

**RESOLUTION NO. U-11454** 

A RESOLUTION related to the approval of an amendment and revision to Chapter 10 (Water Regulations and Rates) in Title 12 (Utilities) of the Tacoma Municipal Code, section 12.10.400, inserting an additional meter size to the domestic ready-to-serve rate schedule effective July 1, 2024.

WHEREAS the City of Tacoma, Department of Public Utilities, Water Division ("Tacoma Water"), has requested proposed changes to Chapter 10 ("Water Regulations and Rates") in Title 12 ("Utilities") of the Tacoma Municipal Code ("TMC"), to insert an additional meter size to the domestic ready-to-serve rate schedule and would become effective July 1, 2024, and

WHEREAS beginning in 2019, Tacoma Water and WestRock CP, LLC ("WestRock") began a one-year renewal cycle for contracted water service, which was a departure from the previous agreement of five-year terms, and

WHEREAS on August 1, 2023, WestRock announced the closure of its Tacoma paper mill, beginning September 30<sup>th</sup> of the same year, and as a result of the announced closure, Tacoma Water and WestRock did not pursue contract negotiations with the understanding that the existing contract would expire on July 31, 2024, and

WHEREAS as the WestRock wind-down and closure has progressed, it is becoming increasingly likely that the pulp mill site will continue to have an active meter with a need for domestic water service beyond the expiration of the existing contract and there is no mechanism by which Tacoma Water can bill for the 20" meter that the site utilizes after July 31, 2024, and



WHEREAS the proposed additions to TMC 12.10.400 would ensure continuity of billing to WestRock if WestRock does not pursue the installation of a smaller meter, and

WHEREAS Tacoma Water has briefed the Board at a Study Session on April 10, 2024, and is schedule to brief the Government Performance Finance Committee (GPFC) on April 23, 2024, and

WHEREAS Tacoma Water's proposed rate adjustments are attached as Exhibit A, and

WHEREAS the proposed changes to Chapter 10 of Title 12 of the TMC are set forth in Exhibit A and include an amendment to Section 12.10.400, and

WHEREAS revisions to Tacoma Water rates and regulations require approval by the Public Utility Board and Tacoma City Council pursuant to Tacoma City Charter section 4.11, and

WHEREAS the recommended changes to the rates and regulations are just, fair, and reasonable, and are in the best interest of the citizens of Tacoma and the customers of Tacoma Water, and Tacoma Water requests the Board approve said revisions and amendments; Now, Therefore,

BE IT RESOLVED BY THE PUBLIC UTILITY BOARD OF THE CITY OF TACOMA:

Sec. 1. The proposed revisions to Tacoma Water's regulations and rates and charges are hereby approved, and the Council of the City of Tacoma is requested to pass an ordinance approving such revisions and amending Chapter 10 of Title 12 of the Tacoma Municipal Code, as set forth in the



attached Exhibit "A," and as substantially in the form as on file with the Clerk of the Board, and in a final form approved by the City Atterney's Office.

Approved as to form:

Chair

Chair

Chair

Adopted

Adopted

Clerk