

ORDINANCE NO. O-2026-6

AN ORDINANCE OF THE TOWN OF SPRING CITY, TENNESSEE, ESTABLISHING A
TEMPORARY TANK MAINTENANCE FEE FOR RECOVERY OF WATER STORAGE TANK
CONTRACT COSTS

WHEREAS, the Town of Spring City owns and operates a municipal water system for the benefit of its customers; and

WHEREAS, the Town has entered into a Utility Service Co., Inc. agreement for water storage tank maintenance and related contract work; and

WHEREAS, the Town Commissioners find that water storage tank maintenance is necessary to protect the Town's water system, maintain service reliability, and preserve public utility assets; and

WHEREAS, Tennessee law authorizes municipal water and sewer rates and charges by ordinance to provide funds sufficient to pay reasonable expenses of operation, repair, and maintenance; and

WHEREAS, the Town Commissioners find that the temporary tank maintenance fee established by this Ordinance is reasonable and justified for the limited purpose of recovering the remaining water storage tank contract costs shown in the schedule below.

NOW, THEREFORE, BE IT ORDAINED by the Town Commissioners of the Town of Spring City, Tennessee:

SECTION 1. A temporary Tank Maintenance Fee is hereby established as a recurring monthly utility charge to recover the remaining Utility Service Co., Inc. water storage tank contract costs, as shown in the schedule in Section 2.

SECTION 2. The monthly Tank Maintenance Fee shall be charged to each active water customer account as follows:

Budget Year	Contract Year	Hillcrest Tank	Back Valley Tank	Clearwell Tank	Contract Cost Per Year	Monthly Tank Fee
FY2026-2027	Year 2	\$90,345.00	\$5,000.00	\$93,389.00	\$188,734.00	\$15.20
FY2027-2028	Year 3	\$90,345.00	\$5,000.00	\$93,389.00	\$188,734.00	\$15.20
FY2028-2029	Year 4	\$90,345.00	\$5,000.00	\$93,389.00	\$188,734.00	\$15.20
FY2029-2030	Year 5	\$90,345.00	\$36,514.00	\$93,389.00	\$220,248.00	\$17.73
FY2030-2031	Year 6	\$20,636.00	\$36,514.00	\$19,625.00	\$76,775.00	\$6.18
FY2031-2032	Year 7	\$20,636.00	\$36,514.00	\$19,625.00	\$76,775.00	\$6.18
FY2032-2033	Year 8	\$20,636.00	\$36,514.00	\$19,625.00	\$76,775.00	\$6.18
FY2033-2034	Year 9	\$20,636.00	\$36,514.00	\$19,625.00	\$76,775.00	\$6.18
FY2034-2035	Year 10	\$20,636.00	\$13,407.00	\$19,625.00	\$53,668.00	\$4.32
Total Repaid		\$464,560.00	\$210,977.00	\$471,681.00	\$1,147,218.00	

SECTION 3. The fee shall begin with utility bills rendered on or after July, 2026, and shall remain in effect only during the fiscal years and in the amounts stated in Section 2, unless amended by subsequent ordinance.

SECTION 4. Revenue collected from the Tank Maintenance Fee shall be accounted for in the Water and Sewer Enterprise Fund and used for water storage tank contract recovery and related utility system purposes.

SECTION 5. The Town is authorized to implement the fee through its utility billing system and to make reasonable billing adjustments, including rounding to the nearest cent, as necessary to carry out this Ordinance.

SECTION 6. All ordinances, resolutions, rate schedules, policies, or parts thereof in conflict with this Ordinance are hereby repealed to the extent of such conflict only.

SECTION 7. If any section, subsection, sentence, clause, phrase, or portion of this Ordinance is held invalid, such decision shall not affect the remaining portions of this Ordinance.

SECTION 8. This Ordinance shall take effect upon final passage, the public welfare requiring it.

Passed on first reading this 4th day of June, 2026.

Passed on second and final reading this 25th day of June, 2026.

ADOPTED by the Town Commissioners of the Town of Spring City, Tennessee, on this 25th day of June, 2026.

TOWN OF SPRING CITY, TENNESSEE


Leon Locke, Mayor Date


Brenda Dodson, City Recorder Date