

REPORT / RECOMMENDATION



To: MAYOR AND COUNCIL

Agenda Item #: IV. E.

From: Eric Roggeman, Finance Director

Action

Discussion

Date: January 20, 2015

Information

Subject: Ordinance No. 2015-01 Setting Morningside Water Rates For 2015

Action Requested:

Approve Ordinance 2015-01 Amending Code Section 2-724 Schedule A Setting Morningside Water Rates for 2015, including waiver of second reading.

Information / Background:

Minneapolis provides water service to much of the Morningside area of Edina. Edina pays Minneapolis for the water that comes into our City from Minneapolis based on a contracted rate. The contracted rate that Edina pays is proportional to the rates the Minneapolis City Council sets for their own residents. The Minneapolis City Council recently approved 2015 rates for their residents and notified the City of Edina that we will pay \$2.10 per 100 cubic feet (unit) of water this year, compared to \$2.03/unit last year.

The City of Edina also provides services to this area in the form of meter reading, billing, water distribution infrastructure, and other services except for the water itself. For these Edina-provided services, we charged \$0.42/unit in 2014. Staff is recommending to Council an increase for the Edina portion of the charge to \$0.44/unit in 2015, consistent with the most recent rate study and the water rate increases Council recently approved for the rest of Edina.

	2013	2014	2015
Minneapolis charge	\$2.04	\$2.03	\$2.10
Edina charge	<u>\$0.40</u>	<u>\$0.42</u>	<u>\$0.44</u>
Total rate	<u>\$2.44</u>	<u>\$2.45</u>	<u>\$2.54</u>

Attachment:

Ordinance No. 2015-01 Setting Morningside Water Rates for 2015

ORDINANCE NO. 2015-01

THE CITY COUNCIL OF THE CITY OF EDINA ORDAINS:

Section 1. The following described fees of Schedule A to Code Section 2-724 are amended to read as follows:

Chapter	Section	Purpose of Fee/Charge	Amount
28	43(b)	<u>Water Service:</u> 2. For Morningside area	\$2.54 Per 100 cubic feet – Morningside Area

Section 2. This Ordinance is effective for water billing after February 1, 2015.

First Reading:

Second Reading:

Published:

ATTEST: _____
 Debra Mangen-City Clerk

 James B. Hovland-Mayor