ORDINANCE NO.

AN ORDINANCE OF THE CITY OF IOWA COLONY, TEXAS, ESTABLISHING A WATER AND SEWER UTILITIES FRANCHISE FEE WITH REGARDS TO PROVIDING WATER AND SEWER UTILITIES SERVICES; PROVIDING A SEVERABILITY CLAUSE, AND DECLARING AN EFFECTIVE DATE

WHEREAS, the City of Iowa Colony, Texas ("City"), is a home rule municipality operating pursuant to its Charter and the laws of the State of Texas; and

WHEREAS, the City Council of the City of Iowa Colony, Texas, to maintain the integrity of water and sewer utilities services in the corporate limits of the City of Iowa Colony, Texas, desires to offset the impact to the general fund due to providing water and sewer utilities services;

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF IOWA COLONY, TEXAS:

SECTION 1. That the City of Iowa Colony, Texas Water and Sewer Operations Fund shall pay to the City general fund a water and sewer utilities franchise fee equal to five percent (5%) of the gross receipts earned from all sales of those services and other revenue generated by the operation of the water and sewer funds.

SECTION 2. That the utility shall pass the water and sewer utilities franchise fee of five percent (5%) directly to the customer for the portion directly related to the customer's individual bill.

SECTION 3. That such water and sewer utilities franchise fees shall be payable monthly to the Accounting Department, with such budgetary transfers to be made not later than thirty (30) days after the expiration of the month for which payment is due.

SECTION 4. <u>Severability.</u> If any part of this ordinance, of whatever size, is ever declared invalid or unenforceable for any reason, the remainder of this ordinance shall remain in full force and effect.

SECTION 4. <u>Effective Date.</u> This ordinance shall be effective immediately upon its passage and approval.

PASSED AND APPROVED ON THE FIRST READING ON August 21, 2023.

PASSED, APPROVED, AND ADOPTED ON THE SECOND AND FINAL READING ON _____.

CITY OF IOWA COLONY, TEXAS

WIL KENNEDY, MAYOR

ATTEST:

KAYLEEN ROSSER, CITY SECRETARY