




CITY COUNCIL AGENDA ACTION FORM

AGENDA DATE:	08/23/2022		
AGENDA SUBJECT:	Consider approval or other action regarding an ordinance amending the City of Glen Rose's sanitation rates, to be effective January 1, 2023		
PREPARED BY:	City Administrator Michael Leamons	DATE SUBMITTED:	8/15/2022
EXHIBITS:	Ordinance Amending Sanitation Rates		
BUDGETARY IMPACT:	Required Expenditure:		\$00.00
	Amount Budgeted:		\$00.00
	Appropriation Required:		\$00.00
CITY ADMINISTRATOR APPROVAL:			
SUMMARY:	<p>Revenue projections for the City's annual Utility Fund Budget are dependent upon the rates charged for the City's utility services. Under the new municipal solid waste collection franchise agreement with Frontier Waste going into effect on January 1, 2023, the rates being charged to the City will be changing; thus, the City needs to update the rates it will be charging its customers. In a budget workshop at its last meeting, the City Council agreed to update its rate tables using the Frontier rates and adding a 10% markup to the residential rates and a 5% markup to the commercial rates. Markups are adopted to cover the City's costs associated with managing and billing trash collection services. This split markup approach was chosen due to the fact that Frontier's base residential rate wasn't increasing over the rates in the previous franchise agreement, but that many of their commercial rates were increasing by significant amounts. The lower commercial markup was decided upon to soften the blow of the franchise agreement's increases on those accounts. The City received three proposals for the new franchise agreement going into effect in January, and Frontier's proposal had the best rates.</p>		
RECOMMENDED ACTION:	<p>Adopt ordinance as presented.</p>		