

VILLAGE OF LOMBARD
REQUEST FOR BOARD OF TRUSTEES ACTION
For Inclusion on Board Agenda

 X Resolution or Ordinance (Blue) _____ *Waiver of First*
_____ Recommendations of Boards, Commissions & Committees (Green)
~~_____~~ Other Business (Pink)

TO: PRESIDENT AND BOARD OF TRUSTEES
FROM: Scott Niehaus, Village Manager
DATE: August 22, 2019 (COW)(B of T) Date: September 5, 2019
TITLE: Ordinances Amending Title 5, Chapter 50 of the Lombard Village Code in Regard to Water and Sewer Rates.

BACKGROUND/POLICY IMPLICATIONS:

Attached is the memo and communications plan discussed at the Finance and Administration (F&A) Committee meeting on August 13, 2019 which summarizes the results of the 2019 Water & Sewer Rate Study and recommendation to approve five (5) year rate ordinances. Also attached are ordinances that amend the Village Code as it relates to water and sewer rates for FY 2020-2024. Regardless of a one year or five year rate ordinance, staff reviews funding needs annually and will recommend necessary changes as needed.

Joint Recommendation from the Finance & Administration and Public Works & Environmental Concerns Committee

The Committees unanimously recommends to the Village Board scenario two that includes a \$.40 increase per 1,000 gallons of water used and \$5 fixed capital fee per bill effective January 1, 2020. The Committees also recommend a transition from bi-monthly (every other month) to monthly billing, and a redesigned water bill. Below is a summary of the proposed ordinances.

1. January 1, 2020 change to monthly billing instead of bi-monthly billing
2. Annual \$0.40 increase per 1,000 gallons of water used effective January 1st (2020, 2021, 2022, 2023, 2024)
3. January 1, 2020 a new \$5.00 fixed capital fee per monthly bill increasing \$0.25 per year (\$5.00 in 2020, \$5.25 in 2021, \$5.50 in 2022, \$5.75 in 2023, \$6.00 in 2024)
4. \$5.05 service charge per monthly bill effective January 1, 2020 thru January 31, 2024
5. Cross Connection charge per monthly bill for each non-residential customer account (\$4.50 in 2020, \$4.65 in 2021, \$4.80 in 2022, \$4.95 in 2023, \$5.10 in 2024)

The F&A Committee recommends the Village Board approve the attached five-year Water and Sewer rate ordinances with annual increases for 2020 thru 2024.

Review (as necessary):

Village Attorney X _____ Date _____
Finance Director X *Timothy Spector* _____ Date 8/23/19
Village Manager X *Scott Niehaus* _____ Date 8/26/19