



## **AGENDA MEMORANDUM**

First Reading Ordinance for the City Council Meeting of December 13, 2016  
Second Reading Ordinance for the City Council Meeting of December 20, 2016

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**DATE:** November 21, 2016

**TO:** Margie C. Rose, City Manager

**FROM:** Dan Grimsbo, Interim Director of Water Utilities  
(361) 826-1689, [DanG@cctexas.com](mailto:DanG@cctexas.com)

<b>Ordinance Adjusting Water rates for Public Agency Customers</b>
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**CAPTION:**

Ordinance amending the Code of Ordinances, City of Corpus Christi, Chapter 55, Utilities, Section 55-50 (a)(2)e regarding Resale Treated Water Rates and Section 55-50 (b) regarding debt service component of raw water cost adjustment; providing for publication and effective date of January 1, 2017.

**PURPOSE:**

To amend the Code of Ordinances for the revision of treated and raw water rates for public agency customers that are under contract for one year rate adjustments.

**BACKGROUND AND FINDINGS:**

The City of Corpus Christi has treated water and/or raw water supply agreements with area public agencies including South Texas Water District (STWA), San Patricio Municipal Water District (SPMWD), Nueces County Water Control and Improvement District No. 4 (NCWCID#4), and the Violet Water Supply Corporation (Violet WSC). The price to be charged for treated water sold to the noted public agencies is the published rate for water service established by this ordinance, including the public agency for resale treated water volume rates for water delivered through City-owned facilities. Per the contracts, the raw water cost adjustment (RWCA) as well as treated water rates will be calculated on an annual basis utilizing the current rate model.

The FY 2016-2017 budget includes estimates of revenues generated from increased fees and rates and new fee/rates necessary to fund specific projects and/or cover existing operating costs.

**ALTERNATIVES:**

Council may choose not to amend the Code of Ordinances.

**OTHER CONSIDERATIONS:**

Not applicable

**CONFORMITY TO CITY POLICY:**

This item conforms to City Policies.

**EMERGENCY / NON-EMERGENCY:**

Non-emergency

**DEPARTMENTAL CLEARANCES:**

Water, Legal, Office of Management and Budget, Finance

**FINANCIAL IMPACT:**

☐ Operating

☐ Revenue

☐ Capital

X Not applicable

<b>Fiscal Year: 2016-2017</b>	<b>Project to Date Expenditures</b>	<b>Current</b>	<b>Future Years</b>	<b>TOTALS</b>
Line Item Budget				
Encumbered / Expended Amount				
This item				
BALANCE				

Fund(s): n/a

**Comments:**

Revenues for this item were included in the FY2016-2017 budget.

**RECOMMENDATION:**

Approval of Ordinance as submitted.

**LIST OF SUPPORTING DOCUMENTS:**

Ordinance