

**COMMONWEALTH OF KENTUCKY
CITY OF LONDON, KENTUCKY
ORDINANCE NO. 990**

**AN ORDINANCE ESTABLISHING THE RATES, CHARGES AND FEES FOR
SEWER SERVICE SUPPLIED TO CUSTOMERS OF THE CITY OF LONDON
SEWER SYSTEM**

Whereas the City of London and the London Utility Commission have become involved in the expansion of the London Wastewater Treatment Plant and it is necessary to establish a rate structure to sustain the financing of this expansion,

BE IT ORDAINED BY THE CITY OF LONDON, KENTUCKY AS FOLLOWS:

SECTION 1. City of London Ordinance No. 964 entitled "An Ordinance establishing the Rates, Charges and Fees for Water Service and Sewer Service Supplied to Customers of the City of London Water and Sewer Services," Sections 7 and 8 are hereby amended and replaced with the following rates, charges and fees for sewer service, only; water services are not effected by these rate changes. No other Sections or parts of City of London Ordinance No. 964 are effected by this ordinance, except Section 7 and 8 of said Ordinance, which are amended by the following rates, charges and fees; all other portions and provisions of London City Ordinance No. 964 shall remain in full force and effect as if copied in its remaining entirety herein.

SECTION 2. The following definitions shall be applied to this Ordinance.

(a) Customer means the owner or occupier of a residential, commercial, or industrial unit or facility to which sewer service is furnished by the City of London Utility Commission. Customer also means any business, person, corporation or group from whom the London Utility Commission receives or is required to treat sewage or wastewater.

(b) Utility Commission means the City of London Utility Commission.

SECTION 3. The following schedule of sewer user charge rates shall apply to each user of the wastewater treatment and collection system. This schedule includes rates for operation, maintenance and replacement (O,M&R), and rates for debt service charges, each based on the volume of water consumption or measured wastewater flow.

SECTION 4. WHEREAS, the Utility Commission has begun design for expansion of the London Wastewater Treatment Plant; and

WHEREAS, Phase I, Phase II, and Phase III sewer rates have been recommended to the London City Council by the London Utility Commission for adoption in the estimated amounts herein stated, the London City Council does hereby adopt the following recommendations of the London Utility Commission as the Sewer User Charge and Monthly Rate Schedule in Three Phases, as set out herein:

**Phase I - Sewer User Charge
Monthly Rate Schedules**

Each customer of the wastewater treatment and collection system located inside the city limits shall pay a monthly minimum service charge of \$8.85 which shall include the charge for the first 2,000 gallons of wastewater. The rate schedule for the sewer charges for each customer located inside the city shall be as follows:

- | | |
|--|--------|
| • First 2,000 gallons minimum | \$8.85 |
| • Next 48,000 gallons per 1,000 gallons | \$4.05 |
| • Next 50,000 gallons per 1,000 gallons | \$3.46 |
| • Next 900,000 gallons per 1,000 gallons | \$2.82 |
| • Over 1,000,000 gallons per 1,000 gallons | \$2.73 |

Each customer of the wastewater treatment and collection system located outside the city limits shall pay a monthly minimum service charge of \$11.25 which shall include the

charge for the first 2,000 gallons of wastewater. The rate schedule for the sewer charges for each customer located outside the city shall be as follows:

- First 2,000 gallons minimum \$11.25
- Next 48,000 gallons per 1,000 gallons 5.07
- Next 50,000 gallons per 1,000 gallons 4.18
- Next 900,000 gallons per 1,000 gallons 3.20
- Over 1,000,000 gallons per 1,000 gallons 3.08

**Phase II - Sewer User Charge
Monthly Rate Schedules**

Each customer of the wastewater treatment and collection system located inside the city limits shall pay a monthly minimum service charge of \$10.45 which shall include the charge for the first 2,000 gallons of wastewater. The rate schedule for the sewer charges for each customer located inside the city shall be as follows:

- First 2,000 gallons - minimum \$10.45
- Next 48,000 gallons - per 1,000 gallons 5.30
- Next 50,000 gallons - per 1,000 gallons 4.38
- Next 900,000 gallons - per 1,000 gallons 3.18
- Over 1,000,000 gallons - per 1,000 gallons 3.04

Each customer of the wastewater treatment and collection system located outside the city limits shall pay a monthly minimum service charge of \$13.25 which shall include the charge for the first 2,000 gallons of wastewater. The rate schedule for the sewer charges for each customer located outside the city shall be as follows:

- First 2,000 gallons - minimum \$13.35
- Next 48,000 gallons - per 1,000 gallons 6.73
- Next 50,000 gallons - per 1,000 gallons 5.31
- Next 900,000 gallons - per 1,000 gallons 3.55
- Over 1,000,000 gallons - per 1,000 gallons 3.34

**Phase III - Sewer User Charge
Monthly Rate Schedules**

Each customer of the wastewater treatment and collection system located inside the city limits shall pay a monthly minimum service charge of \$12.05 which shall include the charge for the first 2,000 gallons of wastewater. The rate schedule for the sewer charges for each customer located inside the city shall be as follows:

- First 2,000 gallons - minimum \$12.05
- Next 48,000 gallons - per 1,000 gallons 6.55
- Next 50,000 gallons - per 1,000 gallons 5.30
- Next 900,000 gallons - per 1,000 gallons 3.55
- Over 1,000,000 gallons - per 1,000 gallons 3.35

Each customer of the wastewater treatment and collection system located outside the city limits shall pay a monthly minimum service charge of \$15.25 which shall include the charge for the first 2,000 gallons of wastewater. The rate schedule for the sewer charges for each customer located outside the city shall be as follows:

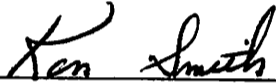
- First 2,000 gallons - minimum 15.25
- Next 48,000 gallons - per 1,000 gallons 8.40
- Next 50,000 gallons - per 1,000 gallons 6.45
- Next 900,000 gallons - per 1,000 gallons 3.90
- Over 1,000,000 gallons - per 1,000 gallons 3.60

SECTION 5. It is the direction of the City Council of the City of London, Kentucky, that this project proceed through design, bidding and construction in order to comply with Kentucky Division of Water (KDOW) deadlines.

SECTION 6. Time of Enactment of Sewer Rate Phases.

1. The above Phase I sewer rates are hereby approved with the acknowledgment that said rates will be in effect as of July 1, 2001.
2. The above Phase II sewer rates are hereby approved with the acknowledgment that said rates will be in effect as of July 1, 2002.
3. The above Phase III sewer rates are hereby approved with the acknowledgment that said rates will be adjusted according to actual construction bids and funding sources and will be in effect as of July 1, 2003.

SECTION 7. That all ordinances or parts of ordinances in conflict herewith are repealed. This Ordinance shall be in full force and become effective immediately upon publication, but the rates described herein shall be effective on the dates stated.



Mayor Kenneth Smith

Attested:



Connie McKnight, City Clerk

First Reading:	April 2, 2001
Second Reading:	April 23, 2001
Publication Date:	April 27, 2001