

Beatrice

Board of Public Works

City of Beatrice, Nebraska

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BOARD POLICY: #145 (Replaces Board Policy #142)

DATE: December 31, 2014

SUBJECT: Utility Deposits

The following criteria must be met before any utility services will be connected at any location by the Beatrice Board of Public Works:

Definitions

For the purpose of this policy the term “Good Credit” shall mean that a customer has not been disconnected for non-payment, has not provided the City of Beatrice or the Beatrice Board of Public Works with an insufficient fund check, or has not incurred more than one (1) late charge on their BPW utility bill in the past twelve (12) months.

Residential Properties – Owner-Occupied

Utility deposits for connection of services for all owner-occupied residential properties will be waived if proof of ownership is provided by the customer. The Board of Public Works’ Proof of Ownership form must accompany the application for service. Proof of Ownership may be in the form of a closing statement from a real estate agent; bank mortgage papers; a signed document from the Gage County Assessor’s office showing proof of ownership; a recorded deed; notice of proposed taxes or a tax receipt (in the name of the owner applying for utility service); a signed contract for the sale of the property; or a letter from the title company showing transfer of ownership. If the customer fails to provide proof of ownership, then a utility deposit of \$150.00 shall be required.

If a customer moves from an owner-occupied residence into a residential rental property, the deposit will be waived if the customer has twenty-four (24) consecutive months of Good Credit with the Board of Public Works. If the final bill at the customer’s previous address is not paid, then services may be disconnected at the new service location.

If a customer moves from an owner-occupied residential property to another owner-occupied residential property, then the deposit, if any, will be transferred to the new property with the customer paying the final bill at the old residence. If the final bill at the customer’s previous address is not paid, then services may be disconnected at the new service location.

If a customer moves to another property and does not require Board of Public Works services, the deposit, if any, shall be applied to the customer’s final bill. Any amount remaining will be returned to the customer within thirty (30) business days after services are transferred out of the customer’s name.



Any customer that does not have a utility deposit with the Board of Public Works and they are disconnected for non-payment of a bill or provides an insufficient fund check to the Board of Public Works shall pay a \$150.00 deposit before utility service is re-connected.

The deposit shall be made in cash, credit card, debit card, or certified check.

Residential Properties - Rentals

Utility deposits for connection of services for all residential rental properties, including apartments, condominiums, etc., shall be \$150.00 per service location. Deposits will remain with the Board of Public Works until such time as the customer moves to another service location.

If the customer moves to another residential rental property requiring Board of Public Works services, the deposit will be transferred to the new property, with the customer paying the final bill at the old residence. If the final bill at the customer's previous residence is not paid, then services may be disconnected at the new service location.

If the customer moves to another property and does not require Board of Public Works services, the deposit shall be applied to the customer's final bill. Any amount remaining will be returned to the customer within thirty (30) business days after services are transferred out of the customer's name.

If a customer moves from a residential rental property into an owner-occupied residential property, then the customer shall not be required to pay a deposit upon showing proof of ownership. However, if the customer has been disconnected for non-payment of a bill or provided an insufficient fund check to the Board of Public Works within the past twenty-four (24) months, then the customer shall pay a \$150.00 deposit. If the final bill at the customer's previous residence is not paid, then services may be disconnected at the new service location.

If a customer moves from an owned occupied residence to a residential rental property, the deposit will be waived if the customer has twenty-four (24) consecutive months of Good Credit with the Board of Public Works. If the final bill at the customer's previous residence is not paid, then services may be disconnected at the new service location.

Any customer that does not have a utility deposit with the Board of Public Works and they are disconnected for non-payment of a bill or provides an insufficient fund check to the Board of Public Works shall pay a \$150.00 deposit before utility service is re-connected.

The deposit shall be made in cash, credit card, debit card, or certified check.

Commercial Properties - All

A utility deposit for connection of services for all commercial properties and businesses shall be required. However, if a commercial customer moves from one (1) location to another, and the customer has twenty-four (24) consecutive months of Good Credit with the Board of Public Works, then the deposit shall be waived.

The amount of the utility deposit shall be calculated as follows:

Average monthly utility bill for the past 12 months x 2 = Utility deposit

Example: Average monthly utility bill is \$750; therefore, the utility deposit is \$1,500.
($\$750 \times 2 = \$1,500$)

For a customer at a new location, new type of business, or where the average monthly utility bill for the past twelve (12) months is unable to be calculated, then the amount of the utility deposit shall be calculated using an estimated average utility bill. Said estimate shall be prepared by the Board of Public Work staff.

Once a customer has had twenty-four (24) consecutive months of Good Credit, their deposit shall be returned to them.

A customer shall have their deposit returned to them in the form of applying said deposit to their Board of Public Works utility bill.

When a customer closes their account, their deposit will be applied to their final bill. Any amount remaining will be returned to the customer within thirty (30) business days after services are transferred out of the customer's name.

The Board of Public Works shall review any commercial customer who paid a deposit prior to the adoption of this policy and determine the number of consecutive months of Good Credit. If the customer has had Good Credit the last twenty-four (24) consecutive months, then the customer shall have their deposit returned to them in the form of applying said deposit to their next Board of Public Works utility bill.

Commercial utility deposits may be made in the following manner:

1. Cash or check at the time of application;
2. Certificate of deposit in the name of the business and the Board of Public Works. The interest is payable to the business; or
3. Irrevocable Letter of Credit from the bank naming the Board of Public Works as Beneficiary.

Any customer that does not have a utility deposit with the Board of Public Works and they are disconnected for non-payment or provides an insufficient fund check to the Board of Public Works, shall pay a deposit before utility services are re-connected.

Interest Earned on Deposits

All cash deposits will earn interest at the same rate as the Board of Public Works receives interest on their Certificate of Deposit for Utility Deposits. Interest will be credited annually to the January billings.

Residential Properties – Return of Deposits

Any owner-occupied residential customer may request that their deposit be returned after twenty-four (24) consecutive months of Good Credit.



Tobias J. Tempelmeyer
General Manager

Minutes from December 31, 2014 meeting:

Moved by Baehr, seconded by Eskra, to approve Board Policy #145 Utility Deposits, as presented.

Roll Call: Yea: Vetrovksy, Baehr, Eskra
 Nay: None

MOTION CARRIED.