

ORDINANCE NO. 28999

AN ORDINANCE relating to the Department of Public Utilities, Water Division; amending Chapter 12.10 of the Municipal Code, relating to "Water - Regulations and Rates," for two rate adjustments effective January 1, 2025, and January 1, 2026.

WHEREAS the Department of Public Utilities, Water Division ("Tacoma Water") directly serves a population of over 350,000 in the greater Tacoma metropolitan area, and in 2023, the utility delivered approximately 49 million gallons a day, and generated about \$109 million in water sales, and

WHEREAS while overall water consumption has remained steady, absent the WestRock Paper Mill, ongoing costs to maintain the utility have increased, and

WHEREAS while developing this proposal, Tacoma Water developed a revenue requirement, conducted a cost-of-service analysis, and performed rate-design that incorporates the 2025-2026 budget request, and

WHEREAS Tacoma Water is proposing annual system average rate adjustments of 6.5 percent, effective January 1, 2025, and 6.5 percent effective, January 1, 2026, in order to meet ongoing needs, and

WHEREAS the rate adjustments will be implemented across the various rate classes dependent on the result of each class's cost-of-service analysis and are scheduled to be phased in over the planning period, and

WHEREAS the rate adjustments will be distributed to fixed and variable rate elements where applicable or consistent with policy and contractual provisions, and



WHEREAS this proposal is in alignment with industry ratemaking standards and best practices, Tacoma Water's Rate and Financial Policy, as well as the Public Utility Board's ("PUB") Guiding Principles of Financial Sustainability and Rates, and maintains long-term financial stability for the utility and gradual rate adjustments to customers, and

WHEREAS in addition to rate proposals, Tacoma Water is recommending the following modifications: (1) clarify the language of the Tier 1 Residential Rate located in Tacoma Municipal Code ("TMC") 12.10.400.A.2 from "From the first five CCF…" to "Up to five CCF…" to align with the mechanics of the billing system that is based on billing period rather than calendar month, and (2) remove the rate schedule located in TMC 12.10.400.E due to the closure of the Tacoma WestRock Paper Mill, and

WHEREAS in preparation for this request, Tacoma Water sought input from customers, policymakers, and members of the public through various meetings such as franchise council meetings, neighborhood council meetings, PUB study sessions and meetings, public hearings, PUB and City Council joint study sessions, and Government Performance and Finance Committee meetings, and communication has also been distributed through bill inserts, mailings, website, and social media, and

WHEREAS the Public Utility Board ("PUB") approved the proposed changes on October 23, 2024, pursuant to PUB Resolution No. U-11486, and



WHEREAS revisions to the TMC applicable to Tacoma Public Utilities require approval by the PUB and the Tacoma City Council; Now, Therefore,

BE IT ORDAINED BY THE CITY OF TACOMA:

Section 1. That the City Council hereby adopts the Recitals of this Ordinance as its formal legislative findings.

Section 2. That Chapter 12.10 of the Tacoma Municipal Code ("TMC"), "Water - Regulations and Rates," is hereby amended, to include modifications to TMC 12.10.301 and TMC 12.10.400, and the two rate system average adjustments of 6.5 percent, effective January 1, 2025, and 6.5 percent, effective January 1, 2026, in substantially the same form as set forth in the attached Exhibit "A."

Section 3. That the City Clerk, in consultation with the City Attorney's Office, is authorized to make necessary corrections to this ordinance and its attachment,



1	including, but not limited to, the correction of scrivener's/clerical errors, references,
2	ordinance numbering, section/subsection numbers, and any references thereto.
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4	Passed
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6	Mayor
7	
8	Attest:
9	
10	City Clerk
11	Approved as to form:
12	
13	Chief Denuty City Atterney
14	Chief Deputy City Attorney
15	Requested by Public Utility Board Resolution No. U-11486
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EXHIBIT "A"

CHAPTER 12.10 WATER – REGULATIONS AND RATES

* * *

12.10.301 Fire hydrant services fee.

Pursuant to Chapter 70.315 of the Revised Code of Washington, the Water Division will charge and collect all costs associated with providing fire hydrant services from the customers, "Residential Service," "Commercial and Industrial – General Service," and "Commercial and Industrial – Large Volume Service" rate categories, following the rate schedules below:

Hydrant Service Fee							
Inside City of Tacoma Outside City of Tacoma City of University Place							
	Rate Effective Dates						
<u>1/1/2025</u> <u>1/1/2023</u>	<u>1/1/20251/1/2023</u> <u>1/1/20261/1/2024</u> <u>1/1/20251/1/2023</u> <u>1/1/20261/1/2024</u> <u>1/1/20251/1/2023</u> <u>1/1/20261/1/2024</u>						
<u>\$2.78</u> \$2.94	\$2.55 <mark>\$3.02</mark>	\$3.56 <mark>\$3.79</mark>	\$3.25 <mark>\$3.83</mark>	\$3.82 <mark>\$4.07</mark>	<u>\$3.49</u> \$4.12		

The customer portion of the fire hydrant service fee shall be calculated on a monthly basis, included in the Ready to Serve charge, invoiced and collected pursuant to the applicable customer service policies.

* * *

12.10.400 Rates – Inside and outside City limits.

The standard charge for water supplied inside and outside the City for residential, and commercial/industrial use shall consist of a customer charge, also termed a "monthly ready to serve charge," based on the meter size together with the rate for the quantity of water used, and public fire protection fees, where applicable. The standard charge for wholesale shall consist of a monthly ready to serve charge based on contracted peak capacity together with a rate for the quantity of water used.

For water supplied to a single premises which contains multiple dwelling units, i.e., two or more houses under the same ownership, duplexes, apartment buildings, condominiums, mobile home parks, trailer courts, industrial buildings, etc., the monthly charges will be the same as indicated above.

When water is being supplied to an existing multiple premises, i.e., two or more separate premises being served by one service and meter, the "monthly ready to serve charge" will be based on either the existing meter size or on a 5/8-inch meter size for each premises served, whichever is the greater charge.

When more than one service supplies a premises, the consumption of water for each meter shall be computed separately.

A. Standard charges:

1. The monthly ready to serve charge shall be calculated on a monthly basis, invoiced, and collected pursuant to the applicable customer service policies in accordance with the following schedule for residential, commercial/industrial, and commercial/industrial large volume.

Residential, Commercial & Large Volume - Ready to Serve Charge								
Makan	Inside City of	Tacoma	Outside City	y of Tacoma	City of University Place			
Meter Size			Rate Effective	e Dates				
(Inches)	<u>1/1/2025</u> 1/1/2023	1/1/2026 <mark>1/1/2</mark> 024	1/1/2025 <mark>1/1/2</mark> 023	1/1/2026 <mark>1/1/2</mark> 024	1/1/2025 <mark>1/1/2</mark> 023	1/1/20261/1/2 024		
5/8	<u>\$30.40</u> \$26.68	<u>\$31.97</u> \$28.95	<u>\$36.70</u> \$32.28	<u>\$38.55</u> \$34.94	\$39.42 <mark>\$34.67</mark>	<u>\$41.41</u> \$37.53		
3/4	<u>\$44.21</u> \$38.55	<u>\$46.68</u> \$41.92	<u>\$53.28</u> \$46.52	<u>\$56.21</u> \$50.51	<u>\$57.22</u> \$49.97	<u>\$60.37</u> \$54.24		
1	<u>\$71.83</u> \$62.29	<u>\$76.10</u> \$67.84	<u>\$86.42</u> \$75.01	<u>\$91.51</u> \$81.62	<u>\$92.82</u> \$80.57	<u>\$98.29</u> \$87.66		
1.5	<u>\$140.88</u> \$121.64	\$149.65 <mark>\$132.6</mark> 5	\$169.28 <mark>\$146.2</mark> 3	\$179.77 <mark>\$159.3</mark> 8	\$181.82 <mark>\$157.0</mark>	\$193.09 <mark>\$171.1</mark> 9		
2	<u>\$223.74</u> \$192.86	\$237.91 <mark>\$210.4</mark> 2	\$268.71 <mark>\$231.6</mark> 9	\$285.68 <mark>\$252.7</mark>	\$288.62 <mark>\$248.8</mark> 6	\$306.85 <mark>\$271.4</mark> 4		
3	<u>\$417.08</u> \$359.04	\$443.85 <mark>\$391.8</mark> 9	\$500.72 <mark>\$431.1</mark>	\$532.81 <mark>\$470.4</mark>	\$537.82 <mark>\$463.0</mark> 5	\$572.29 <mark>\$505.3</mark>		
4	<u>\$693.28</u> \$596.44	\$738.05 <mark>\$651.1</mark> 4	\$832.16 <mark>\$715.9</mark>	\$885.85 <mark>\$781.5</mark> 7	\$893.82 <mark>\$769.0</mark> 4	\$951.49 <mark>\$839.4</mark> 9		
6	<u>\$1,383.78</u> \$1,189.94	\$1,473.55\\$1,2 99.25	\$1,660.76 \$1,4 28.19	\$1,768.45 <mark>\$1,5</mark> 59.30	\$1,783.82 <mark>\$1,5</mark> 34.02	\$1,899.49 \$1,6 74.84		
8	<u>\$2,212.38</u> \$ 1,902.14	\$2,356.15\\$2,0 \frac{76.98}{}	\$2,655.08\$2,2 82.83	\$2,827.57\$2,4 92.58	\$2,851.82\$2,4 51.99	\$3,037.09\$2,6 77.29		
10	\$3,179.08 \$2,733.04	\$3,385.85\$2,9 84.34	\$3,815.12\$3,2 79.91	\$4,063.21\$3,5 81.41	\$4,097.82\$3,5 22.95	\$4,364.30\$3,8 46.80		
12	<u>\$4,663.66</u> \$4,009.07	\$4,967.18\$4,3 77.79	\$5,596.62\\$4,8 \frac{11.15}{}	\$5,960.81\\$5,2 53.55	\$6,011.32\\$5,1 67.65	\$6,402.50\\$5,6 42.84		
20*	\$16,572.49	\$17,649.70\\$15 \;561.02	\$19,886.98	\$21,179.63 \$18 ,673.22	\$21,360.28	\$22,748.70 <mark>\$20</mark> ,056.60		

^{*} Customers who elect to receive service from the City through a 20" meter are subject to a minimum daily flow rate equivalent to 0.30 MGD, calculated monthly and assessed at the applicable Large Volume rate.

The monthly ready to serve charge shall be in accordance with the following schedule for parks and irrigation.

Parks & Irrigation - Ready to Serve Charge								
	Inside City	of Tacoma	City of University Place					
Meter Size (Inches)	Rate Effective Dates							
(21101105)	1/1/2023	1/1/2024	1/1/2023	1/1/2024	1/1/2023	1/1/2024		
All	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00		

The monthly ready to serve charge shall be in accordance with a wholesale customer's contracted peak capacity in MGD times the monthly rate.

Wholesale – Ready to Serve Charge							
Range in MGD	Rate Effective Dates						
(million gallons per day)	<u>1/1/2025</u> <u>1/1/2023</u>	<u>1/1/2026</u> 1/1/2024					
For each MGD of contracted peak capacity	\$3,188.34 \$2,741.53	\$3,395.58 \$2,993.75					

2. The schedule of rates for water used shall be as follows and billed to the nearest CCF (100 cubic feet or approximately 748 gallons):

Residential Service							
	Inside City	of Tacoma	Outside City of Tacoma		City of University Place		
Range in CCF			Rate Effec	ctive Dates			
(100 cubic feet)	<u>1/1/2025</u> 1/1/	<u>1/1/2026</u> 1/1/	<u>1/1/2025</u> 1/1/	<u>1/1/2026</u> 1/1/	<u>1/1/2025</u> 1/1/	<u>1/1/2026</u> 1/1/	
	2023	2024	2023	2024	2023	202 4	
For each CCF of water							
consumption during the	\$2.769 <mark>\$2.32</mark>	\$2.977 <mark>\$2.57</mark>	\$3.323 <mark>\$2.79</mark>	\$3.572 \$3.08	\$3.569 <mark>\$2.99</mark>	<u>\$3.837</u> \$3.31	
winter months of October	7	5	2	9	9	8	
through and including May							
For the first Up to five CCF							
of water consumption per	\$2.769 <mark>\$2.32</mark>	\$2.977 \$2.57	\$3.323 <mark>\$2.79</mark>	\$3.572 <mark>\$3.08</mark>	\$3.569 <mark>\$2.99</mark>	\$3.837 \$3.31	
month during the summer	<u>\$2.709\$2.32</u> 7	<u>52.97702.31</u>	<u>φ3.323</u> φ2.19	$\frac{53.372}{93.00}$	<u>\$3.309</u> \$2.99 Ω	φ <u>3.63/φ3.31</u> Q	
months of June through	7	5	2	7	7	•	
and including September							
For each CCF of water							
consumption over five	\$3.461 \$2.90	\$3.721 \$3.21	\$4.154 \$3.49	\$4.465 \$3.86	\$4.461 \$3.74	\$4.796 \$4.14	
CCF during the summer	<u>\$3.401</u> \$∠.90	\$5.721\ \phi 3.21	54.134_{Φ3.49}	34.403 33.00	<u>\$4.401</u> \$3.74	\$4.790 \$4.14	
months of June through)	*	₩)	*	
and including September							

Commercial and Industrial - General Service							
	Inside City of Tacoma Outside City			y of Tacoma	City of University Place		
Range in CCF	Rate Effective Dates						
(100 cubic feet)	<u>1/1/2025</u> 1/1/2	<u>1/1/2026</u> 1/1/	<u>1/1/2025</u> 1/1/	<u>1/1/2026</u> 1/1/	<u>1/1/2025</u> 1/1/	<u>1/1/2026</u> 1/1/	
	023	202 4	2023	202 4	2023	202 4	
For each CCF of water	\$2,783 \$2,430	\$2.973 \$2.60	\$3.340\\$2.91	\$3.568\\$3.12	<u>\$3.587</u> \$3.13	\$3.832 \$3.35	
consumption	<u>\$2.785</u> \$2.430	6	6	7	2	9	

Commercial and Industrial - Large Volume Service *						
	Inside City of Tacoma		Outside City of Tacoma		City of University Place	
Range in CCF	Rate Effective Dates					
(100 cubic feet)	<u>1/1/2025</u> 1/1/	<u>1/1/2026</u> 1/1/	<u>1/1/2025</u> 1/1/	<u>1/1/2026</u> 1/1/	<u>1/1/2025</u> 1/1/	<u>1/1/2026</u> 1/1/
	2023	2024	2023	2024	2023	2024
For each CCF of water	<u>\$2.210</u> \$1.89	<u>\$2.410</u> \$2.02	<u>\$2.652</u> \$2.26	<u>\$2.892</u> \$2.43	<u>\$2.849</u> \$2.43	\$3.106 <mark>\$2.61</mark>
consumption	0	7	8	2	6	2
* Customers may qualify for this rate based on an established consumption history greater than 65,000 CCF annually.						

Parks and Irrigation Service							
D ' CCE	Inside City of Tacoma Outside City of Tacoma			City of University Place			
Range in CCF (100 cubic feet)	Rate Effective Dates						
(100 cubic feet)	1/1/202 <mark>53</mark>	1/1/202 <u>6</u> 4	1/1/202 <mark>53</mark>	1/1/202 <u>6</u> 4	1/1/202 <mark>53</mark>	1/1/202 <u>6</u> 4	
For each CCF of water consumption	<u>\$5.637</u> \$4.844	<u>\$5.971</u> \$5.322	<u>\$6.764</u> \$5.813	<u>\$7.165</u> \$6.387	<u>\$7.266</u> \$6.244	<u>\$7.696</u> \$6.861	

B. Wholesale Service.

Wholesale water service may be provided to community water systems that are in compliance with state Department of Health regulations. All wholesale water agreements are subject to Tacoma Public Utility Board approval. Any customer purchasing wholesale water must adopt or commit, in writing, to a water conservation and water shortage response program substantially equivalent to the Division's program as a condition of service.

1. Water Rates.

A wholesale water service customer with contractual agreement from Tacoma Water may choose either a rate schedule below with a corresponding ready to serve charge as described in Section A1 for an outside city customer or a market-based price set by Tacoma Water staff based on an analysis of the wholesale system and their supply alternatives. All wholesale contractual agreements with market-based pricing shall be approved by the Tacoma Public Utility Board and Tacoma City Council.

a. Constant Use Customer:

Wholesale Constant Use Customer						
Range in CCF	Rate Effective Dates					
(100 cubic feet)	<u>1/1/2025</u> <u>1/1/2023</u>	<u>1/1/2026</u> 1/1/2024				
Per CCF for winter months (October - May)	<u>\$1.598</u> \$1.370	<u>\$1.766</u> \$1.446				
Per CCF for summer months (June - September)	<u>\$1.998</u> \$1.713	<u>\$2.208</u> \$1.807				

This option may be considered by those customers using water on a year-round basis where their average summer day use divided by their average winter day use results in a summer/winter use ratio of 2.5 or less.

b. Summer Season, Peaking:

Wholesale Summer Season, Peaking					
Range in CCF	Rate Effective Dates				
(100 cubic feet)	<u>1/1/2025</u> <u>1/1/2023</u>	<u>1/1/2026</u> <u>1/1/2024</u>			
For each CCF of water consumption	<u>\$2.996</u> \$2.569	<u>\$3.311</u> \$2.711			

This option will be used for those customers using relatively large amounts of water in the summer months and little or no water in winter months. The ratio of average summer day use divided by average winter day use shall be greater than 2.5.

For purposes of these rates, summer-use months are defined as June through September and winter-use months are October through May.

Existing customers will be classified into one of the two rate schedules upon annual review of their usage patterns. New customers will select a rate based upon anticipated use. This selection will be subject to revision if usage is not consistent with the above options after a six-month period.

2. Additional Water.

Additional or new water may be provided by the City to a wholesale customer conditioned upon satisfying the following:

- a. For every new customer of the wholesale customer that is provided with water from City's surplus supply, the wholesale customer shall remit to the City (on a monthly basis or by other arrangement as agreed to by the Superintendent) the appropriate SDC for said customer based on meter size in accordance with TMC 12.10.310.
- b. That, in lieu of satisfying subsection A above, in the event the wholesale customer is in a water deficient status or later becomes water deficient as determined by the Superintendent in consultation with wholesale customer, then the Superintendent shall establish a SDC equivalent for said wholesale customer. This SDC equivalent shall not be less than what the total "retail customer equivalent" would have been for the total deficiency.
- c. That the City and wholesale customer shall enter into a letter agreement setting forth the above requirements and committing the wholesale customer to remit the SDC payment to City. The wholesale customer may be required to provide City with periodic reports, certified to be accurate, detailing pertinent data.

C. Emergency Intertie Service.

Requests for one-way and two-way emergency intertie service between the City and another purveyor will be considered.

The Superintendent may enter into specific agreements, specifying the terms under which water will be furnished or accepted by the Division. Water furnished to a purveyor through an emergency intertie service will be billed as a wholesale service with a ready to serve charge and rate for water used. Billing will be at the constant use rate for up to 30 days. If use exceeds 30 days the Superintendent will have the discretion to change the constant use rate to the summer season peaking rate. Said agreement shall provide that neither party shall be liable for failure to deliver water to the other at any time.

D. Fire Protection Service.

When a customer does not receive domestic water from the Division and requests a fire service from the Division the appropriate regular domestic service rates shall apply as detailed above. In addition all regular construction fees, main charges and SDC shall apply. Where City water is used for domestic purposes, such customers are entitled to a separate fire service at the regular fire service rate, payable monthly as follows:

	Fire Protection Service - Ready to Serve Charge								
	Inside City	of Tacoma	Outside City	y of Tacoma	City of Univ	versity Place	Maximum Allowable		
Meter Size			Rate Effec	tive Dates			Monthly Water		
(Inches)	1/1/20251/ 1/2023	1/1/2026 1/ 1/2024	1/1/20251/ 1/2023	1/1/2026 1/ 1/2024	1/1/20251/ 1/2023	1/1/2026 1/ 1/2024	Usage for Testing and Leakage, CCF		
2	\$33.95 <mark>\$29.</mark>	\$36.36 <mark>\$31.</mark>	\$40.74 <mark>\$35.</mark> 99	\$43.63\$38. 04	\$43.76 <mark>\$38.</mark> 65	\$46.87\$40. 86	2.99		
3	\$49.45 <mark>\$43.</mark> 68	\$52.96 <mark>\$46.</mark> 17	\$59.34 <mark>\$52.</mark> 42	\$63.55 <mark>\$55.</mark> 40	\$63.74\\$56. 30	\$68.26 <mark>\$59.</mark> 50	2.99		
4	\$82.61 <mark>\$72.</mark> 97	\$88.48 <mark>\$77.</mark> 13	\$99.13 <mark>\$87.</mark> 56	\$106.18 <mark>\$92</mark> .56	\$106.48 <mark>\$94</mark> .05	\$114.04 <mark>\$99</mark> .41	2.99		
6	\$185.32 <mark>\$16</mark> 3.68	\$198.49 <mark>\$17</mark> 3.02	\$222.38 <mark>\$19</mark> 6.42	\$238.19 \$20 7.63	\$238.86 <mark>\$21</mark> 0.97	\$255.84 <mark>\$22</mark> 3.01	2.99		
8	\$329.89\$29 1.38	\$353.34\$30 8.00	\$395.87\$34 9.66	\$424.01\$36 9.60	\$425.20\\$37 5.57	\$455.43\$39 6.98	2.99		
10	\$515.98 \$ 45 5.75	\$552.66\$48 1.74	\$619.18 \$5 4 6.90	\$663.19\\$57 8.09	\$665.06\\$58 7.43	\$712.33\\$62 0.93	2.99		
12	\$825.31\$72 8.97	\$883.97 <mark>\$77</mark> 0.54	\$990.37\$87 4.76	\$1,060.76 \$924.65	\$1,063.76\$ 939.58	\$1,139.37\$ 993.16	2.99		

Where such fire service is provided, the monthly rate shall include usage of up to a maximum of 2.99 units of water per month. The 2.99 units of allowable water use is for incidental water use for monthly leakage and system testing and is the maximum amount allowed in a single month. In any month where the total consumption is in excess of the amount shown above, the rate for water consumed shall be as noted below.

Fire Protection Service								
Range in CCF (100 cubic feet)	Inside City of Tacoma		Outside City of Tacoma		City of University Place			
	Rate Effective Dates							
	<u>1/1/2025</u> 1/1/20	<u>1/1/2026</u> 1/1/20	<u>1/1/2025</u> 1/1/20	<u>1/1/2026</u> 1/1/20	<u>1/1/2025</u> 1/1/20	<u>1/1/2026</u> 1/1/20		
	23	2 4	23	2 4	23	2 4		
For each CCF of water	\$4.158 \$3.960	\$4.158 \$4.158	\$4.990 \$4.752	\$4.990 \$4.990	\$5.359 \$5.104	\$5.359 \$5.359		
consumption	ф1.120 ф3.700	фт.150 ф т.15 0	ψ1.220 ψ1. 732	ψ1.220 ψ1.220	<u>ψυ.υυν</u> φυ.104	<u>ψο.σον</u> φο.σον		

If the Water use in excess of the maximum monthly allowable amount was used in extinguishing fires of incendiary or accidental origin and the customer at the location where the use occurs gives written notice to the Division within ten days from the time of such fire the customer shall pay only for actual water used at the rate noted above. If the Division is not notified the Division will conclude that water is being used for purposes other than extinguishing fires and charge the additional fee noted below of 12 times the monthly rate.

Whenever water from the Division is available on a premise through a service being charged the rate for fire protection only and is used for purposes other than extinguishing fires of incendiary or accidental origin including ongoing leakage of the fire service line and the amount of water used is in excess of the amount shown in the table above, 12 times the ready to serve

charge for the specific service in question shall be the monthly minimum charge and the charge for water consumed shall be as noted in the "Fire Protection Service – Rate per CCF" table above. Waivers may be granted from the assessment of the 12 times the ready to serve charge for leaks or other accidental use upon written request with all supporting documentation but the charge for water consumed shall not be waived.

Nonpayment of invoices related to the construction of or monthly use of a fire service will result in the service being turned off and notification of the appropriate fire official who may then disallow occupancy of the premise.

Unauthorized use of water through a detector check meter more than once per calendar year may be cause for installation of a turbine meter assembly, UL/FM approval for fire service assemblies at the expense of the customer. Within the City of Tacoma, whenever water is used for purposes other than extinguishing fires, the amount of water used may be subject to the appropriate sanitary sewer charge as defined in TMC 12.08, in addition to the rates noted above and assessment of the 12 times the ready to serve charge.

Should the unauthorized use continue, including leakage in excess of the maximum amount of water allowed, the service will be considered as other than standby fire protection and be billed in accordance with the type of use pursuant to this section, and shall be subject to payment of the applicable SDC pursuant to TMC 12.10.310. Refusal to pay for the installation of the fire line meter and/or the SDC shall result in termination of service pursuant to TMC 12.10.130.

When a customer desires a fire service for the protection of a premises and the domestic water for said premises is provided from another source, the applicable single-family residential, multi-family residential, or commercial/industrial rates shall apply for the requested fire protection service inside and outside the City, respectively. When any outlet for fire protection purposes is installed on a residential, commercial or industrial service, no rebate will be allowed for water used for extinguishing a fire.

E. The Pulp Mill Contract.

The rates, terms, and conditions in the contract between the City and WestRock CP, LLC ("Pulp Mill") and all future assignee to the contract are applicable, except as modified by this section. For a nominated contract demand, the water rate will be based on a monthly distribution charge and the daily supply charge. If the monthly water use exceeds 103% of the contract demand or the daily water use exceeds 109% of the contract demand, an excess water usage charge will be applied. The excess water usage charge will be either the daily excess water use charge or the monthly excess water use charge, whichever is greater.

- 1. Water use within the range of contract demand plus 3 percent: The charge will consist of a monthly distribution charge and daily supply charge per cef metered as stated below.
- 2. Daily water use greater than one hundred and nine percent (109%) of the contract demand: The charge will consist of a monthly distribution charge, daily supply charge, plus a Daily Excess Water Usage Charge (based upon the commercial and industrial large volume rate) for water metered daily in excess of the contract demand plus 9 percent as stated below.
- 3. Monthly water use greater than one hundred and three percent (103%) of the contract demand: The charge will consist of a monthly distribution charge, daily supply charge, plus a Monthly Excess Water Usage Charge (based on the commercial and industrial large volume rate) for water metered during a month in excess of the contract demand plus 3 percent, as stated in the following table.

Pulp Mill					
Billing Components	1/1/2023	1/1/2024			
Distribution Charge per Month	\$90,825.36	\$99,181.29			
Supply Charge/CCF	\$0.8409940	\$0.9183655			
Daily or Monthly Excess Water Usage Charge (Commercial and Industrial Large Volume Rate) per CCF	\$1.890	\$2.027			

4. The Superintendent is hereby authorized to execute a contract with the Pulp Mill to provide additional terms and conditions of service and other provisions consistent with this ordinance.

FE. Meter Tests.

If a customer has informed the Division that its water consumption has been above its normal billing consumption and verification discovers no leaks on the customer facilities, the customer may request that the Division test the meter. If the test

discloses the meter is accurate within the American Water Works Association ("AWWA") specifications, the customer will be billed for the test and their water bill will not be adjusted. If the test discloses the meter is not accurate within the AWWA specifications and the inaccuracy is the cause of the recorded high consumption, the customer's water bill will be adjusted and credit given for the excessive consumption and the customer will not be billed for the test. The charge for testing meters shall be added to the customer's bill as follows:

Meter Size	Cost	
1-inch and smaller	\$75.00	
>1-inch	*Estimated Cost	

^{*} The customer shall pay a deposit in the amount of the Division's estimated cost.

If the actual cost differs from the estimated cost, the customer will be refunded or billed the difference.

The Division will not test meters owned by others.

GF. Low Pressure or Low Flow Concerns.

The customer may request the Division to conduct a flow and pressure test on the service to its premises. If the cause of the problem is found to be located on the property side of the meter yoke outlet, the customer will be invoiced for a fee of \$25. If the test discloses that the low flow and/or pressure is caused by Division facilities, the Division will attempt to correct the problem and the customer will not be charged.

HG. Low-income Senior and/or Low-income Disabled Residential Rate Discount.

Residential customers who qualify as low-income senior or low-income disabled shall be eligible for a 35 percent reduction from the regular residential water rates. The determination of low-income senior and low-income disabled shall be made as set forth in TMC 12.06.165 for City Light Division (d.b.a. "Tacoma Power") customers. Customers must submit an application for review and acceptance by the authorized administering agency to qualify for this reduction. For the water rate discount, there is no requirement that a customer be a Tacoma Power customer or submit to an energy audit.

H. Water System Acquisition.

A water system may be acquired by the City under an agreement between the water system owner(s) and the City with Board and City Council approval. When all or a portion of the acquired system requires upgrading equal to Division standards, the agreement shall provide for funds to achieve compliance with said standards. Under the agreement, a surcharge may be levied by the City for a period of time or an LID may be formed in accordance with RCW Title 35. The surcharge shall be an additional charge equivalent to the Ready to Serve charge per month times a multiplier. The current surcharge areas include:

Former Water System	
Andrain	Total Monthly Charge equal to the Ready to Serve charge per month until paid in full.
Curran Road	Total Monthly Charge equal to the Ready to Serve charge per month until paid in full.

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