



# CITY COUNCIL AGENDA ITEM

REQUESTED COUNCIL MEETING DATE 7/27/10

**SUBJECT:** Energy Charges Resolution No. 10-52 .

**DEPARTMENT:** Finance Department

**RECOMMENDED MOTION:**

Approval of Resolution No. 10-52. Establishing energy fees for water, sewer, and reclaimed water services.

**SUMMARY:**

Attached to this agenda form is a Resolution adopting specific amounts for the energy usage charge related to water, sewer, and reclaimed water. It should be noted that the attached rate Resolution does not change the energy rate per thousand gallons for water, decreases by 4 cents per thousand gallons for sewer energy, and decreases by 1 cent per thousand gallons the energy charge for reclaimed water. The finance department has notified utility customers.

Should you have any questions pertaining to the attached rate resolution, John Shelley will be available to respond to any inquiries.

**ATTACHMENTS:**  Ordinance  Resolution  Budget Resolution

Other  Support Documents/Contracts Available for Review in Manager's Office

<b>DEPARTMENT HEAD</b>	<i>John X. Shelley</i> John X. Shelley, Finance Director	Date	6/4/10
<b>FINANCE DEPARTMENT</b>	Approved as to Budget Requirements <i>AS</i>	Date	7
<b>CITY ATTORNEY</b>	Approved as to Form and Legality <i>[Signature]</i>	Date	7-16-10
<b>CITY MANAGER</b>	Approved Agenda Item For: <i>[Signature]</i>		7/22/10

**COUNCIL ACTION:**  Approved as Recommended  Disapproved  Tabled Indefinitely  
 Continued to Date Certain  Approved with Modification:

RESOLUTION NO. 10-52

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PORT ORANGE, VOLUSIA COUNTY, FLORIDA, ESTABLISHING ENERGY FEES FOR WATER, SEWER, AND RECLAIMED WATER SERVICES SUPERSEDING PRIOR RESOLUTIONS; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, Chapter 74 of the Code of Ordinances, City of Port Orange, Florida, provides for the establishment of certain utility fees and charges by resolution of the City Council; and

WHEREAS, Chapter 74 requires the semi-annual review of Energy Fees by the City Council, and an analysis has been completed resulting in recommended rate changes as reflected herein; and

WHEREAS, the City Council has determined that the rates reflected herein are fair and equitable and necessary to fund the proper operation of the City's water, sewer and reclaimed water systems.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF PORT ORANGE, VOLUSIA COUNTY, FLORIDA:

The following are the Energy Fee charges, on a per thousand gallon bases, to be utilized in the computation of a monthly utility customer billing:.

**Section 1. Water Energy Fee:**

An energy usage charge of 0.58 shall be levied in addition to the monthly base usage charge for each 1,000 gallons of water consumed.

**Section 2. Sewer Energy Fee:**

An energy usage charge of 0.83 shall be levied per 1,000 gallons of sewer disposal, beginning after the first 1,000 gallons of sewer disposal for each equivalent living unit.

**Section 3: Energy Fee for Reclaimed Water:**

An energy usage charge of 0.18 shall be levied for each 1,000 gallons of reclaimed water consumed. This flat rate charge applies to the usage after the amount included in the base usage. (for example, after utilization of 20,000 gallons for a ¾ meter.)

**Section 4. Effective Date.**

The rates established in this resolution shall become effective July 1, 2010.

\_\_\_\_\_  
MAYOR ALLEN GREEN

ATTEST:

\_\_\_\_\_  
Kenneth W. Parker, City Manager

Adopted on the \_\_\_\_\_ day of \_\_\_\_\_, 2010

Reviewed and Approved:

  
\_\_\_\_\_  
City Attorney

**TABLE #1  
CITY OF PORT ORANGE  
ENERGY CHARGE CALCULATION SPREADSHEET**

Billing Category	Actual 2007	Actual 2008	Actual 2009	Actual 1/2-09/10	Actual 2007	Actual 2008	Actual 2009	Actual 1/2-09/10	Actual 2007	Actual 2008	Actual 2009	Actual 1/2-09/10
	Water	Water	Water	Water	Sewer	Sewer	Sewer	Sewer	Reuse	Reuse	Reuse	Reuse
Landfill Services	\$42,711	\$30,395	\$27,014	\$29,084	\$351,987	\$317,814	\$279,299	\$317,404	\$0	\$0	\$0	\$0
Electrical Services	\$498,010	\$500,170	\$465,942	\$475,303	\$664,088	\$752,526	\$748,962	\$670,305	\$210,000	\$220,000	\$249,654	\$220,000
Gas, Diesel, Oil & Grease	\$14,591	\$19,719	\$10,068	\$9,221	\$3,462	\$5,719	\$3,169	\$2,741	\$0	\$0	\$0	\$0
Chemicals	\$462,654	\$497,288	\$535,593	\$522,424	\$239,241	\$220,974	\$287,860	\$258,343	\$0	\$0	\$0	\$0
WW Collections, Gas, diesel, and grease	\$0	\$0	\$0	\$0	\$9,753	\$16,018	\$14,653		\$0	\$0	\$0	\$0
Meter Reader, Gas, Diesel & Grease	\$14,225	\$21,157	\$16,015	\$14,419	\$0	\$0	\$0		\$0	\$0	\$0	\$0
Maintenance, Gas, Diesel & Grease at 40/60	\$12,252	\$40,000	\$16,293	\$11,849	\$16,578	\$41,307	\$21,439	\$24,057	\$1,800	\$2,400	\$3,000	\$3,000
Maintenance, Chemicals at 40/60	\$20,388	\$26,000	\$0	\$0	\$27,582	\$26,040	\$0		\$3,000	\$3,300	\$0	\$0
Water Distribution, Gas, Diesel & Grease	\$15,434	\$21,232	\$14,653	\$13,355	\$0	\$0	\$0	\$13,354	\$0	\$0	\$0	\$0
Utility Administration, Gas, Diesel & Grease at 40/60	\$1,076	\$2,600	\$1,168	\$1,299	\$1,614	\$2,648	\$1,752	\$1,300	\$0	\$0		
Total Energy Expenses	\$1,081,341	\$1,158,561	\$1,086,746	\$1,076,954	\$1,314,305	\$1,383,046	\$1,357,134	\$1,287,504	\$214,800	\$225,700	\$252,654	\$223,000
Gross Sales, (1,000 gals)	1,958,282	1,912,753	1,872,275	1,847,294	1,630,749	1,684,897	1,564,494	1,554,553	1,500,240	1,313,804	1,351,696	1,240,570
Energy Charge, (\$/1,000gals)	0.55	0.61	0.58	0.58	0.81	0.82	0.87	0.83	0.14	0.17	0.19	0.18