

ORDINANCE NO. 2013-2

**AN ORDINANCE INCREASING SEWER RATES**

THEREFORE, BE IT HEREBY ORDAINED BY THE CITY OF LOCKESBURG

This division shall be known as the "Sewer Increase Ordinance" and sets forth a uniform sewer rate increase for the City of Lockesburg, Arkansas. The objectives of this Ordinance are:

- (a) To uniformly increase the sewer rates within the jurisdiction of the City of Lockesburg, Arkansas;
- (b) To repeal all existing ordinances in conflict therewith.

Sec. 5.04.01 General Increase of Sewer Rates.

(a) The sewer rate structure shall herein be changed from an unmetered flat rate to a metered single block rate based on sewer consumption.

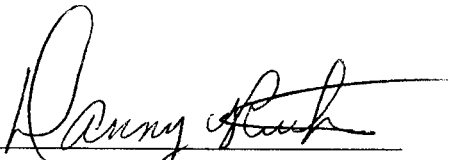
(b) The flat sewer rate shall herein be changed to thirteen dollars and sixty cents (\$13.60) per month with a zero (0) gallon allowance. The usage rate shall herein be four dollars and forty-one cents (\$4.41) per one thousand (1,000.00) gallons for all water used.

(c) Sewer Usage Rates shall hereafter be increased annually by 5% or the Consumer Price Index, whichever is greater.

(d) The flat sewer rate shall be adjusted annually according to the recommendation by debt service.

(e) The City of Lockesburg, Arkansas shall fund a Sewer Operation and Maintenance Reserve fund at a rate of 12.5% of operation and maintenance expenses monthly.

PASSED this 13th day of August 2013.

  
MAYOR DANNY RUTH

Attest:

  
Becky Jegstrup, Recorder/Treasurer

## 6.0 Recommendations

- Change rate structure from an unmetered flat rate to a metered single block rate based on water consumption
- Set flat rate to \$13.60 per month with a zero (0) gallon allowance. Set usage rate to \$4.41 / 1,000 gallons for all water used.
- Increase usage rates annually by 5% or Consumer Price Index, whichever is greater
- Annually adjust flat rate according to debt service
- Fund Operation and Maintenance reserve at a rate of 12.5% of O & M expenses