

On this the 4th day of August 4, 2016, the City Council of the City of Marlin, Texas convened in a SPECIAL CALLED MEETING, at 5:30pm, the same being open to the public and having been posted as prescribed in Local Government Code, Section 551.041 with the following members present to wit:

**ELECTED OFFICIALS**

Mayor Elizabeth Nelson  
Mayor Pro-Tem Porter  
Scottie Henderson  
Rose Morin - Absent  
Neddie Moore  
Billie Jean Scaggs  
Norman Erskine

**STAFF**

Richard Fletcher, Interim City Manager  
Sandra Herring, City Secretary

1. Call to Order by Mayor Nelson @ 5:30pm.
2. Roll Call by Sandra Herring.
3. Certify Posting in accordance with State Law by Sandra Herring.
4. Pledge by Elizabeth Nelson and Invocation by Norman Erskine.
5. Hear report on 2016 Water and Sewer Rate Study from Superior Management.  
Phillip Givens of Superior Management was contracted by TCEQ to complete a rate study for the City of Marlin Water and Sewer Operations resulting from the Water Plant Outage in late 2015 and the findings of TCEQ inspectors during that outage. Mr. Givens explained that there are 7 objectives of a rate study. Revenue Stability-Financial Integrity-Fair Distribution of Shared Cost-Customer Comprehension-Administrative Implementation-Water Conservation-Sustainability. In providing adequate water service, every water utility must receive sufficient total revenue to ensure proper operation and maintenance, development, perpetuation of the system, and preservation of the utility's financial integrity. The rate study process includes total revenue requirements, segregate water vs. sewer costs, determine fixed vs. variable costs, add debt service requirements, subtract other revenue items, enter gallons, connections, etc to calculate rates. Mr. Givens took the expenses and sorts out water expenses and then sewer expenses. He then sorts the non-variable and the variable. Mr. Givens then evaluated the meter inventory to

develop an equivalent for those meters. Cost per gallon is at \$0.01. Basic current rate is at \$48.89, recommended rate by Superior is \$64.48. There was a lot of discussion with Council on clarifications and understanding the method and determination.

6. Adjourn.

Councilmember Henderson made motion to adjourn, all in favor said "Aye":

**AYES: Councilmember Moore, Councilmember Henderson,  
Councilmember Scaggs, Councilmember Erskine, Mayor Pro-Tem  
Porter, Mayor Nelson.**

**NAYS: None.**

**ABSENT: Councilmember Morin.**

**PASSED AND APPROVED ON THIS THE 13TH DAY OF SEPTEMBER, 2016.**



*Elizabeth Nelson*  
Elizabeth Nelson, Mayor

*Sandra Herring*  
Sandra Herring, City Secretary