

RESOLUTION NO. _____

**A RESOLUTION SETTING THE WASTEWATER RATES
WITHIN THE WASTEWATER SERVICE AREA OF
COLORADO SPRINGS UTILITIES**

WHEREAS, Colorado Springs Utilities (Utilities) has analyzed the cost of providing wastewater utility service to its Customers and has analyzed its current and expected revenue needs; and

WHEREAS, Utilities has prepared a Cost-of-Service Study that shows that the wastewater service is currently in an acceptable net income situation on a *pro forma* basis; and

WHEREAS, Utilities has proposed, and the City Council finds it prudent, to update the Cost-of-Service for allocation methodology changes to align with the other services; and

WHEREAS, Utilities has proposed, and the City Council finds it prudent, to modify the Residential, Nonresidential and Contract rates to reflect the appropriate cost for the services; and

WHEREAS, in consideration of the hardship these rate adjustments may cause to some customers, City Council finds it prudent to phase in the proposed rate adjustments to the Residential, Nonresidential and Contract rates over a two year period, with approximately half of the change effective January 1, 2017, and the remainder of the change effective January 1, 2018; and

WHEREAS, Utilities has proposed, and the City Council finds it prudent, to move the Military Customers from the Nonresidential rate class to the Contract Services rate class; and

WHEREAS, the details of the changes for each rate class, including the pricing changes noted above and all changes noted in the following clauses, are reflected in the tariff sheets attached to this resolution, are provided in red-line format within Utilities' 2017 Rate Case Filing, and are discussed further in the City Council Decision and Order for this case; and

WHEREAS, Utilities has provided public notice of the proposed changes and has complied with the requirements of the City Code for changing its wastewater rate schedules; and

WHEREAS, the City Council finds that the proposed modifications to the wastewater rate schedules and tariffs are reasonable in light of all circumstances and allow Utilities to collect revenues that enable Utilities to continue to operate in the best interest of all of its Customers; and

WHEREAS, Utilities has proposed to make the wastewater rate schedule and tariff changes effective January 1, 2017 and January 1, 2018 as applicable; and

WHEREAS, specific rates, policy changes, and changes to any terms and conditions of service are set out in the attached tariffs for adoption with the final City Council Decision and Order in this case.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF COLORADO SPRINGS:

Section 1: That Colorado Springs Utilities Tariff, City Council Volume No. 5, Wastewater Rate Schedules shall be revised as follows:

Effective January 1, 2017

City Council Vol. No. 5		
Sheet No.	Title	Cancels Sheet No.
First Revised Sheet No. 1	Table of Contents	Original Sheet No. 1
Fourth Revised Sheet No. 2	Residential Service – Inside City Limits	Third Revised Sheet No. 2
Third Revised Sheet No. 3	Nonresidential Service – Inside City Limits	Second Revised Sheet No. 3
Fourth Revised Sheet No. 5	Residential Service – Outside City Limits	Third Revised Sheet No. 5
Third Revised Sheet No. 6	Nonresidential Service – Outside City Limits	Second Revised Sheet No. 6
Third Revised Sheet No. 8	Contract Service – Outside City Limits	Second Revised Sheet No. 8
Original Sheet No. 8.1	Contract Service	

Effective January 1, 2018

City Council Vol. No. 5		
Sheet No.	Title	Cancels Sheet No.
Fifth Revised Sheet No. 2	Residential Service – Inside City Limits	Fourth Revised Sheet No. 2
Fourth Revised Sheet No. 3	Nonresidential Service – Inside City Limits	Third Revised Sheet No. 3
Fifth Revised Sheet No. 5	Residential Service – Outside City Limits	Fourth Revised Sheet No. 5
Fourth Revised Sheet No. 6	Nonresidential Service – Outside City Limits	Third Revised Sheet No. 6
Fourth Revised Sheet No. 8	Contract Service – Outside City Limits	Third Revised Sheet No. 8
First Revised Sheet No. 8.1	Contract Service	Original Sheet No. 8.1

Section 2: The attached Tariff Sheets, Council Decision and Order, and other related matters are hereby approved and adopted.

Dated at Colorado Springs, Colorado, this 8th day of November, 2016.

City Council President

ATTEST:

Sarah B. Johnson, City Clerk