



TOWN COUNCIL DATA SHEET

**Agenda Item:**

Consider Ordinance 2020-29 amending appendix “A” Fee Schedule of the Town of Argyle code of ordinances by amending Article A7.000, Infrastructure, Public Works Construction Fees, be amended by repealing Article A7.000, Subsection 4 in its entirety and replacing it with a new article A7.000, Subsection 4 of the Code of Ordinances.

Meeting Date:

December 7, 2020

Requested/Prepared by:

Rich Olson, Town Administrator

Background:

At the November 16, 2020, Town Council meeting, the Council approved the issuance of \$2,000,000 in Certificates of Obligation (CO) for the relocation of the sewer lines in conjunction with the US 377 widening project. The Town Council engaged Raftelis to perform a rate study of the Town’s sewer system. Revenues derived from the sewer fund will be used to retire the CO’s debt. At the October 19, 2020, Council meeting Raftelis provided an overview of the rate study and reviewed three debt terms of 10, 15, and 20 years to retire the new CO debt. During that same meeting, Council elected to move forward with a debt term of 20 years. Raftelis’ rate study identified that with a 20 debt term, the Town would need to raise sewer rates by 4%. Below is a rate comparison.

	Existing	Proposed
Residential, Inside Town Limits	\$41.25	\$42.90
Gallorage charge	\$3.35	\$3.48
Residential, Outside Town Limits	\$61.88	\$64.36
Gallorage charge	\$5.03	\$5.23
Commercial, Inside Town Limits	\$49.25	\$51.22
Gallorage charge	\$5.00	\$5.20
Commercial, Outside Town Limits	\$73.88	\$76.84
Gallorage charge	\$7.50	\$7.80

Requested Action:

For the Town Council to adopt the proposed sewer rate ordinance.

Attachments:

Ordinance