

**CITY OF DIAMOND CITY, ARKANSAS
ORDINANCE NUMBER 06-2013**

**AN ORDINANCE BY THE CITY COUNCIL OF DIAMOND CITY, BOONE COUNTY, ARKANSAS TO AMENDING
ORDINANCE 03-11 THE RATES CHARGED TO CUSTOMERS OF THE CITY OF DIAMOND CITY, BOONE
COUNTY, ARKANSAS WATER SYSTEM AND DECLARING AN EMERGENCY.**

WHEREAS, the City of Diamond City has entered into a signed contract with the citizens of Diamond City for the city to provide water services for a monthly fee; and

WHEREAS, the City of Diamond City, Arkansas is responsible for determining reasonable water rates to ensure that the City has the resources to meet its obligations and provide for the efficient operation of the system; and

WHEREAS, to meet the obligations of the city of Diamond City, there is a need for a yearly rate increase for water services to ensure the solvency of the system; and

WHEREAS, the City of Diamond City in order to ensure the future solvency of the Diamond City, Arkansas, Water System, has ordained that there will be a rate increase that will occur in the month of January of each calendar year beginning with the year 2013, the rate increase set by recommendation of the Mayor and the Recorder/Treasurer with the approval of the Diamond City Council,

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF DIAMOND CITY: that Section VIII: Water Rates be amended as follows:

The following table will be the rates for service from the Diamond City Water system in 2013 and 2014:

| Residential and Commercial Inside The City Limits | 2013 | 2014 |
|--|---------------|--------------|
| 1,000 Gallons | \$16.50 Min | \$19.25 Min |
| | \$ 9.50 /1000 | \$12.25/1000 |
| Commercial Rates Outside City Limits | | |
| First 1,000 Gallons | \$21.50 | \$24.25 |
| | \$ 9.50 Min | \$12.25/1000 |
| Corps of Engineers Park | | |
| First 1000 Gallons | \$16.50 Min | \$19.25 Min |
| | \$ 9.50 /1000 | \$12.25/1000 |

These rates will be increased in January of each successive year by 3%.

EMERGENCY CLAUSE

It is hereby declared that the current procedures and costs do not generate sufficient funds to compensate the City of Diamond City for costs incurred. Therefore an emergency is declared to exist and in order to preserve the health, welfare, and safety of the citizens of Diamond City, the provisions hereof have immediate effect and therefore this ordinance shall be in full force and effect from and after its passage.

Approved and adopted by roll call vote as follows this 30th day of May 2013.

Ayes 4 Nays 3 Abstentions 0 Absent 0

I, the undersigned, hereby certify that the City Council of Diamond City, Arkansas duly adopted the foregoing Ordinance amending the rates of Ordinance 03-11.

ATTEST:


Cheryl Guthrie
Recorder/Treasurer

APPROVED:


Shari Marshall
Mayor