



# City of West Allis

7525 W. Greenfield Ave.  
West Allis, WI 53214

## Resolution

**File Number: R-2013-0100**

**Final Action:**

**Sponsor(s):** Public Works Committee

**MAY 07 2013**

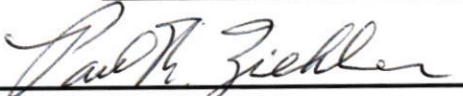
Resolution authorizing staff to petition the Public Service Commission for a PWAC Rate Adjustment.

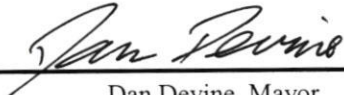
WHEREAS, the West Allis Municipal Water Utility's rate file includes a Purchased Water Adjustment Clause that allows the Utility to adjust it's rates to reflect an increase or decrease in the purchased water expense incurred by the Utility, and:

WHEREAS, the West Allis Water Utility purchases water from Milwaukee Water Works as a wholesale customer for distribution to West Allis Water Utility customers; and

WHEREAS, the Utility's wholesale supplier applied for and received a rate increase from the Public Service Commission effective for service rendered on and after June 1, 2013; and

NOW, THEREFORE, BE IT RESOLVED by the Common Council of the City of West Allis that the Finance Manager/Comptroller be and is hereby authorized and directed to file an application with the Public Service Commission of Wisconsin for a PWAC Rate Adjustment.

**ADOPTED**           MAY 07 2013            
  
\_\_\_\_\_  
Paul M. Ziehler, City Admin. Officer, Clerk/Treas.

**APPROVED**           5/13/13            
  
\_\_\_\_\_  
Dan Devine, Mayor

May 7<sup>th</sup>, 2013

Board of Public Works:

As you may know, Milwaukee Water Works was recently granted a 3.0% rate increase effective June 1<sup>st</sup>, 2013. Since the West Allis Municipal Water Utility purchases water from Milwaukee Water Works for resale to its customers, this will result in an approximate \$75,000 yearly increase in expense to the Utility. A Purchased Water Adjustment Clause (PWAC) is included in the West Allis Municipal Water Utility's rate file. This adjustment clause protects the Water Utility from the financial impact of such an increase. Therefore, the West Allis Municipal Water Utility intends to submit a PWAC application to the Public Service Commission for their approval. The estimated new rates are as follows.

<b>Quarterly Service Charge</b>	<b><u>Previous Rate</u></b>	<b><u>New Rate</u></b>
(Based on Meter Size): 5/8 or 3/4 inch	\$33.00	\$33.06
1-inch	\$47.40	\$47.48
1 1/4 - inch	\$62.40	\$62.51
1 1/2 - inch	\$75.00	\$75.13
2 - inch	\$112.50	\$112.69
3 - inch	\$165.00	\$165.26
4 - inch	\$231.00	\$231.34
6 - inch	\$354.00	\$354.45
8 - inch	\$495.00	\$495.57
10 - inch	\$678.00	\$678.70

**Plus Volume Charges:**

	<b><u>Previous Rate</u></b>	<b><u>New Rate</u></b>
First 100 ccf's used per quarter	\$1.95	\$1.98
Next 4,900 ccf's used per quarter	\$1.85	\$1.88
Next 5,000 ccf's used per quarter	\$1.80	\$1.83
Over 10,000 ccf's used per quarter	\$1.75	\$1.78

*NOTE: 1 ccf is approximately 748 gallons*