

**AN ORDINANCE APPROVING A PROPOSAL FOR A WATER RATE STUDY  
WITH CURRY & ASSOCIATES ENGINEERS, INC.**

WHEREAS, the South Sangamon Water Commission has determined it is necessary to do a water rate study by an Independent Engineer or an Independent Utility Financial Consultant of nationally recognized experience and standing employed for that purpose and receive a report regarding the same.

WHEREAS, "Independent" when used with respect to said report, any specified Person means such a Person who is in fact independent and is not connected with the Commission as an officer, employee, underwriter, or person performing similar functions.

*BE IT ORDAINED BY THE SOUTH SANGAMON WATER COMMISSION, AS FOLLOWS:*

**SECTION 1:** That certain proposal for Water Rate Study between the South Sangamon Water Commission and Curry & Associates Engineers, Inc., a copy of which is attached, is hereby approved.

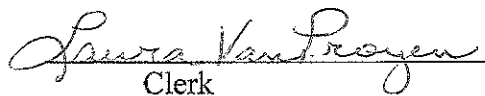
**SECTION 2:** That Chairman is authorized and directed to execute said proposal on behalf of the Commission, and the proper officers of the Commission are directed to carry out the proposal by its terms.

**SECTION 3:** This Ordinance is effective immediately.

PASSED this 7<sup>th</sup> day of November, 2016.

  
CHAIRMAN

ATTEST:

  
Clerk

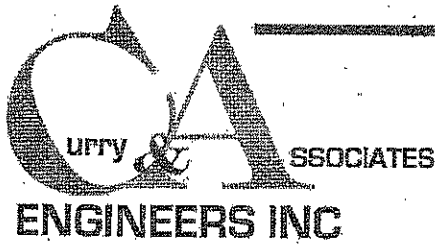
AYES: Bloome Sander

NAYS: none

PASSED: 11/2/2016

APPROVED: 11/2/2016

ABSENT: Hall

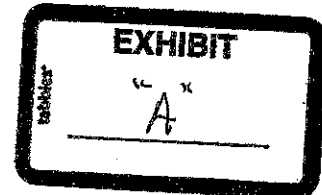


October 25, 2016

To: Randy Segatto, Commission Attorney  
South Sangamon Water Commission  
(Send via email to Randy Segatto: [rsegatto@barberlaw.com](mailto:rsegatto@barberlaw.com))

From: Andy Curry, P.E., President  
Curry & Associates Engineers, Inc.

Re: Proposed Water Rate Study for the Commission



Dear Mr. Segatto:

Thank you for contacting our office on behalf of the South Sangamon Water Commission. We respectfully submit the following proposal to assist the Commission in performing a Comprehensive Water Rate Study for the purposes of determining the adequacy of the existing rate structure to support ongoing operations at the plant; pay for upcoming capital projects, as well as cover costs for future more costly maintenance items as the plant begins to age.

To perform this task, a cooperative effort between the Commission, Woodard & Curran, and Curry & Associates will be necessary. The following list of detailed information will be required:

- (3) years of completed Audits
- (3) years of line item budgets detailing revenues and expenses
- (3) years of water production records & matching water sales to each satellite customer, customer class (rural residential customers), rural industrial/commercial classes, and bulk sales
- Current Rate Structure for all customers

## South Sangamon Rate Study Proposal

- Planned Capital Improvement Costs with budget estimates and schedule for completion. *It may or may not be known at this time, but how will the Commission pay for upcoming capital projects – finance/cash-on-hand, etc.*
- Evaluation of upcoming major maintenance items that do not occur on a yearly basis, and are not reflected in yearly budgeting. Since the water plant has been in operation for a few years, the clock is ticking on more costly maintenance items.
- Bond Repayment Schedule, along with all other debt payment schedules.

If given the assignment to assist the Commission with this task, we would propose to schedule a meeting with the Commission to review the above list of items, and to work with Plant Personnel on developing a realistic maintenance schedule for upcoming, more costly maintenance items.

Input from the Operators will be essential, and making the necessary allowances in their schedules will be important for everyone's efforts to produce a comprehensive rate study.

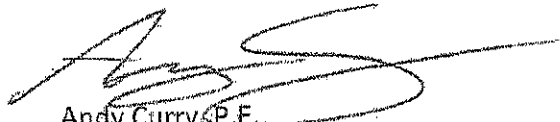
We propose to assist the Commission in developing a Comprehensive Rate Study at our standard hourly rates, for a cost not to exceed \$9,500.00. This will include (2) visits to the Commission to gather information and discuss upcoming capital projects and maintenance with the Operators, and the production and delivery of (12) hard copies of the Rate Study, and an accompanying disc of the Report in PDF format.

If any additional attendance at meetings is required, they will be billed at our normal T&M billing rates.

If acceptable to the Commission, please sign and date below. Upon authorization, C&A can schedule a plant visit within (1) week to initiate the collecting of information, and after receipt of all final information, the Rate Study can be completed in approximately (2) weeks. As this will be a cooperative effort, the Commission will be actively involved with the schedule for completion of the Rate Study.

South Sangamon Rate Study Proposal

Respectfully yours,  
Curry & Associates Engineers, Inc.



Andy Curry, P.E.  
President

Proposal Accepted on behalf of the South Sangamon Water Commission:

Joel Sanchez Date: 11/2/16

**ORDINANCE CERTIFICATE**

STATE OF ILLINOIS                    )  
  ) SS  
COUNTY OF SANGAMON            )

I, the undersigned, do hereby certify that I am the duly qualified and acting Clerk of the South Sangamon Water Commission.

I do further certify that the ordinance attached hereto is a full, true, and exact copy of Ordinance No. 16-08 adopted by the Commission on the 2<sup>nd</sup> day of November, 2016, said Ordinance being entitled:

**AN ORDINANCE APPROVING A PROPOSAL FOR WATER RATE STUDY  
WITH CURRY & ASSOCIATES ENGINEERS, INC.**

I do further certify that prior to the making of this certificate, the said Ordinance was spread at length upon the permanent records of said Commission, where it now appears and remains.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the official seal of said Commission this 2<sup>nd</sup> day of November, 2016.

  
Clerk