



CITY COMMISSION ORDINANCE/RESOLUTION

TITLE: Resolution 22-38 (Utilities)

DESCRIPTION: A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF COOPER CITY, FLORIDA, AMENDING SCHEDULE (A), SCHEDULE (B), AND SCHEDULE (D) OF ORDINANCE NO. 85-10-1, AS AMENDED, RELATING TO MONTHLY WATER RATES, MONTHLY WASTEWATER RATES, AND WATER AND WASTE WATER MISCELLANEOUS CHARGES AND INCREASING BY 8.6%; PROVIDING FOR CONFLICTS; PROVIDING FOR SEVERABILITY; AND PROVIDING FOR AN EFFECTIVE DATE.

CITY MANAGER RECOMMENDATION:

The City Manager Recommends adoption of the attached Resolution authorizing and approving an increase of 8.6% to the monthly Water and Wastewater Utility rates and fees for Fiscal Year 2023. This percentage increase reflects the increase in U.S. Department of Labor Consumer Price Index, published by Bureau of Labor Statistics, for All Urban Consumers—CPI (U) U.S. City Average between May 2021 and May 2022.

BACKGROUND OF ITEM:

Resolution 02-12-08 of the City Commission states that, effective with bills rendered on and after October 1, 2010, and each year thereafter, the City will institute annually an increase to the monthly water and wastewater rates and charges, to be applied to such rates which are in effect immediately prior to the effective date of each annual increase. The annual index adjustment shall be increased by an amount equal to the U.S. Department of Labor Consumer Price Index for All Urban Consumers—CPI(U); U.S. City Average. Such annual increases shall be subject to confirmation by the City Commission in conjunction with the adoption of the annual budget.

ANALYSIS:

The 12 month CPI increase as of between May 2021 and May 2022 was 8.6%, and so a commensurate adjustment to the afore-mentioned rates and fees are reflected in the proposed Resolution. The Resolution also includes a new \$50 fee for backflow preventer testing as directed by the Commission at their April 13, 2021, meeting.


FISCAL IMPACT:

The fiscal impact of this rate adjustment is estimated to be an increase in rate revenue of approximately \$1,070,356 for Fiscal Year 2023. The impact to the average utility customer, consuming 7,000 gallons of water per month, is \$2.10.

<u>General Ledger Acct. Number</u>	<u>Budgeted Amount</u>	<u>Requested Amount</u>	<u>Remaining Amount</u>
450-000-343300-343	\$5,957,796	N/A	N/A
450-000-343500-343	\$7,558,560	N/A	N/A

ATTACHMENTS:

1. Proposed Resolution
2. Printout of Bureau of Labor Statistics Data

Workflow History 			
User	Task	Action	Date/Time
Allen, Tedra	NEW ITEM: Not Yet Routed	*FINANCIAL IMPACT...	09/16/22 05:22 PM
Kendrick, Aaron	Assigned to Finance Director	COMPLETE: Forwar...	09/16/22 05:24 PM
Horowitz, Jacob	Assigned to Attorney	COMPLETE: Forwar...	09/16/22 05:30 PM
Napoli, Joseph	Assigned to City Manager	COMPLETE: Forwar...	09/16/22 05:37 PM
Allen, Tedra	Assigned to City Clerk	APPROVE ITEM: En...	09/19/22 08:54 AM
Allen, Tedra	END WORKFLOW - APPROV...		09/21/22 12:47 PM