



City of Columbus

Office of City Clerk
90 West Broad Street
Columbus OH 43215-9015
columbuscitycouncil.org

Legislation Text

File #: 2501-2013, **Version:** 1

BACKGROUND:

This ordinance authorizes no increase in water rates effective January 1, 2014 for the Division of Water and to amend Chapter 1105 of the Columbus City Codes, 1959.

The proposed rate configuration for 2014 recognizes that water and sewer charges disproportionately affect lower income groups. The Department of Public Utilities will continue the Low Income Discount Program that discounts participant's sewer commodity portion of their quarterly bill by 20%.

Requested adjustments in rates result in a typical inside city residential water rate increase of 0%. When a sewer increase of 2.0% and a 1% increase in stormwater rates are considered, the overall impact on a typical residential customer in the City of Columbus is 1.11% and for a typical outside city residential customer 1.01%. Outside city customers are not charged stormwater fees.

The Sewer and Water Advisory Board (SWAB) met on September 25, 2013 and after reviewing the Department of Public Utilities projected expenditures for 2014, recommends to City Council 0% increase in water rates and no increase to the water capacity charges.

FISCAL IMPACT: The Division Water expects to pay for all operating expenses for the fiscal year 2014 through current rate structure.

To amend Chapter 1105 of the Columbus City Codes, 1959, to enact new water rates for the year beginning January 1, 2014; and to repeal the existing Sections being amended.

WHEREAS, it is necessary to establish new water services rates, effective January 1, 2014, for water service provided by the City of Columbus in order to recover the cost of rendering said water services; and

WHEREAS, the City of Columbus, Department of Public Utilities Division of Water requests that no rate increase be applied in water rates for 2014; and

WHEREAS, the City of Columbus, Department of Public Utilities requests that water capacity fees not be increased in fiscal year 2014, and

WHEREAS, City Council recognizes that increased water rates disproportionately impact low income residents. Low income residents already pay a higher percentage of their household income in utility bills, and this percentage would increase with higher rates; and

WHEREAS, City Council further recognizes that past rate increases in the City have demonstrated that increasing rates

leads to increased delinquencies among the City's customers; delinquencies rates are higher among low income residents. It is well recognized that increased delinquencies are expensive for the City and its customers; and

WHEREAS, City Council finds that continuing the discount rate for low income users at 20% is appropriate to assist those least able to manage the impacts of increased sewer and water rates; and

WHEREAS, the Sewer and Water Advisory Board has adopted recommendations that are consistent with the rates established in this legislation; and

WHEREAS, City Council finds that the rates and the low income discount established therein are equitable to all of the City's customers; now therefore

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF COLUMBUS:

SECTION 1. That the existing Sections 1105.04 and 1105.041 of the Columbus City Codes, 1959, shall be and are hereby amended effective January 1, 2014 to read as follows:

1105.04 Residential Inside city water rates.

The charges for Residential water supplied through meters to consumers within the corporate limits shall be based upon a service charge plus a commodity charge. The following rates shall apply to Residential water services within the city:

SEE ATTACHED FILE

1105.041 Commercial and Industrial Inside city water rates.

The charges for Commercial and Industrial water supplied through meters to consumers within the corporate limits shall be based upon a service charge plus a commodity charge. The following rates shall apply to Commercial and Industrial water services within the city:

SEE ATTACHED FILE

SECTION 2. That the existing Section 1105.055 A of the Columbus City Codes, 1959, shall be and is hereby amended effective January 1, 2014 to read as follows:

1105.055 Outside city mastermetered contract water rates.

A. For areas covered by wholesale mastermetered contracts: the rates shall be as follows:

SEE ATTACHED FILE

SECTION 3 That water rates herein established shall be applicable to all water used on or after January 1, 2014.

SECTION 4. That effective January 1, 2014, existing Section 1105.04; 1105.041 and 1105.055A of the Columbus City Codes, 1959, be and are hereby repealed.

SECTION 5 That this Ordinance shall take effect and be in force from and after the earliest period allowed by law.