



Legislation Text

File #: RES PH 11-1147, **Version:** 2

Setting the 2012 Sanitary Sewer and Storm Sewer rates.

WHEREAS, the mission of the Public Works Sewer Utility is to provide a basic service of transporting sanitary wastewater to the regional treatment system and to provide this service at a reasonable cost; and
WHEREAS, Sanitary Sewer Service charges pay for the cost of operating and maintaining the sewage disposal system including the principal and interest on bonds sold for system construction and rehabilitation, and for paying Saint Paul's share of the Metropolitan Council Environmental Services' annual budget as provided in Chapter 473, Minnesota Statutes, and in accordance with the provisions of the Clean Water Act; and

WHEREAS, additional missions of the Public Works Sewer Utility are to collect and transport storm water to the Mississippi River through a separate system of pipes, to improve the quality of our storm water discharges and to provide this service at a reasonable cost; and

WHEREAS, the City of Saint Paul pursuant to Chapter 14, Article 19, First Special Session, Laws of Minnesota, 1985, and all other laws particularly Minnesota Statutes, Section 444.075 and applicable charter provisions, enacted Ordinance #17359 (6/3/86) establishing a Storm Sewer System Charge for the purpose of paying the cost of construction, reconstruction, repair, enlargement and improvements necessitated by the separation of the combined sewer system and for the maintenance, operation and use of the separated storm sewer system; and

WHEREAS, the Storm Sewer System Charge is based on a property's anticipated contribution of storm water runoff to the storm sewer system, and is a function of its size and land use; and

WHEREAS, the Storm Sewer System Charge ordinance provides that the City Council may, from time to time by resolution, establish Storm Sewer System Charge rates for various land use classifications excluding legally exempt properties; and

WHEREAS, revenue collected from the Storm Sewer System Charge is used to pay back Sewer Revenue Bonds sold for constructing the storm sewer system and for paying for its operation and maintenance; and

WHEREAS, state, federal and watershed district mandated environmental programs have been imposed upon Saint Paul without accompanying funds; and

WHEREAS, the proposed 2012 Budget will result in anticipated expenditures, credits and financing for the sanitary and storm sewer systems as follows:

Expenses:

Sanitary Sewage Treatment Charges (MCES)	\$18,680,500
Debt Service	\$14,078,160
Sewer System Rehabilitation Construction	\$6,993,000
Sewer Maintenance	\$7,583,703
Sewer Tunnel Rehabilitation	\$3,865,000
Use of Right-of-Way Fee	\$3,165,000
Sewer System Management	\$2,286,583
Major Sewer Repair	\$2,206,000
Storm Water Quality Improvements	\$1,485,120
Storm Water Discharge Management	\$1,405,286
Sewer TV Inspection and Cleaning	\$1,075,775
Transfer to ROW Fund for Street Sweeping	\$1,004,490
Inflow and Infiltration	\$957,856
Billing Cost Paid to St. Paul Regional Water Services	\$850,000

Private Sewer Connection Repair Program	\$800,000
Allocation to PW Administrative Fund	\$769,648
Infrastructure Management	\$418,502
Storm Sewer System Charge Management	\$379,102
Regional Issues / Mandates Management	\$146,844
Gopher State One Call	\$128,244
Other Required Expenses	<u>\$471,426</u>
Total Expenses	\$68,750,239

Financing:

Sanitary Sewer Service Charge	\$35,570,832
Storm Sewer System Charge	\$13,314,293
Use of Retained Earnings	\$9,474,812
Revenue Bond Issued	\$9,000,000
Sewer Connection Repair Assessment	\$800,000
Interest on Investments	\$289,091
Intergovernmental Revenue	\$72,711
Miscellaneous Financing	<u>\$228,500</u>
Total Financing	\$68,750,239

Now, therefore, be it RESOLVED, that pursuant to Section 77.02 of the Saint Paul Legislative Code pertaining to Sanitary Sewer Service Charges and upon the recommendation of City Administration, the Council of the City of Saint Paul does hereby establish the amount and basis for Sanitary Sewer Service Charges to be levied and collected effective January 1, 2012 through December 31, 2012 as follows:

\$3.53 per 100 cubic feet for the first 100,000 cubic feet per month; and

\$3.47 per 100 cubic feet for the next 400,000 cubic feet per month; and

\$3.40 per 100 cubic feet after 500,000 cubic feet per month

Be it FURTHER RESOLVED, that these rates reflect a 6.5% increase over the 2011 Sanitary Sewer Service Charge rates; and

Be it FURTHER RESOLVED, that a minimum Sanitary Sewer Service Charge shall be levied and assessed to every property based upon water meter size. The minimum charge below shall reflect part of the fixed cost for basic sewer service:

<u>Water Meter Size</u>	<u>Minimum Charge</u>
¾" and smaller	\$7.20 per Quarter
1"	\$12.60 per Quarter
1-1/4"	\$5.60 per Month
1-1/2"	\$8.80 per Month
2"	\$20.00 per Month
3"	\$42.00 per Month
4"	\$104.00 per Month
5"	\$150.00 per Month
6"	\$200.00 per Month
8"	\$344.00 per Month
10"	\$492.00 per Month
12"	\$680.00 per Month
Larger than 12"	\$1,000.00 per Month

Be it FURTHER RESOLVED, that properties served by meters one inch and smaller shall be billed quarterly. Properties served by meters larger than one inch shall be billed monthly, with the exception of one and two family homes which shall be charged quarterly for Sanitary Sewer Service Charges; and

Be it FURTHER RESOLVED, that Sanitary Sewer Service Charges for one and two family dwellings for the

billing year shall be determined by the amount of water consumed, regardless of the size of the water meter, and the amount billed shall never be greater than the amount of water consumed during the quarter consisting of the first three months prior to the first billing of the year, except for those dwellings assessed minimum charges; and

Be it FURTHER RESOLVED, that the Sanitary Sewer Service Charges for all other properties, regardless of the size of the meter, shall be based on actual water consumption for each billing period; and

Be it FURTHER RESOLVED, that pursuant to Section 81.05 of the Saint Paul Legislative Code pertaining to Storm Sewer System Charges and upon recommendation of City Administration, the Council of the City of Saint Paul does hereby establish the amount and basis for Storm Sewer System Charges to be levied and collected effective January 1, 2012 through December 31, 2012 as follows:

<u>Class</u>	<u>Land Use Classification</u>	<u>2012 Rate</u>	<u>Unit</u>
A	Cemeteries, golf courses, parks, unimproved vacant land and one and two family residential land in excess of 1/3 rd acre	\$133.93	Acre
B	Railroad right of way	\$508.02	Acre
C	One and two family residential properties less than 1/3 rd acre	\$80.07	Parcel
D	Condominiums and town houses	\$53.86	Unit
E	Public and private schools and community centers	\$735.14	Acre
F	Multiple dwellings, churches, synagogues and governmental buildings	\$981.15	Acre
G	Commercial and industrial properties	\$1,321.78	Acre

Be it FINALLY RESOLVED, that these rates reflect a 7.6% increase over the 2011 Storm Sewer System Charge rates.