

ORDINANCE 1-2011

**ORDINANCE OF THE BOROUGH OF MADISON AMENDING CHAPTER
190 OF THE MADISON BOROUGH CODE ENTITLED "WATER" TO
AUTHORIZE THE REVISION OF THE BOROUGH OF MADISON'S WATER
RATES AND SERVICE FEES**

WHEREAS, the Chief Financial Officer of the Borough of Madison has recommended that the water utility rates be increased due to increased costs primarily for significant water main replacements and an automatic meter reading system; and

WHEREAS, the Chief Financial Officer has recommended that Section 190-32 A of the Borough Code regarding Water Rates for Metered Service be amended to read as follows:

190-32 A. (1) All water furnished in any quarter annual period shall be priced at the following rates:

<u>Rates per Cubic Foot</u>	
0 to 1,000	\$.0303
1,001 to 3,000	\$.0319
3,001 and higher	\$.0349

subject to the minimum quarterly charge required in Subsection B below.

WHEREAS, Borough Chief Financial Officer has further recommended that Section 190-32 B of the Borough Code remain unchanged at the current rates:

Meter Size (inches)	For Any Amount of Water Furnished Not in Excess of (Cubic Feet)	Minimum Charge (per quarter)
5/8	670	\$20.29
¾	670	\$20.29
1	1682	\$52.07
1½	3,401	\$108.11
2	5,412	\$178.30
3	6,171	204.78
4	9,888	\$334.51
6 and greater	18,632	\$639.62

WHEREAS, the Borough Council, after due consideration has determined to proceed with said recommendation.

NOW, THEREFORE, BE IT ORDAINED by the Council of the Borough of Madison, in the County of Morris and State of New Jersey, as follows:

SECTION 1: Section 190-32 of the Borough Code entitled %Water Rates for Metered Service+is hereby amended to revise the water utility rates as set forth herein.

SECTION 2: All other rates and terms remain the same, except those changed herein.

SECTION 3: This Ordinance shall take effect on February 1, 2011.

SECTION 4: One half of the recommended 20% rate increase will be dedicated to funding approximately \$1,000,000 for the automated meter reading system. This will require a time frame of approximately five years to fully fund this project. This 10%will sunset from the water rates when the project is completely installed. That date will be January 31, 2016 or when the project is fully funded.