



# Algonia Municipal Utilities

104 West Call St., P.O. Box 10  
Algonia, Iowa 50511-0010  
Email: [amu@netamu.com](mailto:amu@netamu.com)

Telephone (515) 295-3584  
Fax (515) 295-3364  
Web: [www.netamu.com](http://www.netamu.com)

April 23, 2020

Dear Valued AMU Water Customer:

At AMU, providing you with quality water daily is one of our top priorities. Quality water improves your health and keeps you safe, especially in the area of fire prevention.

AMU's treatment and distribution system requires upgrades and maintenance to meet the increased demand for water throughout Algonia.

The reason for this letter is to inform you that new water rates will be effective starting with the May 31, 2020 billing. Most residential customers will see an increase of \$3.00 to \$6.00 per month. The impact of other customers depends on usage and size of water meter. Your water meter is typically located in your basement and the size is marked on the copper meter body. Below, we detail how these new rates will support the upgrades and maintenance needed for our water system.

## 2020 Water Rate Components

1. **Metered Water Charge:** This charge reflects the costs of owning and operating the water system, which varies with the quantity of water produced.
2. **Customer Service Charge:** This charge is based on the size of water meter(s) at the customer location. The Customer Service Charge reflects costs associated with serving customers regardless of the amount of water they use.
3. **Infrastructure Reinvestment Fee (IRF).** The IRF is used for new infrastructure or the replacement/renewal of old infrastructure nearing the end of its useful life. There continues to be a significant number of unmet water infrastructure needs that are important to improve the system and avoid unnecessarily high costs due to emergency shutdowns and repairs.

I have included the new water rates on the back of this letter. The new rates will be effective with the May 31, 2020 billing. Please contact me if you have any questions or comments.

Sincerely,  
John Bilsten  
General Manager

"COMMUNITY OWNED FOR COMMUNITY BENEFIT"

**Water Rates**  
**Effective with the May 31, 2020 Billing**

<b>Metered Water Rates</b>	<b>Present Rate</b>		<b>New Rate -- May 2020</b>	
For all cubic feet	\$ 2.86	per 100 cubic feet	\$ 2.98	per 100 cubic feet
<b>Customer Service Charge:</b>				
5/8 inch x 3/4 inch meter	\$ 11.50	per month	\$ 13.60	per month
1 inch meter	\$ 24.50	per month	\$ 29.00	per month
1 1/4 inch meter	\$ 28.20	per month	\$ 33.50	per month
1 1/2 inch meter	\$ 32.50	per month	\$ 38.50	per month
2 inch meter	\$ 48.90	per month	\$ 57.90	per month
3 inch meter	\$ 81.40	per month	\$ 96.40	per month
4 inch meter	\$ 155.70	per month	\$ 184.40	per month
6 inch meter	\$ 557.95	per month	\$ 661.00	per month
<b>Infrastructure Reinvestment Fee:</b>				
5/8 inch x 3/4 inch meter	\$ 3.50	per month	\$ 3.60	per month
1 inch meter	\$ 7.50	per month	\$ 7.65	per month
1 1/4 inch meter	\$ 8.60	per month	\$ 8.85	per month
1 1/2 inch meter	\$ 9.90	per month	\$ 10.20	per month
2 inch meter	\$ 14.90	per month	\$ 15.35	per month
3 inch meter	\$ 24.80	per month	\$ 25.50	per month
4 inch meter	\$ 47.50	per month	\$ 48.80	per month
6 inch meter	\$ 170.10	per month	\$ 174.95	per month
<b>Tapping Fee:</b>				
1 inch service	\$150 Plus Actual Costs		\$150 Plus Actual Costs	
1 1/4 inch service	\$150 Plus Actual Costs		\$150 Plus Actual Costs	
1 1/2 inch service	\$150 Plus Actual Costs		\$150 Plus Actual Costs	
2 inch service	\$150 Plus Actual Costs		\$150 Plus Actual Costs	
4 inch service	\$150 Plus Actual Costs		\$150 Plus Actual Costs	
6 inch service	\$150 Plus Actual Costs		\$150 Plus Actual Costs	
8 inch service	\$150 Plus Actual Costs		\$150 Plus Actual Costs	
<b>Bulk Water Sales:</b>				
1000 GALLONS	\$ 8.50		\$ 10.00	
<b>Private Fire Connection Annual Surcharge:</b>				
4" Service Connection	\$ 310.00	per year	\$ 330.00	per year
6" Service Connection	\$ 625.00	per year	\$ 660.00	per year
8" Service Connection	\$ 935.00	per year	\$ 990.00	per year
<b>Public Fire Protection</b>				
	\$ 13.00	per month/hydrant	\$ 13.75	per month/hydrant
<b>Delayed Payment: 1.5% added 20 days after billing date.</b>				