



RESOLUTION 2021-26

**A RESOLUTION OF THE CITY OF MOLALLA, OREGON
ESTABLISHING WATER RATES AND ANNUAL INFLATION ADJUSTMENTS
THEREAFTER AS APPROVED BY MOLALLA MUNICIPAL CODE CHAPTER 13.04**

WHEREAS, The Molalla Municipal Code Section 13.04.160 provides that fees for water service be established by resolution of the City Council; and

WHEREAS, the City desires to regularly review the costs of operating, maintaining, and improving the water system; and

WHEREAS, the City has previously established via Resolution No. 2016-08, a schedule of future water rate increases effective July 1, 2016; and

WHEREAS, the City has caused to be prepared a fee rate study which has identified water system costs, rate structure alternatives and equitable cost recovery methods; and

WHEREAS, the City has completed the 2021 Water Management, Conservation and Water System Master Plan. That plan has identified \$40,753,400 in needed water system capital improvements over the next twenty years; and

WHEREAS, the City desires to establish within its water rate structure both incentives for water conservation and the ability for the City to recover the costs of providing water services; and

WHEREAS, the City desires to establish within its water rate structure an annual increase to address inflation, service provision and maintenance.

NOW THEREFORE, BE IT RESOLVED by the City Council of the City of Molalla as follows:

- Section 1.** Resolution No. 2016-08 is repealed upon the effective date of this Resolution.
- Section 2.** The Water Rates and Fees are established. All Fire Line Rates are set at \$0.00 per month. Rates for all services outside of the City limits shall be 150% of inside-City rates.
- Section 3.** Annual inflationary adjustments for all water users shall be effective automatically each year on July 1 based on the published values by the Bureau of Labor Statistics "All Items in West – Size Class B/C, All Urban".
- Section 4.** Meters serving multiple dwelling units shall be normalized by the number of dwelling units for the purposes of determining conservation usage charge blocks.

Section 5. This Resolution is and shall be effective July 1, 2022, and all rates and charges established herein for water customers shall go into effect as of such date.

**Rate Schedule – Water
(All Residential, Commercial, and Industrial)**

	Current Rates	Projected Rates for the Fiscal Year Starting July 1					
	2021	2022	2023	2024	2025	2026	2027
Inside City:							
Base charge (monthly)							
Meter Size:							
5/8" x 3/4"	\$ 13.82	\$ 13.95	\$ 14.07	\$ 14.53	\$ 15.02	\$ 15.53	\$ 16.05
3/4" x 3/4"	13.82	13.95	14.07	14.53	15.02	15.53	16.05
1 inch	23.17	23.25	23.45	24.22	25.03	25.88	26.75
1 & 1/2 inch	46.10	46.50	46.90	48.43	50.07	51.77	53.50
2 inch	74.07	74.40	75.04	77.49	80.11	82.83	85.60
3 inch	161.32	139.50	140.70	145.30	150.20	155.30	160.50
4 inch	276.54	232.50	234.50	242.17	250.33	258.83	267.50
6 inch	576.10	465.00	469.00	484.33	500.67	517.67	535.00
8 inch	829.60	744.00	750.40	774.93	801.07	828.27	856.00
Use Charge (\$/Ccf)							
Zero to 500 cubic feet	3.03	3.13	3.24	3.34	3.45	3.57	3.69
501 cubic feet to 1,000 cubic feet	3.03	3.45	3.56	3.68	3.80	3.92	4.06
Over 1,000 cubic feet	3.03	3.92	4.04	4.18	4.31	4.46	4.61
Outside City:							
Base charge (monthly)							
Meter Size:							
5/8" x 3/4"	20.73	20.93	21.11	21.80	22.53	23.30	24.08
3/4" x 3/4"	20.73	20.93	21.11	21.80	22.53	23.30	24.08
1 inch	34.76	34.88	35.18	36.33	37.55	38.83	40.13
1 & 1/2 inch	69.15	69.75	70.35	72.65	75.10	77.65	80.25
2 inch	111.11	111.60	112.56	116.24	120.16	124.24	128.40
3 inch	241.98	209.25	211.05	217.95	225.30	232.95	240.75
4 inch	414.81	348.75	351.75	363.25	375.50	388.25	401.25
	864.15	697.50	703.50	726.50	751.00	776.50	802.50
	1,209.80	1,116.00	1,125.60	1,162.40	1,201.60	1,242.40	1,284.00
Use Charge (\$/Ccf)							
Zero to 500 cubic feet	4.43	4.70	4.85	5.01	5.18	5.35	5.53
501 cubic feet to 1,000 cubic feet	4.43	5.17	5.34	5.51	5.70	5.88	6.08
Over 1,000 cubic feet	4.43	5.88	6.07	6.27	6.47	6.69	6.91

Duly adopted by Molalla City Council the 8th day of December 2021.



Scott Keyser, Mayor

ATTEST:



Christie Teets, City Recorder