

BILL NO. 16-24

ORDINANCE NO. 4.352

AN ORDINANCE AMENDING SECTION 6.110.570 OF THE CODE OF ORDINANCES OF THE CITY OF GLADSTONE, MISSOURI LEVYING SEWER SERVICE CHARGES AND COMMODITY RATE CHARGES IN THE CITY.

WHEREAS, pursuant to Section 250.233 RSMo., notice of a public hearing regarding proposed sewer rate changes in the City was provided by newspaper publication; and

WHEREAS, on May 23, 2016, a public hearing was held on the proposed sewer rate changes; and

WHEREAS, the City Council desires to adopt the proposed sewer rate changes as provided in this Ordinance.

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF GLADSTONE, MISSOURI, AS FOLLOWS:

SECTION 1. Section 6.110.570 of the Code of Ordinances of the City of Gladstone, Missouri is hereby deleted in its entirety and replaced with the following:

Sec. 6.110.570 Sewer Service Charges and Commodity Charges.

There is hereby levied a charge against every person occupying property having a sewer connection with the city sewer system or having sewers available for connection, or otherwise, discharging sewage, industrial waste, water or other liquid into the city's sewer system, such charge to be used to pay the cost of operating, maintaining, repairing, or enlarging the existing or future sewer systems. Such charge is to be the sum of a monthly service charge and a commodity rate charge to be computed and levied as follows:

- (a) Domestic Users. For residential water service accounts (one and two-family residences), a monthly service charge and a commodity rate charge each as established in subsection (c) of this section, except, that for the billing periods April through December, the commodity rate charge shall be based upon the lesser of actual water used or an average of water used during the winter period of December, January, and February, billed in January, February, and March, such charges shall be payable with each bill rendered throughout the year. Where residential water service accounts do not have an acceptable history of winter water use, the commodity rate charge for the period April through November shall be the commodity rate charge established in subsection (c) of this section, or forty-three dollars and eighty six cents (\$43.86) per monthly billing, whichever is the lesser.
- (b) Commercial and Industrial Users. For commercial and industrial users (all persons and corporations other than the occupants of one and two-family residences), a monthly service charge and a commodity rate charge as established in subsection (c) of this section.

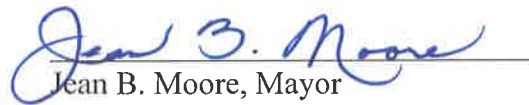
(c) Charges

- (1) A monthly service charge of twelve dollars and fifty cents (\$12.50).
- (2) A commodity rate charge based on the total volume of water purchased by the customer during the billing period of \$7.84 per 1,000 gallons.

SECTION 2. Effective Date. The Sewer Service Charge and Commodity Rate Charges as set forth in this ordinance are effective May 23, 2016.

SECTION 3. Severability. The provisions of this ordinance are severable and if any provision hereof is declared invalid, unconstitutional, or unenforceable, such determination shall not affect the validity of the remainder of this ordinance.

PASSED, SIGNED AND MADE EFFECTIVE BY THE COUNCIL OF THE CITY OF GLADSTONE, MISSOURI THIS 23rd DAY OF MAY, 2016.


Jean B. Moore, Mayor

Attest:


Ruth Bocchino, City Clerk

First Reading: May 23, 2016

Second Reading: May 23, 2016



7010 N Holmes Gladstone, Missouri 64118 816-436-2200 Fax 816-436-2228 Gladstone.mo.

May 18, 2016

TO: Scott Wingerson – City Manager
FROM: Debra Daily, Director of Finance *DD*
RE: FY16 Sewer Rate Increase

Attached is a notice received from the Water Services Department of the City of Kansas City, Missouri (KCMO). The notice indicates that new rates were approved under KCMO Ordinance No. 160165. Pursuant to Section 250.233 RSMo., a public hearing notice on the rate increase was published in the Liberty Tribune and Gladstone Dispatch on April 21, 2016. An increase is necessary to fund sewer line maintenance and EPA mandated sewer overflow program as well as infiltration projects that require all systems to be updated. As a result of the rate change, the following sewer rate adjustments will be necessary.

Sewer Commodity Charge: Increase from \$3.70 per hundred cubic feet to \$3.85 per hundred cubic feet in the rate charged by Kansas City to treat Gladstone's sewerage. In order to incorporate the sewer commodity charge increase and maintain sewer infrastructure, Gladstone's Sewer Commodity Rate will need to increase \$.25 from \$7.59 per 1,000 gallons to \$7.84 per 1,000 gallons per billing.

Bimonthly Service Charge: The current monthly service charge is \$12.40 and will increase to \$12.50 for a monthly billing.

The maximum commodity charge for Gladstone residents with no winter average and maximum service charge will total \$59.54 for monthly bills. The attached documentation provides a comparison of Gladstone's water and sewer bills with other metropolitan cities based on monthly billing.

In summary, the City of Kansas City is increasing the Sewer Commodity Charge to the City of Gladstone. The sewer commodity rate for Gladstone is proposed to increase \$.25 per 1,000 gallons and the monthly service charge will increase to \$12.50 per sewer bill. If you have any questions regarding the information contained in this memorandum please contact me at your convenience.

Water & Sewer Rates of Metro Area Cities
Based on Average Household Usage As of May 2016
5,000 gallons water and 4,000 sewer monthly

<u>City</u>	<u>Water Amount</u>	<u>Sewer Amount</u>	<u>Total Amount</u>
Kansas City	\$ 44.98	\$ 56.44	\$ 101.42
Parkville	54.34	36.20	90.54
Raytown	49.85	33.04	82.89
Liberty	31.10	49.32	80.42
Gladstone (proposed)	29.12	43.86	72.98
Gladstone (current)	25.12	42.76	67.88
Grandview	46.75	21.80	68.55
Lee's Summit	28.59	33.17	61.76
Independence	28.02	25.64	53.66
Blue Springs	29.30	22.36	51.66
North Kansas City	21.30	22.86	44.16
Current Average	<u>\$ 35.93</u>	<u>\$ 34.36</u>	<u>\$ 70.29</u>

Gladstone Comparison to Average Rate of Metropolitan Cities

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
Projected Average Rate	\$ 36.33	\$ 34.47	\$ 70.80
\$ Below/ (Above) Average	\$ 7.21	\$ (9.39)	\$ (2.18)
% Below (Above) Average	0.20	(0.27)	(0.03)
\$ Below/ (Above) Highest	\$ 25.22	\$ 12.58	\$ 28.44



KANSAS CITY WATER SERVICES

OFFICE OF THE DIRECTOR

4800 E. 63rd Street
Kansas City, MO 64130

P: 816-513-0504 F: 816-513-0185

April 8, 2016

Mr. Kirk Davis
City Manager
City of Gladstone
7010 N. Holmes
Gladstone, MO 64118

Dear Mr. Davis:

As a valued cooperative sanitary sewer agreement customer, we want to advise you that the KCMO Water Services Department has new sewer rates for Fiscal Year 2017. The new rates were approved by the KCMO City Council on April 7, 2016 (Ordinance No. 160165) and will take effect on May 1, 2016.

The new rates that can affect your community are:

Residential

Where water Consumption is not available

\$41.00 per resident per month

Where water consumption is available

\$12.50 monthly service charge

\$ 3.85 per ccf of water consumption

Commercial

\$12.50 monthly service charge

\$ 3.85 per ccf of water consumption

Metered interconnection

\$3.00 per ccf

Surcharge rates \$

BOD \$0.400 per pound in excess of 250 mg/l

SS \$0.215 per pound in excess of 250 mg/l

O&G \$0.141 per pound in excess of 30 mg/l

If you have any questions or need additional information please call me at 816-513-0212.

Sincerely,

Vickie Steinly, M.S.
Senior Analyst

Cc: Sean Hennessy

AFFIDAVIT OF PUBLICATION

NPG Newspapers, Inc., P.O. Box 29, St. Joseph, MO 64502

Reference: 90701
Ad ID: 6388224

P.O. :

DESC. : Sewer Charges.5-23-16

**RUTH BOCCHINO
CITY OF GLADSTONE
7010 N. HOLMES
GLADSTONE, MO 64118**

County of Clay
State of Missouri

I, SANDRA RIDINGS, being duly sworn according to law, state that I am the Legal Advertising Coordinator of THE LIBERTY TRIBUNE, a weekly newspaper of general circulation in the County of Clay County, State of Missouri, where located; which newspaper has been admitted to the Post Office as periodical class matter in the City of Liberty, Missouri, the city publication; which newspaper had been published regularly and consecutively for a period of four years and has a list of bona fide subscribers voluntarily engaged as such who have paid or agree to pay a state price for a subscription for a definite period of time. Affiant further declares that said newspaper is qualified under and has complied with provision of Section 493.050 to 493.090, Missouri Revised Statutes 1949, as amended. The affixed notice appeared in said newspaper on the following consecutive week(s):

(Published in the Liberty Tribune and
the Gladstone Dispatch
Thurs., 04/21/16)

NOTICE OF PUBLIC HEARING

SEWER CHARGES

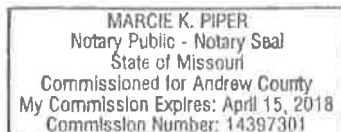
Pursuant to Section 250.233 RSMo., a public hearing will be held during the Gladstone City Council meeting beginning at 7:30 p.m., **May 23, 2016**, at Gladstone City Hall, 7010 North Holmes, Gladstone, Missouri, at which time citizens may be heard on proposed revisions to sewer charges for the City of Gladstone.
**Ruth Bocchino, City Clerk
City of Gladstone**

Run Dates: 04/21/16 to 04/21/16
Appearances: 2
AD SPACE: 33

(Signed) *Sandra Ridings*

Subscribed and sworn before me this
22nd day of April 20 16

Marcie K. Piper Notary Public



My Commission Expires: April 15, 2018