf over 20 to \$5.70/ccf (twice the 2001 2nd tier rate). Only about 6,200 customer would remain with consumption in the 3rd tier. Third tier revenue for the second half of the summer would be less than \$400,000, a reduction of more than 80%. Revenue from the 3rd tier for the whole summer would now be only \$2.2 million compared to the original \$4 million. In addition, the General Fund utility tax generated from the sales of the third tier water at this rate is \$132,000. Increasing the breakpoint from 15 ccf to 20 ccf would reduce the number of 3rd tier customers by over 60% and reduce 3rd tier revenue by about 45%. Slightly higher proportions of low-income utility credit families would escape the 3rd tier with these increases in the threshold.

Other Issues (including long-term implications of the legislation):

STATE OF WASHINGTON – KING COUNTY

--SS.

146394
City of Seattle, Clerk's Office

No. ORDINANCE IN FULL

Affidavit of Publication

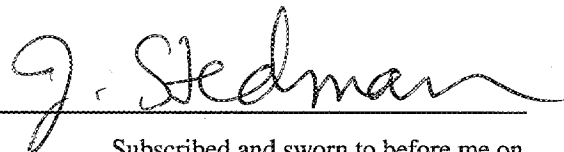
The undersigned, on oath states that he is an authorized representative of The Daily Journal of Commerce, a daily newspaper, which newspaper is a legal newspaper of general circulation and it is now and has been for more than six months prior to the date of publication hereinafter referred to, published in the English language continuously as a daily newspaper in Seattle, King County, Washington, and it is now and during all of said time was printed in an office maintained at the aforesaid place of publication of this newspaper. The Daily Journal of Commerce was on the 12th day of June, 1941, approved as a legal newspaper by the Superior Court of King County.

The notice in the exact form annexed, was published in regular issues of The Daily Journal of Commerce, which was regularly distributed to its subscribers during the below stated period. The annexed notice, a

CT:ORD# 120817

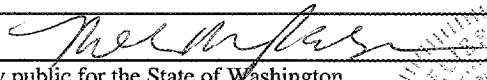
was published on

6/20/2002

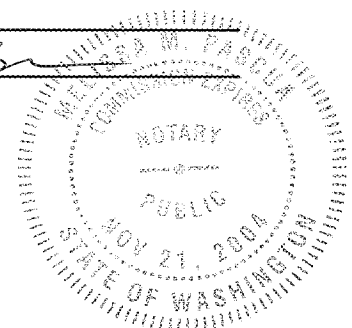


Subscribed and sworn to before me on

6/20/2002


Notary public for the State of Washington,
residing in Seattle

Affidavit of Publication



SEATTLE CITY NOTICES

All notices issued by the city for publication in the DJC will be found here: ordinances, regulations, construction bid calls, hearings, consultant services, supplies, etc.

City of Seattle

ORDINANCE 120817

AN ORDINANCE relating to water services of Seattle Public Utilities; revising water rates and charges, and amending Seattle Municipal Code Chapter 21.04 in connection therewith.

WHEREAS, the Cedar and Tolt watersheds, which supply about ninety-nine percent of City water, experienced unusually dry conditions beginning in October, 2000 and continuing through 2001; and

WHEREAS, in response to the drought, Council passed Ordinance 120408 in June 2001 that established a third tier water rate for high volume residential users of water; and

WHEREAS, weather conditions have changed and the City is no longer experiencing a drought; and

WHEREAS, the City is interested in continuing to foster wise use of water through the design of water rate structures; and

WHEREAS, in recognition of the provisions of section 4 of Ordinance 120532, the "Everyone Can Conserve" program will continue to be fully funded; NOW, THEREFORE,

BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:

Section 1. Subsection A of the Seattle Municipal Code 21.04.430 is amended to read as follows:

SMC 21.04.430 Rates inside City:

A. Residential. The rates for metered water supplied to single family and duplex residences within the City in one (1) month, or fractional part thereof, shall be based on a commodity charge and a base service charge, in accordance with the following schedules:

((Effective May 16, 2001:

Commodity Charge	Per 100 Cubic Feet
Summer (mid-May -- mid-September)	
First 500 cubic feet per residence	\$2.16
All over 500 cubic feet per residence	2.85
Winter (mid-September -- mid-May)	
All usage	2.16

Base Service Charge

Meter Size	Monthly Charge
3/4 inch and less	\$3.00
1 inch	6.30
1 1/2 inch	12.20
2 inch	19.30
3 inch	27.80
4 inch and larger	59.10

Effective July 16, 2001:

Schedule WIR. Schedule WIR is for all single-family and duplex residences within the City except those billed on Schedule WIRM.

Commodity Charge	Per 100 Cubic Feet
Summer (mid-May -- mid-September)	
First 500 cubic feet per residence	\$2.16
Next 1000 cubic feet per residence	2.85
All over 1500 cubic feet per residence	11.40
Winter (mid-September -- mid-May)	
All usage	2.16

Base Service Charge

Meter Size	Monthly Charge
3/4 inch and less	\$3.00
1 inch	6.30
1 1/2 inch	12.20
2 inch	19.30
3 inch	27.80
4 inch and larger	59.10

2 inch
3 inch
4 inch and larger

Effective July 16, 2001:

Schedule WIR. Schedule WIR is for all single-family and duplex residences within the City except those billed on Schedule WIRM.

Commodity Charge

Summer (mid-May -- mid-September)

First 500 cubic feet per residence

Next 1300 cubic feet per residence

All over 1800 cubic feet per residence

Winter (mid-September -- mid-May)

All usage

Base Service Charge

Meter Size

3/4 inch and less

1 inch

1 1/2 inch

2 inch

3 inch

4 inch and larger

Schedule WIRM. Schedule WIRM is for single-family and duplex residences within the City in which one (1) or more persons require mechanical or artificial means to sustain, restore or replace a disproportionate amount of water.

Commodity Charge

Summer (mid-May -- mid-September)

First 500 cubic feet per residence

All over 500 cubic feet per residence

Winter (mid-September -- mid-May)

All usage

Base Service Charge

Meter Size

3/4 inch and less

1 inch

1 1/2 inch

2 inch

3 inch

4 inch and larger

1. Master Metered Residential Development: Master metered residential developments with master meters of one and on and maintain their own distribution systems on primarily to serve single-family, detached residential parcels, shall be based on a commodity charge and the following schedule:

((Effective May 16, 2001:

Commodity Charge

Summer (mid-May -- mid-September)

First 500 cubic feet per residence

All over 500 cubic feet per residence

Winter (mid-September -- mid-May)

All usage

Base Service Charge

Meter Size

1 1/2 inch

2 inch

3 inch

4 inch