

WHITELAND TOWN COUNCIL

RESOLUTION 2014-03

A RESOLUTION APPROVING THE ADJUSTMENT OF RATES BY RATE TRACKING FACTOR FOR THE WATER WORKS SYSTEM

WHEREAS, the Town Council of the Town of Whiteland, Indiana (the "Town Council") has established rates and charges for the water works system of the Town of Whiteland, Indiana (the "Town"); and

WHEREAS, in order to provide for (i) the proper level of revenue requirements for operation and maintenance expenses; (ii) the current and proposed debt service; (iii) the capital replacement costs; and (iv) the periodic increases to the cost of wholesale water purchased by the Town's water utility, the Town Council pursuant to Ordinance No. 04-5 adopted on November 9, 2004, did establish a wholesale water rate tracker to provide for automatic adjustments to the rates and charges for the water works system of the Town based upon the wholesale cost of water established by the supplier (the "Wholesale Supplier") (items (i) through (iv), the "Tracker"); and

WHEREAS, the Town Council was notified by the Wholesale Supplier that it received approval from the IURC for a 4.35% increase in its wholesale cost of water due to the implementation of a Distribution System Improvement Charge and other related adjustments; and

WHEREAS, the Town Council now desires to adjust the rates and charges for the water works system according to the Tracker.

NOW, THEREFORE, BE IT RESOLVED, by the Town Council of the Town of Whiteland that:

SECTION 1. The Town Council does hereby acknowledge the rate increase in wholesale cost of water established by the Wholesale Supplier.

SECTION 2. The Town Council does hereby determine that the Tracker for rates and charges for the water works system should be applied in order to provide for (i) the proper level of revenue requirements for operation and maintenance expenses; (ii) the current and proposed debt service; (iii) the capital replacement costs; and (iv) the periodic increases to the cost of wholesale water purchased by the Town's water utility.

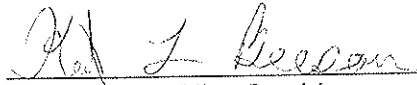
SECTION 3. The Town Council does hereby approve the application of the Tracker to the rates and charges for the water works system. The schedule of new rates and charges is attached hereto as Exhibit A, and Section 51.35 of the Town's Municipal Code shall be amended accordingly.

SECTION 4. This Resolution shall be in full force and effect from and after its passage.

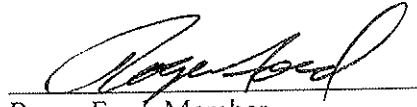
Passed and adopted by the Town Council of the Town of Whiteland, Indiana this 10th day of February, 2014.

TOWN COUNCIL OF THE TOWN OF
WHITELAND, INDIANA

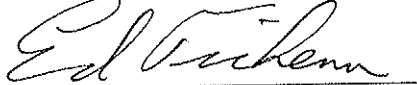
Robert Zehr, President



Kent Beeson, Vice-President



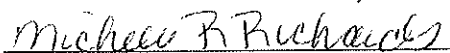
Roger Ford, Member



Ed Tichenor, Member

Chris Hadley, Member

ATTEST:



Michelle Richards, Clerk-Treasurer

Town of Whiteland Water Utility
Whiteland, Indiana

Ordinance Water Tracker Calculation

(A) Purchased Water Increase inclusive of URT	\$13,800.72
(B) Revenues Generated by metered water billings (Historic Revenues Generated)	\$907,491.86
(A) divided by (B) - increase required	1.521%

Multiply by base rates:

Part One Base Rate - Minimum Monthly Charge

<u>Meter Size</u>	<u>Current Charge *</u>	<u>Tracker Percentage</u>	<u>Tracker Amount</u>	<u>Adjusted Charge</u>
5/8" (4,000 gals.)	\$31.01	1.521%	\$0.47	\$31.48
3/4" (5,000 gals.)	44.63	1.521%	0.68	45.31
1" (5,000 gals.)	79.37	1.521%	1.21	80.58
1 1/2" (5,000 gals.)	178.74	1.521%	2.72	181.46
2" (5,000 gals.)	317.52	1.521%	4.83	322.35
3" (5,000 gals.)	714.47	1.521%	10.87	725.34
4" (5,000 gals.)	1,272.05	1.521%	19.35	1,291.40

Part Two Base Rates - Consumption Rates per 100 Gallons

<u>Amounts</u> <u>(gallons of water/month)</u>	<u>Current Rate*</u> <u>(per 100 gals.)</u>	<u>Tracker Percentage</u>	<u>Tracker Amount</u>	<u>Adjusted Charge</u>
Next 10,000 gallons	\$0.7206	1.521%	\$0.0110	\$0.7316
Next 10,000 gallons	0.7206	1.521%	0.0110	0.7316
Next 25,000 gallons	0.5370	1.521%	0.0082	0.5452
More than 50,000 gallons	0.4689	1.521%	0.0071	0.4760

* Effective February 1, 2014 and to be first implemented with bills issued in March 2014 and due in April 2014.

Impact:		
	<u>Current</u>	<u>After Ordinance Tracker</u>
Average User of 6,242 gallons	\$31.01	\$31.48
Base Charge	\$16.16	\$16.40
Usage	\$47.17	\$47.88
Total	\$47.17	\$47.88