

RESOLUTION NO. 2022-10

RESOLUTION SETTING WATER, SEWERS AND SEWAGE DISPOSAL FEES, RATES, CHARGES

BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF MADISON, SOUTH DAKOTA:

That the water, sewer, and sewage disposal fees, rates and charges be set as follows:

User charges.

- (a) The following user charges (including base and a surcharge pledged to debt service bonds for improvements to the wastewater infrastructure and non-bonded wastewater infrastructure improvements) are hereby established for consumers using the municipal sewer system of the City and billed on a monthly basis:

	<i>Base Charge</i>	<i>Surcharge</i>	<i>Total</i>
<i>Fixed fee per month - residential</i>	16.50	\$6.00	\$22.50
<i>Fixed fee per month - commercial/industrial</i>	\$39.00	\$6.00	\$45.00
<i>Volume fee per one hundred cubic feet</i>			\$ 4.01/unit
<i>BOD</i>			\$ 0.21/lb.
<i>TSS⁵</i>			\$ 0.18/lb.

- (b) In addition to the above fees, all services after the first service that are connected to a master meter shall be charged a fee of \$15.00 per dwelling unit.
- (c) All customers residing outside of the City limits of the City of Madison shall pay fifty percent (50%) above the aforesaid rates.
- (d) Residential volume fee shall be based on a monthly average derived from water consumption during the period of November, December, January and February.
- (e) Commercial/industrial consumers may have sprinkler systems separately metered to avoid sewer charges on that usage. Additional monthly user charges will be billed accordingly.

Rates and charges.

- (a) The following rates (including a base rate and a surcharge pledged to debt service bonds for improvements to the water infrastructure and non-bonded water infrastructure improvements) are hereby established for consumers taking water from the municipal water system of the City and billed on a monthly basis:

A base rate (determined by meter size) at a unit rate of \$1.957 per hundred cubic feet and a surcharge based on varying amounts required by each bond which totals \$1.186 per hundred cubic feet calculated on an equivalent meter size ratio.

<i>Meter Size</i>	<i>Base Rate</i>	<i>Surcharge</i>	<i>Total</i>
5/8" & 3/4"	\$16.56	\$10.04	\$26.60
1"	\$30.04	\$29.98	\$60.02
1 1/4"	\$43.65	\$43.57	\$87.22
1 1/2"	\$64.41	\$64.33	\$128.74
2"	\$113.01	\$110.26	\$223.27
3"	\$258.41	\$243.97	\$502.38
4"	\$522.02	\$371.02	\$893.04

- (b) In addition to the above base rate, all services after the first service that are connected to a master meters shall be charged a base rate of \$13.14 per dwelling unit plus a surcharge of \$4.96 per dwelling unit.
- (c) All metered water consumed inside the city limits shall be charged at a rate of \$2.559 per hundred cubic feet.
- (d) All customers residing outside of the City limits of the City of Madison shall pay fifty percent (50%) above the aforesaid rates.
- (e) Bulk tank loads purchased at the water treatment plant will be charged \$3.00 per 1,000 gallons.
- (f) The surcharge is comprised of the following elements:

<i>Meter Size</i>	<i>Non-Bonded</i>	<i>2013 Water Trmt Plant Bond</i>	<i>Rural Dev Bond</i>	<i>Total Surcharge</i>
5/8" & 3/4"	\$0.69	\$3.83	\$5.52	\$10.04
1"	\$2.05	\$11.45	\$16.48	\$29.98
1 1/4"	\$2.98	\$16.64	\$23.95	\$43.57
1 1/2"	\$4.39	\$24.57	\$35.37	\$64.33
2"	\$7.53	\$42.12	\$60.61	\$110.26
3"	\$16.66	\$93.19	\$134.12	\$243.97
4"	\$25.34	\$141.71	\$203.97	\$371.02

- (g) The surcharge shall remain in effect until the date on which the Rural Development Project bond and any obligations issued or incurred to refund the bond are paid in full, now scheduled to be year-end 2063.
- (h) Rates and charges as imposed under this resolution shall be reflected on utility bills mailed to users in January 2021 and thereafter and due and payable in February 2021 and thereafter.
- (i) **Waste Water USDA Loan 2021.** In addition to the other charges, the City hereby establishes a surcharge of \$6.00 payable by each customer of its system who receives or benefits from the services of the project financed by the USDA loan with the bond. The collection of the surcharge shall start

on May 1, 2022. The surcharge shall remain in effect until such time as the borrower bond is paid in full, it shall be collected at the same time as other charges of the system, and establish a surcharge account to segregate the income from other system income for book keeping purposes to be pledged to the United States of America. The surcharge shall be reviewed from year to year and modified in order to provide the required debt coverage and funding of a required reserve.

- (j) User charges as imposed under this Resolution shall be reflected on utility bills mailed to users effective April 12, 2022.

Adopted this 21st day of March, 2022.

/s/Marshall Dennert
Mayor, City of Madison

Attest: /s/Sonya Wilt
City Finance Officer

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