WHEREAS, the City of Lynnwood Wastewater Comprehensive Plan dated November 2012 defines the Operations and Maintenance and Capital needs of the sewer utility; and

WHEREAS, the City desires to base sewer rates on the actual cost of providing all maintenance and operations services and capital construction costs; and

WHEREAS, the City desires to base sewer rates on the cost of treating sewage by charging customers based on the volume and nature or strength of the wastewater produced; and

WHEREAS, the new sewer rates move toward equity to the ratepayer by charging for the amount of service used; and

WHEREAS, the sewer rate structure was last adjusted in 2010 and before that in 2007;

WHEREAS, the City has determined that it is necessary to revise the City’s sewer service procedures and regulations;
NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF LYNNWOOD DO ORDAIN AS
FOLLOWS:

Section 1. Section 14.06.130 of the Lynnwood Municipal Code is hereby amended as
follows:

14.06.130 "M."

"Mass limit" or "mass loading" means the total number of pounds of a pollutant allowed to be
discharged during a specified time period. It shall be calculated using the following formula:
pounds/day = (conc. in mg/L) x (gal. discharge/day*) x 8.34

*In million gallons discharged per day, i.e., 100 gallons is represented by 0.000100 in million
gallons.

"Middle tier significant categorical industrial user" means at the director's discretion, a categorical
industrial user may be deemed a "middle tier significant ClU" where the industrial user meets all of
the following conditions:

1. The industrial user's total categorical wastewater flow does not exceed any of the
   following:

   a. One-hundredth percent of the design dry weather hydraulic capacity of the
      POTW, or 5,000 gallons per day, whichever is smaller, as measured by a
      continuous effluent flow monitoring device unless the industrial user discharges
      in batches;

   b. One-hundredth percent of the design dry weather organic treatment capacity
      of the POTW; and

   c. One-hundredth percent of the maximum allowable headworks loading for any
      pollutant regulated by the applicable categorical pretreatment standard for
      which approved local limits were developed by the POTW;

2. The industrial user has not been in significant noncompliance, as defined in 40 CFR
   403.8(f)(2)(viii), for any time in the past two years;

3. The industrial user does not have daily flow rates, production levels, or pollutant
   levels that vary so significantly that decreasing the reporting requirement for this
   industrial user would result in data that are not representative of conditions.

"Minor violation" means any pollutant concentrations or mass loadings in excess of the effluent
limitations allowed by LMC 14.60.319, or by a discharge permit issued under this chapter which are:

1. Less than 1.2 times the average concentration or mass loading allowed by the
   provisions of this title or any discharge permit issued hereunder; or

2. Less than 2.5 times the maximum concentration or mass loading allowed by the
   provisions of this chapter or any discharge permit issued hereunder.

"Monthly average" means the sum of all daily discharges measured during a calendar month divided
by the number of daily discharges measured during that month.

"Multifamily user" means a residential building designed for two or more families, or for more than
five unrelated persons. It includes duplexes, triplexes, fourplexes, apartment buildings, dormitories,
boarding houses, rooming houses, and zero lot line buildings wherein the City permitted multiple units within a building to be served by a common water meter.

Section 2. Section 14.06.190 of the Lynnwood Municipal Code is hereby amended as follows:

14.06.190 “S.”

“Sanitary sewage” means the water-carried wastes from residences, hotels, restaurants, eating houses, or from business establishments or premises engaged solely in the sale, storage or repair of goods, wares or merchandise, and which contains properly shredded garbage, human wastes or animal wastes.

“Sanitary sewer” means the pipe or conduit system used for the collection and transportation of sewage and into which storm, surface and groundwater are not intentionally admitted, except as herein provided.

Sanitary Sewer System. See “POTW.”

“Septage” means the solid and liquid wastes from septic tanks, vault toilets, portable toilets or similar facilities.

“Service lateral” means that portion of the public sewer line running from the sewer main to the property line.

“Sewage” means wastewater.

Shall/May. “Shall” is mandatory. “May” is permissive.

Side Sewer. See “Building sewer.”

Significant Industrial User (or SIU). Except as provided in subsections (3) and (4) of this definition, the term “significant industrial user” means:

1. All industrial users subject to categorical pretreatment standards under 40 CFR 403.6 and 40 CFR Chapter I, Subchapter N; and

2. Any other industrial user that:
   a. Discharges an average of 25,000 gallons per day or more of process wastewater to the POTW (excluding sanitary, noncontact cooling and boiler blowdown wastewater);
   b. Contributes a process wastestream which makes up five percent or more of the average dry weather hydraulic or organic capacity of the POTW treatment plant; or
   c. is designated as such by the control authority on the basis that the industrial user has a reasonable potential for adversely affecting the POTW’s operation or for violating any pretreatment standard or requirement (in accordance with 40 CFR 403.8(f)(6)).
3. The control authority may determine that an industrial user subject to categorical pretreatment standards under 40 CFR 403.6 and 40 CFR Chapter I, Subchapter N is a nonsignificant categorical industrial user rather than a significant industrial user on a finding that the industrial user never discharges more than 100 gallons per day (gpd) of total categorical wastewater (excluding sanitary, noncontact cooling and boiler blowdown wastewater, unless specifically included in the pretreatment standard) and the following conditions are met:

   a. The industrial user, prior to the control authority's finding, has consistently complied with all applicable categorical pretreatment standards and requirements;
   b. The industrial user annually submits the certification statement required in 40 CFR 403.12(q) together with any additional information necessary to support the certification statement; and
   c. The industrial user never discharges any untreated concentrated wastewater.

4. Upon a finding that an industrial user meeting the criteria in subsection (2)(b) of this definition has no reasonable potential for adversely affecting the POTW's operation or for violating any pretreatment standards or requirement, the control authority may at any time, on its own initiative or in response to a petition received from an industrial user or POTW, and in accordance with 40 CFR 403.8(f)(6), determine that such industrial user is not a significant industrial user.

"Significant violation" has the same meaning as "significant noncompliance," as set forth in 40 CFR 403.8(f)(2)(viii), as now existing or hereafter amended, one copy of which shall be on file with the finance director, and which is adopted by this reference.

"Single-family user" means all users living in a dwelling unit that is occupied by one family or by not more than five unrelated persons. It includes detached single-family residences, and zero-lot-line buildings wherein the building is on a separate fee simple lot, is used for residential purposes, and is served by a separate water meter.

"Slug" or "slugload" means any pollutant (including BOD) released in a discharge at a flow rate or concentration which will cause a violation of the specific discharge prohibitions of the title, any permit, or federal pretreatment regulations.

"Spill" means any nonintentional discharge which enters the POTW.

"Standard industrial classification" (or "SIC") means a classification pursuant to the most recent edition of the "Standard Industrial Classification Manual," issued by the Executive Office of the President, Office of Management and Budget.

"State" means the state of Washington.

"Storm sewer" means a pipe system or conduit which carries storm and surface waters and drainage, but excludes sewage and industrial wastes, other than unpolluted cooling water.
Section 3. Section 14.40.020 of the Lynnwood Municipal Code is hereby amended as follows:

Residential single-unit shall be charged at the base rate per month in Table 1 in LMC 14.40.035. This base rate shall include the first 2,000 cubic feet (20CCF) of water consumption per unit per bimonthly bill. Customers will be charged for each 100 cubic feet (1CCF) of water consumption above the first 2,000 cubic feet (20 CCF) at the rate specified in Table 1 in LMC 14.40.035. The calculation of metered water consumption shall be based on LMC 14.40.035.

Section 4. Section 14.40.025 of the Lynnwood Municipal Code is hereby amended as follows:

14.40.025 Residential multiple-unit rates.
Each residential multiple-unit customer and each mobile home park shall be charged a base rate per month per separate dwelling unit in Table 1 in LMC 14.40.035. The base rate shall include 2,000 cubic feet (20 CCF) of water consumption per unit every two months. Customers will be charged for each 100 cubic feet (1 CCF) of water consumption above the first 2,000 cubic feet (20 CCF) per unit every two months, at the rate specified in LMC 14.40.035.

Section 5. Section 14.40.030 of the Lynnwood Municipal Code is hereby amended as follows:

14.40.030 Commercial and industrial rates.
Each commercial or industrial customer shall be charged a base rate per month per separate water meter in Table 1 in LMC 14.40.035. The base rate shall include 2,000 cubic feet (20 CCF) of water consumption per meter per bimonthly bill. Customers will be charged for each 100 cubic feet (1 CCF) of water consumption above the first 2,000 cubic feet (20 CCF) per meter per bi-monthly bill, based on the customer’s strength classification at the rate specified in LMC 14.40.035.

Section 6. Section 14.40.035 of the Lynnwood Municipal Code is hereby amended as follows:

14.40.035 Sewer volume charge based on metered water consumption.
Each customer, including residential single-unit, residential multiple-unit per unit, and commercial and industrial per meter, shall be charged a rate per 100 cubic feet (1 CCF) of residential or commercial/industrial use in excess of the first 2,000 cubic feet (20 CCF) every two months included in the base rate. This rate shall be as specified in Table 1 of this section.

To account for summer water that does not enter the sewer system, the volume billed to residential customers in their July, August, September, and October billings no matter when the water usage actually occurred, shall be adjusted according to the individual customer’s winter usage. Winter usage shall be determined by water used in October through April.
Table 1: Sewer Rates

<table>
<thead>
<tr>
<th>Customer Classification</th>
<th>2014 Bi-Monthly Rate</th>
<th>2015 Bi-Monthly Rate</th>
<th>2016 Bi-Monthly Rate</th>
<th>2017 Bi-Monthly Rate</th>
<th>2018 Bi-Monthly Rate</th>
<th>2019 Bi-Monthly Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Residential Single-Unit</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bi-Monthly Base Rate (incl. 20 CCF)</td>
<td>$77.57</td>
<td>$80.60</td>
<td>$83.74</td>
<td>$86.25</td>
<td>$88.84</td>
<td>$91.51</td>
</tr>
<tr>
<td>Bi-Monthly Volume Charge &gt;20 CCF</td>
<td>$3.17**</td>
<td>$3.29**</td>
<td>$3.42**</td>
<td>$3.52**</td>
<td>$3.63**</td>
<td>$3.74**</td>
</tr>
<tr>
<td>Special Sewer Rate</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>See LMC 14.40.040, Special Sewer Rates</td>
</tr>
<tr>
<td>Residential Multiple/Mobile Combined</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bi-Monthly Base Rate (incl. 20 CCF per unit)</td>
<td>$60.40</td>
<td>$61.85</td>
<td>$63.33</td>
<td>$64.85</td>
<td>$66.41</td>
<td>$68.00</td>
</tr>
<tr>
<td>Bi-Monthly Volume Charge &gt;20 CCF per unit</td>
<td>$2.83*</td>
<td>$2.89*</td>
<td>$2.96*</td>
<td>$3.03*</td>
<td>$3.11*</td>
<td>$3.18*</td>
</tr>
<tr>
<td>Special Sewer Rate</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>See LMC 14.40.040, Special Sewer Rates</td>
</tr>
<tr>
<td>Commercial/Industrial (Based on Meter Size)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>5/8 – 3/4-Inch Meter</td>
<td>$109.51</td>
<td>$119.36</td>
<td>$127.72</td>
<td>$135.06</td>
<td>$142.83</td>
<td>$147.12</td>
</tr>
<tr>
<td>1-Inch Meter</td>
<td>$140.40</td>
<td>$153.03</td>
<td>$163.74</td>
<td>$173.16</td>
<td>$183.12</td>
<td>$188.61</td>
</tr>
<tr>
<td>1-1/2-Inch Meter</td>
<td>$168.48</td>
<td>$183.64</td>
<td>$196.49</td>
<td>$207.79</td>
<td>$219.74</td>
<td>$226.33</td>
</tr>
<tr>
<td>2-Inch Meter</td>
<td>$252.71</td>
<td>$275.46</td>
<td>$294.74</td>
<td>$311.69</td>
<td>$329.61</td>
<td>$339.50</td>
</tr>
<tr>
<td>3-Inch Meter</td>
<td>$849.70</td>
<td>$925.84</td>
<td>$990.65</td>
<td>$1047.61</td>
<td>$1107.85</td>
<td>$1141.08</td>
</tr>
<tr>
<td>4-Inch Meter</td>
<td>$1074.03</td>
<td>$1170.69</td>
<td>$1252.64</td>
<td>$1324.67</td>
<td>$1400.83</td>
<td>$1442.86</td>
</tr>
<tr>
<td>6-Inch Meter</td>
<td>$1593.49</td>
<td>$1736.91</td>
<td>$1858.49</td>
<td>$1965.35</td>
<td>$2078.36</td>
<td>$2140.71</td>
</tr>
</tbody>
</table>

Commercial/Industrial (Based on Meter Size/Strength)
A. **Strength < 3**

| Volume Rate per CCF over first 20 CCF | $3.53 | $3.85 | $4.12 | $4.35 | $4.60 | $4.74 |

B. **Strength = 3**

| Volume Rate per CCF over first 20 CCF | $4.87 | $5.31 | $5.73 | $6.18 | $6.67 | $6.95 |

C. **Strength = 4**

| Volume Rate per CCF over first 20 CCF | $7.91 | $8.62 | $9.28 | $9.95 | $10.67 | $11.15 |

D. **Strength = 5**

| Volume Rate per CCF over first 20 CCF | $8.90 | $9.70 | $10.47 | $11.31 | $12.23 | $13.24 |

**SEWER ONLY ACCOUNTS**

<table>
<thead>
<tr>
<th>Residential Single-Unit</th>
<th>$80.92</th>
<th>$84.07</th>
<th>$87.35</th>
<th>$89.97</th>
<th>$92.67</th>
<th>$95.45</th>
</tr>
</thead>
<tbody>
<tr>
<td>Residential Multiple-Unit Per Unit</td>
<td>$63.45</td>
<td>$64.97</td>
<td>$66.53</td>
<td>$68.13</td>
<td>$69.76</td>
<td>$71.44</td>
</tr>
<tr>
<td>Commercial/Industrial Per Account</td>
<td>$224.19</td>
<td>$244.37</td>
<td>$261.47</td>
<td>$276.51</td>
<td>$292.41</td>
<td>$301.18</td>
</tr>
</tbody>
</table>

* Base rate per unit plus volume over 20 CCF per unit.

** For next additional 35 CCF (no charges are incurred for volumes over the additional 35 CCF per bi-monthly period).

**Section 7.** Section 14.40.040 of the Lynnwood Municipal Code is hereby amended as follows:

**14.40.040 Special sewer rates.**

A. Qualifications, Categories, and Other Administrative Rules Related to Special Sewer Rates: For qualifications, categories, and other administrative rules related to special sewer rates, see 13.20.080

B. Special Sewer Rate Chart. The following rate chart is based on income levels (see 13.20.080).
Residential Single-Unit Rates:

<table>
<thead>
<tr>
<th>Sewer Customer Classification</th>
<th>2014 Bi-Monthly Rate</th>
<th>2015 Bi-Monthly Rate</th>
<th>2016 Bi-Monthly Rate</th>
<th>2017 Bi-Monthly Rate</th>
<th>2018 Bi-Monthly Rate</th>
<th>2019 Bi-Monthly Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Special Sewer Rates, Income Level Status A (40%)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bi-Monthly Base Rate (incl. 20 CCF)</td>
<td>$31.03</td>
<td>$32.24</td>
<td>$33.50</td>
<td>$34.50</td>
<td>$35.54</td>
<td>$36.60</td>
</tr>
<tr>
<td>Bi-Monthly Volume Charge &gt; 20 CCF</td>
<td>$1.27</td>
<td>$1.32</td>
<td>$1.37</td>
<td>$1.41</td>
<td>$1.45</td>
<td>$1.50</td>
</tr>
<tr>
<td>Special Sewer Rates, Income Level Status B (45%)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bi-Monthly Base Rate (incl. 20 CCF)</td>
<td>$34.91</td>
<td>$36.27</td>
<td>$37.68</td>
<td>$38.81</td>
<td>$39.98</td>
<td>$41.18</td>
</tr>
<tr>
<td>Bi-Monthly Volume Charge &gt; 20 CCF</td>
<td>$1.43</td>
<td>$1.48</td>
<td>$1.54</td>
<td>$1.59</td>
<td>$1.63</td>
<td>$1.68</td>
</tr>
<tr>
<td>Special Sewer Rates, Income Level Status C (50%)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bi-Monthly Base Rate (incl. 20 CCF)</td>
<td>$38.79</td>
<td>$40.30</td>
<td>$41.87</td>
<td>$43.13</td>
<td>$44.42</td>
<td>$45.75</td>
</tr>
<tr>
<td>Bi-Monthly Volume Charge &gt; 20 CCF</td>
<td>$1.58</td>
<td>$1.65</td>
<td>$1.71</td>
<td>$1.76</td>
<td>$1.81</td>
<td>$1.87</td>
</tr>
</tbody>
</table>

Section 8. Section 14.40.045 of the Lynnwood Municipal Code is hereby repealed in its entirety:

Section 9. Section 14.40.050 of the Lynnwood Municipal Code is hereby amended as follows:

14.40.050 Commencement of Sewer Service Account and Utility Billing Procedures.
Whenever any new sewer service is made available through extension of the sewer system or otherwise, the monthly sewer service charge shall commence on the first day of the month following the month in which the sewer extension for sewer-only accounts is accepted by the city or the water meter is installed for combined utility accounts.

For utility billing procedures that also apply, see LMC 13.34.030-090.

Section 10. Section 14.40.055 of the Lynnwood Municipal Code is hereby repealed in its entirety:
Section 11. Section 14.40.060 of the Lynnwood Municipal Code is hereby repealed in its entirety:

Section 12. Section 14.40.065 of the Lynnwood Municipal Code is hereby amended as follows:

14.40.065 Minimum sewer charge.
For sewer only accounts, for which water is not metered, there shall be a minimum sewer charge equal to the base charge for the classification as specified in Table 1, LMC 14.40.035. Every parcel having a sewer connection will be charged the base sewer rate notwithstanding shut-off of a water supply due to nonpayment or an approved request. The base sewer charge will be discontinued upon capping of the sewer stub in accordance with city standards, and filing application to discontinue billing.

Section 13. Section 14.40.080 of the Lynnwood Municipal Code is hereby repealed in its entirety:

Section 14. Severability. If any section, subsection, sentence, clause, phrase or word of this ordinance should be held to be invalid or unconstitutional by a court of competent jurisdiction, such invalidity or unconstitutionality therefore, shall not affect the validity or constitutionality of any other section, subsection, sentence, clause, phrase or word of this ordinance.

Section 15. Effective Date. This ordinance or a summary thereof consisting of the title shall be published in the official newspaper of the City, and shall take effect and be in full force five (5) days after publication.

PASSED BY THE CITY COUNCIL, the 14th day of October, 2013.

APPROVED:

Don Gough, Mayor

ATTEST/AUTHENTICATED:

Lorenzo Hines Jr., Finance Director

APPROVED AS TO FORM:

Rosemary Larson, City Attorney
On the 14th day of October, 2013 the City Council of the City of Lynnwood, Washington, passed Ordinance No. 3025. A summary of the content of said ordinance, consisting of the title, provides as follows:

ORDINANCE NO. 3025


The full text of this ordinance will be mailed upon request.

DATED this 18th day of October

[Signature]

Lorenzo Hines Jr., Finance Director
Everett Daily Herald

Affidavit of Publication

STATE OF WASHINGTON }
COUNTY OF SnoHOMISH } ss

The undersigned, being first duly sworn on oath deposes and says that she is Principal Clerk of THE HERALD, a daily newspaper printed and published in the City of Everett, County of Snohomish, and State of Washington; that said newspaper is a newspaper of general circulation in said County and State; that said newspaper has been approved as a legal newspaper by order of the Superior Court of Snohomish County and that the notice is a true copy of - Ordinances 3024, 3025 and 3026 a printed copy of which is hereunto attached, was published in said newspaper proper and not in supplement form, in the regular and entire edition of said paper on the following days and times, namely:
2 issue(s), such publication commencing on 10/18/2013 and ending on 10/18/2013 and that said newspaper was regularly distributed to its subscribers during all of said period.
The amount of the fee for such publication is $ 78.66.

Subscribed and sworn before me on this day of October, 2013.

Notary Public in and for the State of Washington, residing at Everett, Snohomish County.

City of Lynnwood EDH127890 - PO: OHD 3024, 3025, 3026
ORDERED BY: DEBBIE KARBER
I, the undersigned, Lorenzo Hines Jr., the duly appointed City Clerk of the City of Lynnwood, Washington, hereby certify that the Ordinance hereto attached is a full, true and correct copy of Ordinance No. 3025 of the City of Lynnwood, Washington, entitled as follows:

ORDINANCE NO. 3025


That said ordinance was passed by the Council on October 14, 2013 of said City and was published and posted according to law; that said ordinance was duly published in the official newspaper of said City on October 18, 2013.

Lorenzo Hines, Jr., City Clerk of the City of Lynnwood, Washington