

Memorandum



CITY OF DALLAS

DATE September 16, 2022

TO Honorable Mayor and Members of the City Council

SUBJECT **Upcoming Agenda Item 22-2073, Fee and Rate Adjustments in the FY23 Budget**

The September 28 City Council agenda include an ordinance for your consideration amending Chapters 2, 5A, 17, 18, 20A, 27, and 49 of the Dallas City Code to (1) adjust fees related to the criminal nuisance abatement program; (2) adjust fees for development support services; (3) adjust fees related to air quality compliance; (4) adjust fees related to street utility cut control; (5) adjust rates and charges for treated water service, wastewater service, wholesale water, and wastewater service to governmental entities, additional water meters, untreated water service, service connections, fire hydrant usage, and industrial surcharge rate formula for excessive concentrations (6) adjust rates and charges for sanitation collection and disposal of solid waste services; (7) adjust rates and charges for floodplain and drainage management, and stormwater drainage; (8) adjust fees related to mobile food and inspection; (9) providing penalty; (10) providing saving clause; (11) providing severability clause; and (12) providing effective date.

In compliance with the City's Financial Management and Performance Criterion #12, we review selected fees and charges annually to determine the extent to which we recover the full cost of associated services. As a result of this year's review, we included changes to various fees in the City Manager's FY23 Recommended Budget, many of which require a code amendment. The table below lists the rate structures included in the ordinance and shows fee changes of General Fund departments which participated in this year's fee study, Enterprise Fund departments (Dallas Water Utilities, Sanitation, and Storm Drainage Management) as well as the Code Compliance reversals approved by City Council on April 4, 2022 and June 21, 2022.

Department	Rate Structure
City Attorney's Office	Criminal Nuisance Program
Code Compliance Services	Criminal Nuisance Program
Dallas Police Department	Criminal Nuisance Program
Dallas Fire Department	Criminal Nuisance Program
Housing & Neighborhood Revitalization	Development Support Services
Management Services - Office of Environmental Quality and Sustainability	Air Quality Compliance
Public Works	Street Utility Cut Control Fees

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Department	Rate Structure
Dallas Water Utilities	Retail and wholesale rates to provide sufficient revenues for providing water and wastewater service to Dallas and its customer cities
Sanitation Services	Rates and charges for collection and disposal of solid waste
Storm Drainage Management	Rates and charges for floodplain and drainage management, and stormwater drainage
Code Compliance Services*	Mobile Food Fees


*Code Compliance Services fee reversals approved by City Council on 4/4/22 and 6/21/22 will remain during FY 2022-23. Estimated Revenue Foregone associated with these reversals is \$167,999.

These fee changes are expected to generate the estimated revenue below:

- General Fund: \$440,554
- Dallas Water Utilities Fund: \$29,752,758
- Sanitation Operation Fund: \$4,827,375
- Storm Drainage Management: \$3,119,156

The proposed fees are listed in the attachment. If this item fails, the budget will be out of balance, and we will need to reconsider the budget ordinance.

If you have any questions, please contact Janette Weedon, Director of Budget and Management Services.


Jack Ireland
Chief Financial Officer

[Attachment]

c: T.C. Broadnax, City Manager
Chris Caso, City Attorney
Mark Swann, City Auditor
Billerae Johnson, City Secretary
Preston Robinson, Administrative Judge
Kimberly Bizer Tolbert, Deputy City Manager
Jon Fortune, Deputy City Manager

Majed A. Al-Ghafry, Assistant City Manager
M. Elizabeth (Liz) Cedillo-Pereira, Assistant City Manager
Robert Perez, Assistant City Manager
Carl Simpson, Assistant City Manager
Genesis D. Gavino, Chief of Staff to the City Manager
Directors and Assistant Directors

Fee Category	Fee Description	Current	Proposed	Variance
Criminal Nuisance Abatement Program (ATT, CCS, DPD, DFD) Fees				
Residential	Residential (0-2) units	\$1,629	\$3,211	\$1,582
	Residential (3-20) units	\$2,009	\$5,387	\$3,378
	Residential (21-59) units	\$2,752	\$6,679	\$3,927
	Residential (60-250) units	\$3,564	\$8,606	\$5,042
	Residential (251-500) units	\$4,321	\$11,315	\$6,994
	Residential (501-1000) units	\$5,317	\$11,229	\$5,912
	Residential (1,001 or more) units	\$6,313	\$12,643	\$6,330
Nonresidential	Nonresidential (0-4,999) sq. ft	\$2,802	\$5,449	\$2,647
	Nonresidential (5,000-9,999) sq. ft	\$3,447	\$6,623	\$3,176
	Nonresidential (10,000-59,999) sq. ft	\$4,926	\$8,180	\$3,254
	Nonresidential (60,000-99,999) sq. ft	\$7,653	\$10,680	\$3,027
	Nonresidential (100,000 or more) sq. ft	\$9,825	\$11,384	\$1,559
Housing & Neighborhood Revitalization (HOU) Fees				
Development Support Services Fees City Code: Chapter 20A - Fair Housing	Pre-application Activities	\$92	\$1,390	\$1,298
	Initial first year activities (including receiving a development bonus, filing the mixed-income restrictive covenant, and initial leasing.)	\$625	\$485	(\$140)
	Compliance monitoring during affordability period	\$3,736	\$11,082	\$7,346
MGT - Office of Environmental Quality and Sustainability (OEQ) Fees				
Air Quality Compliance Fees City Code: Chapter 5A - Air Pollution	Class 1 Facility	\$1,465	\$1,442	(\$23)
	Class 2 Facility	\$1,200	\$1,093	(\$107)
	Class 3 Facility	\$940	\$988	\$48
	Class 4 Facility	\$960	\$988	\$28
	Class 5 Facility	\$110	\$86	(\$24)
Public Works (PBW) Fees				
Street Utility Cut Control Fees City Code: Chapter 2 - Administration	Fee for processing abandonments	\$5,400	\$7,800	\$2,400
	Nonrefundable application fee	\$4,250	\$4,595	\$345
Code Compliance Services (CCS) Fees				
Permit Application Fee for Food Establishment - nonrefundable Nonrefundable plan review fee of plans and Specifications	Class I and Class II mobile food unit	\$121.00	\$121.00	\$0.00
	Class II mobile food unit for a coffee cart Per vehicle used to operate Catering Service inside the city	\$205.00	\$205.00	\$0.00
	Class II mobile food unit including mobile kiosk- coffee cart	\$240.00	\$240.00	\$0.00
Nonrefundable Annual Inspection Fee	Class III and IV mobile food unit	\$185.00	\$185.00	\$0.00
Dallas Water Utilities (DWU) Fees				
Water Service Customer Charges (by connection size)	5/8-inch meter	\$5.46	\$5.65	\$0.19
	3/4-inch meter	\$7.58	\$7.96	\$0.38
	1-inch meter	\$11.05	\$11.60	\$0.55
	1-1/2-inch meter	\$20.50	\$21.53	\$1.03
	2-inch meter	\$33.36	\$35.03	\$1.67
	3-inch meter	\$78.93	\$82.88	\$3.95
	4-inch meter	\$129.79	\$136.28	\$6.49
	6-inch meter	\$257.74	\$270.63	\$12.89
	8-inch meter	\$429.01	\$450.46	\$21.45
	10-inch meter or larger	\$658.74	\$691.68	\$32.94
	Up to 4,000 gallons	\$1.90	\$1.99	\$0.09
Usage Charge (Residential)	4,001 to 10,000 gallons	\$4.11	\$4.33	\$0.22
	10,001 to 20,000 gallons	\$6.70	\$7.07	\$0.37
	20,001 to 30,000 gallons	\$9.55	\$10.08	\$0.53

Fee Category	Fee Description	Current	Proposed	Variance
	Above 30,000 gallons	\$11.10	\$11.72	\$0.62
	Up to 10,000 gallons	\$4.43	\$4.70	\$0.27
Usage Charge (General Service)	Above 10,000 gallons	\$4.83	\$5.16	\$0.33
	Above 10,000 gallons and 1.4 times annual average monthly usage	\$7.38	\$7.85	\$0.47
Election for Certain General Water Service Customers	Per month as a usage charge on the first 1,000,000 gallons used in a billing period	\$2,684.47	\$2,866.70	\$182.23
	Per 1,000 gallons used in excess of 1,000,000 gallons per month	\$4.00	\$4.51	\$0.51
Adjusted Rates for Hidden Water Leaks (rate per 1,000 gallons)	Residential	\$1.90	\$1.99	\$0.09
	General Service	\$4.43	\$4.70	\$0.27
	Optional general service	\$4.00	\$4.51	\$0.51
	Municipal service	\$2.88	\$3.10	\$0.22
Rates for municipal purpose water service	Per 1,000 gallons of water used	\$2.88	\$3.10	\$0.22
Wastewater Service Customer Charges (monthly customer charges)	5/8-inch meter	\$4.83	\$5.07	\$0.24
	3/4-inch meter	\$6.63	\$6.74	\$0.11
	1-inch meter	\$9.55	\$10.00	\$0.45
Wastewater Service Customer Charges (monthly customer charges)	1-1/2-inch meter	\$18.48	\$19.25	\$0.77
	2-inch meter	\$28.79	\$31.75	\$2.96
	3-inch meter	\$70.20	\$74.00	\$3.80
	4-inch meter	\$112.53	\$117.00	\$4.47
	6-inch meter	\$221.50	\$232.45	\$10.95
	8-inch meter	\$369.75	\$387.10	\$17.35
	10-inch meter or larger	\$580.96	\$609.00	\$28.04
	Per 1,000 gallons of the average water consumption billed in the months of December, January, February, and March or the actual month's water consumption, whichever is less, up to a maximum charge of 40,000 gallons per month	\$5.41	\$5.67	\$0.26
Monthly residential use charge				\$0.00
Monthly general service usage charge	Per 1,000 gallons of water used	\$4.56	\$4.81	\$0.25
Monthly usage charge for Section 49-18.1(f) customer	Per 1,000 gallons of water used	\$4.21	\$4.44	\$0.23
Monthly general service usage charge for wastewater separately metered	Per 1,000 gallons of wastewater discharged	\$4.26	\$4.49	\$0.23
Rates for municipal purpose wastewater service	Per 1,000 gallons of water used	\$2.92	\$3.15	\$0.23
Volume charge for treated water	Per 1,000 gallons of water used	\$0.4480	\$0.4520	\$0.0040
Annual water year demand charge	Per each mgd, as established by the highest rate of flow controller setting	\$312,607.00	\$320,826.00	\$8,219.00
If a flat rate charge for treated water is provided by contract, or in the absence of a rate flow controller	Per 1,000 gallons of treated water used	\$2.4121	\$2.4572	\$0.05
	3-inch	\$78.93	\$82.88	\$3.95
Monthly Readiness-to-Serve Charge for any standby service point	4-inch	\$129.79	\$136.28	\$6.49
	6-inch	\$257.74	\$270.63	\$12.89
	8-inch	\$429.01	\$450.46	\$21.45
	10-inch or larger	\$658.74	\$691.68	\$32.94
Rate for regular untreated water service to a governmental entity	Per 1,000 gallons of untreated water used	\$1.0323	\$1.0598	\$0.03
Rate for interruptible untreated water service to a governmental entity	Per 1,000 gallons of untreated water used	\$0.4272	\$0.4381	\$0.01
	Monthly rate for wholesale wastewater service per 1,000 gallons of wastewater discharged	\$3.4133	\$2.9685	(\$0.44)

Fee Category	Fee Description	Current	Proposed	Variance
Wholesale wastewater rates	An infiltration and inflow adjustment factor will be added to the average water consumption for the months of December, January, February, and March to determine billable volume for a governmental entity with unmetered wholesale wastewater service.	15.00%	20.30%	\$0.05
	Volume charge for treating water owned by another Governmental entity	\$0.3169	\$0.3495	\$0.03
	governmental entity per 1,000 gallons of untreated water			
Treatment of water owned by another governmental entity	Annual water year demand charge per each mgd, as established by the maximum demand capacity set forth in the contract	\$46,388.00	\$50,397.00	\$4,009.00
	Charge for untreated water per 1,000 gallons of water used	\$1.0323	\$1.0598	\$0.03
	Charge for interruptible service per 1,000 gallons of water used	\$0.4272	\$0.4381	\$0.01
A person requesting the use of water from a fire hydrant pursuant to Section 49-27 shall pay the following application charges	A monthly fire hydrant service charge	\$78.93	\$82.88	\$3.95
Sanitation (SAN) Fees				
Collection service charge for a residence or duplex	Alley or curb collection service per dwelling unit per month for one roll-cart	\$34.30	\$35.81	\$1.51
	Alley or curb collection service additional for each additional garbage roll-cart requested by the owner or occupant of the premises	\$13.27	\$13.85	\$0.58
	Packout or drive-in collection service per dwelling unit per month	\$119.47	\$124.73	\$5.26
	One-time fee for processing and handling of the request for 3rd or more additional roll carts for recyclable materials	\$0.00	\$50.00	\$50.00
Collection service charge for an apartment or a mobile home park that receives manual collection service	Alley, curb, or drive-in collection service per apartment unit or mobile home space per month	\$34.30	\$35.81	\$1.51
	Packout collection service per apartment unit or mobile home space per month	\$119.47	\$124.73	\$5.26
Garbage & Recycling	1 collection per week	\$35.66	\$37.44	\$1.78
Monthly Charges – 96-Gallon Roll Carts	2 collection per week	\$71.32	\$74.89	\$3.57
*A multiplier will be used for multiple carts	3 collection per week	\$106.98	\$112.33	\$5.35
	4 collection per week	\$142.64	\$149.77	\$7.13
	5 collection per week	\$178.30	\$187.22	\$8.92
	6 collection per week	\$213.96	\$224.66	\$10.70
	7 collection per week	\$249.62	\$262.10	\$12.48
Recycling-Only Service, Outside of the Central Business District	1 collection per week	\$23.18	\$24.34	\$1.16
Monthly Charges – 96-Gallon Roll Carts	2 collection per week	\$46.36	\$48.68	\$2.32
*A multiplier will be used for multiple carts	3 collection per week	\$69.54	\$73.02	\$3.48
	4 collection per week	\$92.72	\$97.36	\$4.64
	5 collection per week	\$115.90	\$121.70	\$5.80
	6 collection per week	\$139.07	\$146.02	\$6.95
	7 collection per week	\$162.25	\$170.36	\$8.11
Extraordinary Collection and Removal Service	Cost plus rate per five cubic yards increments	\$50.00	\$60.00	\$10.00
Out-of-Cycle Collection of Garbage and Recyclable Materials	Roll Carts of Garbage or Recyclable materials (requested through 311 system)	\$0.00	\$25.00	\$25.00
Replacement of a Roll Cart lost or damaged	Garbage Roll cart	\$49.59	\$67.90	\$18.31

Fee Category	Fee Description	Current	Proposed	Variance
	Recyclable Roll cart	\$52.94	\$70.81	\$17.87
Charge for all materials accepted at Transfer Station	Per ton based on the weighing system	\$58.65	\$61.58	\$2.93
Materials Accepted at Transfer Station when Weighing System is Inoperable	Passenger cars, station wagons, and pickups that are used by persons other than Dallas city residents to haul their own waste from their residences to the station	\$59.34	\$64.09	\$4.75
	Commercial Pickups per load	\$59.34	\$64.09	\$4.75
	Trucks or trailers with a cargo bed length of less than 15 feet	\$233.45	\$252.13	\$18.68
	Trucks or trailers with a cargo bed length of 15 feet or greater	\$292.10	\$315.47	\$23.37
Charge for all materials accepted at a city landfill site	Per ton based on the landfill weighing system	\$34.88	\$37.67	\$2.79
	Minimum charge for any load that is less than one ton	\$34.88	\$37.67	\$2.79
Materials accepted at a City Landfill when weighing system is inoperable	Passenger cars, station wagons, and pickups that are used by persons other than Dallas city residents to haul their own waste from their residences to the station	\$52.63	\$56.84	\$4.21
	Commercial Pickups per load	\$52.63	\$56.84	\$4.21
	Trucks or trailers with a cargo bed length of less than 15 feet	\$122.40	\$132.19	\$9.79
	Trucks or trailers with a cargo bed length of 15 feet or greater	\$262.55	\$283.55	\$21.00
	Roll-off containers, whether open top or compactor	\$280.30	\$302.72	\$22.42
	Compactor trucks	\$350.06	\$378.06	\$28.00
	Fee for use of city equipment, when available, to off-load bundled waste by pulling it with cables, chains, or other devices	\$48.80	\$52.70	\$3.90
	Fee for use of the city's mechanical tipper to off-load tractor trailer loads	\$91.50	\$98.82	\$7.32
Environmental Fee	Fee for any collection vehicle (other than a pickup truck) that enters the landfill without being constructed with an enclosed transport body	\$10.00	\$40.00	\$30.00
	Environmental fee for commercial disposal customers per ton (\$2.00 for any load that is less than one ton)	\$0.00	\$2.00	\$2.00
Storm Drainage Management (SDM) Fees				
Stormwater Drainage Utility Rate	Up to 2,000 (imperious area in square feet)	\$4.44	\$4.64	\$0.20
	Up to 2,001 - 3,500 (imperious area in square feet)	\$7.06	\$7.38	\$0.32
	Up to 3,501 - 5,500 (imperious area in square feet)	\$10.57	\$11.05	\$0.48
Non-residential-benefitted property	More than 5,500 (imperious area in square feet)	\$17.28	\$18.06	\$0.78
	Monthly charge for each 1,000 square feet	\$2.39	\$2.50	\$0.11
	Minimum monthly charge	\$6.82	\$7.13	\$0.31