

ORDINANCE NO. O2024-06-10

AN ORDINANCE AMENDING CHAPTER 13, UTILITIES, ARTICLE 13.200 RATES AND CHARGES, SECTION 13.202, DEPOSITS, CONNECTIONS AND TRANSFER FEES FOR WATER SERVICE, SECTION 13.207, RATE SCHEDULE FOR WATER USAGE; REPEALING ALL ORDINANCES OR PARTS OF ORDINANCES IN CONFLICT HERewith; CONTAINING A SEVERABILITY CLAUSE; AND PROVIDING FOR PUBLICATION AND AN EFFECTIVE DATE.

WHEREAS, the City Council has previously adopted the 2022-2027 Strategic Plan for the City of Hillsboro, which includes Strategic Goals to Build Better Infrastructure and Deliver Basic Services; and

WHEREAS, the City has also previously borrowed funds from the Texas Water Development Board for the construction of an elevated water tower to serve the Industrial Park and associated pressure plane; and

WHEREAS, the City committed to maintain sufficient water rates to cover maintenance, operations and debt service, including adequate reserves; and

WHEREAS, the City of Hillsboro has conducted analysis and learned that current annual water operations and maintenance and debt service costs exceed the annual revenues yielded by today's water rates; and

WHEREAS, the City of Hillsboro has learned that Aquilla Water Supply District will soon also receive funding from the Texas Water Development Board for major improvements, and that the City of Hillsboro will be responsible for \$2,000,000 in associated debt service; and

WHEREAS, in addition to meeting the current obligations and Aquilla's project needs, the City Council believes that Hillsboro must initiate significant improvements to its distribution system in order to improve system reliability and decrease water loss; and

WHEREAS, the City of Hillsboro has determined that an increase in water rates and fees is necessary to meet all of the above demands and to thereby serve the public interest of the citizens of Hillsboro by providing safe and reliable water service; and

WHEREAS, the City of Hillsboro has likewise determined that the size of the increase required meet all of the above demands is too great to accomplish with a single step, but rather that it is preferable to increase rates to meet existing needs now and to increase again later to meet the future debt service needs;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF HILLSBORO, TEXAS, AS FOLLOWS:

Chapter 13, Utilities, Code of Ordinances, City of Hillsboro is hereby amended. A revised Chapter 13, Utilities, Article 13.200, Rates and Charges, Section 13.202,

Deposits, Connection and Transfer Fees for Water Service, and Section 13.207, Rate Schedule For Water Usage, is hereby enacted and said Chapter, Article and Sections shall read as follows:

Section 13.202 Deposits, Connection and Transfer Fees for Water Service
All consumers prior to using of water from the city water system, must place with the city a water meter deposit, which water meter deposit shall be in the following amounts:

(a)	<u>Three Quarter Inch (3/4") Meter:</u>	\$ 200.00
(b)	<u>One Inch (1") Meter:</u>	\$ 300.00
(c)	<u>One and One-half Inch (1 ½") Meter:</u>	\$ 350.00
(d)	<u>Two Inch (2") Meter:</u>	\$ 350.00
(e)	<u>Three Inch (3") Meter:</u>	\$ 500.00
(f)	<u>Four Inch (4") Meter:</u>	\$ 1000.00
(g)	<u>Six Inch (6") Meter or Over:</u>	\$ 1,500.00
(h)	<u>Eight Inch (8") Meter or Over:</u>	\$ 2,000.00
(i)	<u>Ten Inch (10") Meter or Over:</u>	\$3,000.00
(j)	<u>Fire Plug:</u>	\$ 500.00

Section 13.207 Rate Schedule for Water Usage

Rate Schedule for Water Usage, Residential (Inside City Limits)

All property having a connection with any mains or pipes which may be hereafter constructed and used in connection with the City water system shall pay the following monthly base rates, based on meter size. Residential property means those customers living in single-family houses, apartments, town houses, HUD code manufactured homes and trailers and having a water meter of 2" and less in diameter.

- (a) Three Quarter Inch (3/4") Meter:
a monthly base rate of \$ 41.00
- (b) One Inch (1") Meter:
a monthly base rate of \$ 80.00
- (c) One and One-half Inch (1 ½") Meter:
a monthly base rate of \$ 130.00
- (d) Two Inch (2") Meter:

a minimum monthly rate of \$ 200.00

Rate Schedule for Water Usage, Non-Residential (Inside City Limits)

All property having a connection with any mains or pipes which may be hereafter constructed and used in connection with the City water system shall pay the following monthly base rates, based on meter size. Non-Residential property includes but is not limited to, commercial establishments, churches, schools, nursing homes, hotels, hospitals, and government buildings.

- (a) Three Quarter Inch (3/4") Meter:
a monthly base rate of \$ 60.00
- (b) One Inch (1") Meter:
a monthly base rate of \$ 122.50
- (c) One and One-half Inch (1 ½") Meter:
a monthly base rate of \$ 180.00
- (d) Two Inch (2") Meter:
a monthly base rate of \$ 221.00
- (e) Three Inch (3") Meter:
a monthly base rate of \$ 550.00
- (f) Four Inch (4") Meter:
a monthly base rate of \$ 1000.00
- (g) Six Inch (6") Meter:
a monthly base rate of \$ 1600.00
- (h) Eight Inch (8") Meter:
a monthly base rate of \$2800.00
- (i) Ten Inch (10") Meter:
a monthly base rate of \$4400.00

Additional Consumption for All Users

All users will be charged an additional fee for consumption which exceeds the minimum consumption level stated above. The fees for additional consumption per one thousand gallons shall be as follows:

Residential- \$5.50 per one thousand (1,000) gallons for consumption totaling 1 to 2,000 gallons

Residential- \$ 6.50 per one thousand (1,000) gallons for consumption totaling 2001 to 5,000 gallons

Residential-	\$ 8.50 per one thousand (1,000) gallons for consumption totaling 5001 to 10,000 gallons
Residential-	\$ 9.50 per one thousand (1,000) gallons for consumption totaling 10,001 to 15,000 gallons
Residential-	\$ 10.50 per one thousand (1,000) gallons for consumption exceeding 12,000 gallons
Non-Residential-	\$ 6.50 per one thousand (1,000) gallons for consumption totaling 1 to 4,000 gallons
Non-Residential-	\$ 8.00 per one thousand (1,000) gallons for consumption totaling 4,001 to 45,000 gallons
Non-Residential-	\$ 8.75 per one thousand (1,000) gallons for consumption totaling 45,001 to 120,000 gallons.
Non-Residential -	\$ 9.50 per one thousand (1,000) gallons for consumption totaling 120,001 to 200,000 gallons
Non-Residential -	\$ 10.50 per one thousand (1,000) gallons for consumption exceeding 200,000 gallons

Outside City Limits

Water service rate for customers outside the city limits shall be billed at one and one half times the rates shown in Section 13.207.

Fire Plug Meter

A monthly fixed rate of \$ 500 and an additional \$ 10.00 per 1,000 gallons used. Fire plug meter accounts shall not be subject to wastewater fees.

Fire Suppression Systems:

Meters placed for the specific purpose of maintaining a Fire Suppression System will be charged the base rate according to the meter sizes and schedule above. Consumption shall be billed at the rate of \$9.00 per 1,000 gallons used up to 4,000 gallons; \$9.50 per 1,000 gallons used from 4001 – 120,000, and \$10.50 per 1,000 gallons used above 120,000. Bills associated with Fire Suppression Systems shall not be subject to wastewater fees.

Lawn Irrigation Systems:

Meters placed for the specific purpose of maintaining a Lawn Irrigation System will be charged the base rate according to the meter sizes and schedule above. Sprinklers maintaining vegetation that is not a lawn or landscaping, but rather is an integral component of operating a commercial or institutional enterprise, such as golf courses and athletic fields, shall not be considered Lawn Irrigation Systems but shall be billed

at the Non-Residential schedule and rates. Consumption shall be billed at the rate of \$9.00 per 1,000 gallons used up to 4,000 gallons; \$9.50 per 1,000 gallons used from 4001 – 120,000, and \$10.50 per 1,000 gallons used above 120,000. Bills associated with Lawn Irrigation Systems shall not be subject to wastewater fees.

Repeal of Conflicting Ordinances

All ordinances or parts of ordinances and provisions of the Code of Ordinances, City of Hillsboro, inconsistent with or in conflict herewith are hereby repealed.

Savings Clause

If any section, paragraph, subdivision, clause, phrase or provision of this ordinance shall be judge invalid or held unconstitutional, the same shall not in any amount be construed as to affect the validity of the remainder of this ordinance as a whole or any part or provision hereof, other than the parts so decided to be invalid or unconstitutional.

Effective Date

This ordinance shall take effect after its passage and publication in an issue of the official newspaper of the City of Hillsboro, in accordance with the provisions of the laws of the State of Texas and the Charter of the City of Hillsboro, Texas.

PASSED AND APPROVED on second and final reading on the 4th day of June, 2024.


Leann Richmond, Mayor Pro Tem

ATTEST:


Jasmine Guy, City Secretary