

**Resolution No. 10-003**

**A RESOLUTION OF THE BOARD OF PUBLIC WORKS OF THE CITY OF LEWES, ESTABLISHING FEES AND RATES FOR WATER UTILITY SERVICES WITHIN AREAS SERVED BY THE BOARD OF PUBLIC WORKS.**

**WHEREAS**, the Board of Public Works exists so that current and future customers have availability and accessibility to safe, reliable and affordable water services; and

**WHEREAS**, the Board of Public Works provides these services for life sustaining use while being environmental stewards; and

**WHEREAS**, pursuant to Section 4.11 of the Charter of the Board of Public Works, being Chapter 10, Volume 77, Laws of Delaware as amended, the Board of Public Works has the authority to fix rates, assessments, and fees for the utility systems; and

**WHEREAS**, such rates shall be sufficient to providing for conducting and operating the said utility systems and for payment of debt services incurred by the Board of Public Works; and

**WHEREAS**, the information contained in the Cost of Service and Rate Study completed by David Athey, P.E. of URS was presented to the Board of Public Works and was the subject of a public hearing held April 28, 2010; and

**WHEREAS**, after review and analysis of the Cost of Service and Rate Study the Board of Public Works has determined that increases in the water system rates, fees, assessments and other changes are necessary; and

**NOW THEREFORE, BE IT RESOLVED** by the Board of Public Works of the City of Lewes, in session met, a quorum pertaining at all times thereto, the Board of Public Works hereby adopts the water rate structure and rates commencing June 1, 2010 at 12:01am as follows:

<b>READY TO SERVE MONTHLY CHARGES – WATER SYSTEM</b>					
<b><u>Meter Size</u></b>	<b><u>2010 In City</u></b>	<b><u>2010 Outside</u></b>	<b><u>Meter Size</u></b>	<b><u>2010 In City</u></b>	<b><u>2010 Outside</u></b>
5/8"	\$15.00	\$21.75	6"	\$286.37	\$415.23
1"	\$19.10	\$27.69	8"	\$395.46	\$573.42
1 ¼"	\$21.81	\$31.62	<b><u>Irrigation</u></b>		
1 ½"	\$24.54	\$35.58	5/8"	\$15.00	\$21.75
2"	\$39.54	\$57.33	1"	\$19.10	\$27.69
3"	\$150.00	\$217.50	<b><u>Unmetered</u></b>		
4"	\$184.08	\$266.92	All	\$30.00	N/A

<u>CONSUMPTION CHARGES PER 1,000 GALLONS – WATER SYSTEM</u>					
<u>Ranges</u>	<u>2010 In City</u>	<u>2010 Outside</u>	<u>Irrigation</u>	<u>2010 In City</u>	<u>2010 Outside</u>
0 – 4,500	\$0.90	\$1.31	All flows	\$2.00	\$2.90
4,501 – 9,000	\$1.65	\$2.39			
Over 9,000	\$2.00	\$2.90			

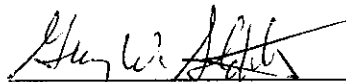
and

**BE IT FURTHER RESOLVED**, that the Water Ready to Serve Charge and the Consumption Charge shall increase by five percent (5 %) plus the percentage change in the CPI (Consumer Price Index, Series ID: CUURA1025A0, CUUSA102SA0, April, with a base of 227.432) on June 1, 2011; June 1, 2012; and June 1, 2013, calculated using the following example:

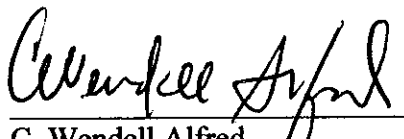
CPI for current period	233.200
Less CPI base	<u>227.432</u>
Equal index point change	5.768
Divided by base CPI	227.432 (5.768/227.432)
Equals	0.0254 or 2.54%

Rate increase of 5% plus CPI of 2.54% equals 7.54% total increase for that twelve month period.

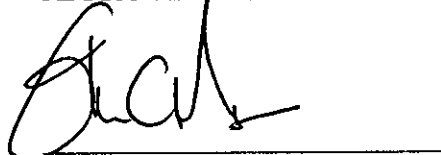
**PASSED AND ADOPTED**, by the Board of Public Works this 26<sup>th</sup> day of May 2010.

  
 Gary Stabley  
 Board President

ATTEST;

  
 C. Wendell Alfred  
 Board Secretary

APPROVED AS TO FORM



Board Attorney