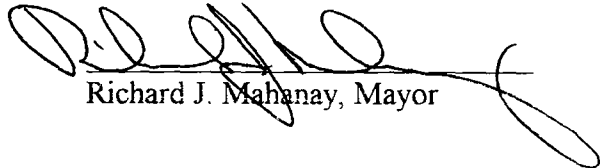


CITY COUNCIL
ORDINANCE JURAT

ORDINANCE NO. 96-01

**AN ORDINANCE OF THE CITY COUNCIL
OF THE CITY OF AMERICAN CANYON
REVISING RAW WATER QUANTITY CHARGES**


Richard J. Mahanay, Mayor

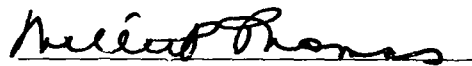
ATTEST:


Vicki Zink, Deputy City Clerk

State of California)
County of Napa)
City of American Canyon)

I, Millett Thomas, Deputy City Clerk of the City of American Canyon, do hereby certify that the foregoing Ordinance had its first reading on September 19, 1996, and had its second reading on October 17, 1996, and was passed by the following vote:

AYES: **Councilmembers Cypher, Orlando, Winters, Mayor Pro-Tem Anderson
Mayor Mahanay**
NOES: **None**
ABSTAIN: **None**
ABSENT: **None**


Millett Thomas, Deputy City Clerk

ORDINANCE NO. 96 - 01

**AN ORDINANCE OF THE CITY COUNCIL
OF THE CITY OF AMERICAN CANYON
REVISING RAW WATER QUANTITY CHARGES**

WHEREAS, the City of American Canyon has adopted ordinances establishing water quantity charges and water connection charges; and

WHEREAS, the existing raw water rates were established based upon incomplete information, and did not include any administrative charges; and

WHEREAS, this matter was properly noticed for a public hearing, set for the regular City Council meeting of April 18, 1996, and continued to May 16, 1996;

NOW, THEREFORE, the City Council of the City of American Canyon does ordain as follows:

SECTION 1: The City hereby repeals and replaces the Raw Water Quantity Charges set forth in Ordinance No. 95-13, section 5, with the revised Raw Water Quantity Charges as set forth below:

W. 100 WATER QUANTITY CHARGE - Inside the City and Outside the City Service.

(a) Each customer inside the City shall pay:

(1) Residential - Each residential customer shall pay an Inside-the-City Water Quantity charge calculated at the rates set forth in Table 1 of this Ordinance for the designated fiscal years per 100 cubic feet for water consumed during each billing period.

(2) Commercial - Each commercial customer shall pay an Inside-the-City Water Quantity Charge calculated at the rates set forth in Table 1 of this Ordinance for the designated fiscal years per 100 cubic feet for water consumed during each billing period.

(3) Raw Water - ~~(Reserved)~~ *Each raw water customer shall pay an Inside-the-City Water Quantity Charge of \$0.75 per 100 cubic feet for water consumer during each billing period, as set forth in Table 1 of this Ordinance.*

(4) Large Industrial - Each large industrial customer shall pay an Inside-the-City Water Quantity Charge calculated at the rates set forth in Table 1 of this Ordinance for the designated fiscal years per 100 cubic feet for water consumed during each billing period.

**Ordinance 96 - 01
Water Service Charges, Relating to Raw Water**

(b) Each customer outside the City shall pay:

(1) Residential - Each residential customer shall pay an Outside-the-City Water Quantity charge calculated at the rates set forth in Table 1 of this Ordinance for the designated fiscal years per 100 cubic feet for water consumed during each billing period.

(2) Commercial - Each commercial customer shall pay an Outside-the-City Water Quantity Charge calculated at the rates set forth in Table 1 of this Ordinance for the designated fiscal years per 100 cubic feet for water consumed during each billing period.

(3) Raw Water - Each raw water customer shall pay an Outside-the-City Water Quantity Charge of ~~\$0.32~~ \$0.75 per 100 cubic feet for water consumer during each billing period, as set forth in Table 1 of this Ordinance.

(4) Large Industrial - Not applicable at this time.


SECTION 2: The provisions of this Ordinance replace and supersede any inconsistent provisions contained in prior ordinances of the District or City establishing Water Quantity Charges.

SECTION 3: This ordinance shall take effect and be enforced and in effect on July 20, 1996 until June 30, 1999. The Ordinance shall be noticed a reasonable time before June 30, 1999, so as to allow for its possible extension.

The foregoing Ordinance was introduced and read at a regular meeting of the City Council of American Canyon, held on the 19th day of September, 1996.

ADOPTED AND APPROVED at a regular meeting of the City Council of the City of American Canyon held on the 17th day of October, 1996, by the following vote:

AYES: Councilmembers Cypher, Orlando, Winters, Mayor Pro-Tem Anderson, Mayor Mahanay
NOES: None
ABSENT: None
ABSTAIN: None


Richard J. Mahanay, Mayor

ATTEST:


Millett Thomas, Deputy City Clerk

APPROVED AS TO FORM:

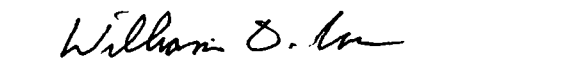

William D. Ross, City Attorney

Table 1. Water Quantity Charges, dollars/Ccf

User Category	Effective Date							
	11/4/96 7/1/95		1/1/97		1/1/98		1/1/99	
Residential								
Inside-the-City	2.71		2.85		3.00		3.15	
Outside-the-City	3.98		3.98		3.98		3.98	
Commercial								
Inside-the-City	3.03		3.18		3.35		3.51	
Outside-the-City	3.75		3.75		3.75		3.75	
Raw Water								
Inside-the-City	1.00 N/A		1.00 N/A		1.00 N/A		1.00 N/A	
Outside-the-City	1.00 0.32		1.00 0.32		1.00 0.32		1.00 0.32	
Large Industrial								
Inside-the-City	1.78		1.86		1.96		2.06	
Outside-the-City	N/A		N/A		N/A		N/A	

RAW WATER CALCULATIONS (Using Cash Basis)
City of American Canyon - FY 1996-97

SECTION ONE: CASH REQUIREMENTS BY COST CENTER (Based on FY 1995-96 figures)

<u>Cost Component</u>	<u>Admin</u>	<u>Acquis.</u>	<u>Treatment</u>	<u>Distr.</u>	<u>Totals</u>
<i>Salary Costs/Percent</i>	9.5%	0.5%	40.0%	50.0%	100.0%
Salary Costs/Dollars	27,286	1,436	114,891	143,613	287,226
Professional Services	8,229				8,229
Admin & Office/Bad Debt	7,822				7,822
Travel/Professional Growth	1,668				1,668
Utilities			13,114	4,655	17,769
Field Services	2,740		61,514	32,499	96,753
Purchased Water		278,039			278,039
Veh & Transportation			2,742	5,568	8,310
Debt Service/Interest		103,215	45,059	39,224	187,498
Debt Service/Principal		19,565	47,594	36,124	103,283
Capital/Replacement Reserves*			145,000	105,000	250,000
Admin Transfers	230,600				230,600
Subtotals	278,346	402,256	429,913	366,683	1,477,198
Percent of total	19%	27%	29%	25%	100%
Offsetting Revenues:					
Interest Earnings	27,040	39,078	41,764	35,622	143,504
Admin Charges	2,359			1,745	4,104
Water Penalties	16,108				16,108
PERS Surplus	937	49	3,945	4,932	9,863
Proceeds from Sale				214	214
Prior Yr Cr.-Engin. Study	10,506				10,506
Subtotals	56,950	39,127	45,710	42,512	184,298
Net Cash Required	221,397	363,129	384,204	324,171	1,292,900
Percent of Total	17%	28%	30%	25%	100%

SECTION TWO: WATER USAGE BY CUSTOMER TYPE, IN UNITS

<u>Customer Type</u>	<u>FY 93-94</u>	<u>FY 94-95</u>	<u>FY 95-96</u>	<u>Pct</u>	<u>W/out Raw Wtr</u>	<u>FYI 5-yr Avg</u>
Residential	346,127	341,379	366,121	62.1%	64.7%	340,415
Commercial	98,308	110,727	126,211	21.4%	22.3%	103,839
Raw Water	5,936	25,881	23,948	4.1%	N/A	11,319
Industrial	0	22,546	40,861	6.9%	7.2%	12,681
Public Use	0	0	27,559	4.7%	4.9%	5,512
Temporary/Other	9,818	11,011	4,765	0.8%	0.8%	7,440
Totals	460,189	511,544	589,465	100.0%	100.0%	481,206
Percent Growth	5%	11%	15%			

* Includes an estimated amount to be set aside for the higher cost to replace existing facilities, compared to the *historical* cost of such facilities, which is how they are currently recorded on the City's books.

RAW WATER CALCULATIONS (Using Cash Basis)**City of American Canyon - FY 1996-97****SECTION THREE: ALLOCATION OF WATER COSTS BY CUSTOMER TYPE**

<u>Customer Type</u>	<u>Admin</u>	<u>Acquis.</u>	<u>Treatment</u>	<u>Distr.</u>	<u>Totals</u>
Residential	137,511	225,542	248,737	209,871	821,661
Commercial	47,403	77,750	85,746	72,348	283,247
<i>Raw Water</i>	8,995	14,753	0	0	23,747
Industrial	15,347	25,172	27,760	23,423	91,702
Public Use	10,351	16,977	18,723	15,798	61,849
Temporary/Other	1,790	2,935	3,237	2,731	10,694
Total	221,397	363,129	384,204	324,171	1,292,900

SECTION FOUR: RAW WATER RATE, PER UNIT

<i>Raw Water</i>	\$0.38	\$0.62	\$0.00	\$0.00	
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