



STAFF REPORT
City of Dripping Springs
PO Box 384
511 Mercer Street
Dripping Springs, TX 78620

Submitted By: Ginger Faught, Deputy City Administrator

Council Meeting Date: August 22, 2024

Agenda Item Wording: Approval of an Extension to the Billing Agreement between the City of Dripping Springs and Dripping Springs Water Supply Corporation *Sponsor: Mayor Bill Foulds, Jr.*

Agenda Item Requestor: Mayor Bill Foulds, Jr.

Summary/Background: The Dripping Springs Water Supply does the wastewater billing for us based on the winter average (Dec., Jan., Feb) of water usage. Under the terms of the existing Billing Agreement, the DSWSC notified the City that they planned to terminate the Agreement effective this month. This extension gives us an additional 6 months to continue to have DSWSC bill on our behalf while we get our billing system integrated and running. The compensation to the DSWSC will be changed as follows: \$800 per month (from \$400) or \$4.50 per customer (from \$2.25) whichever is greater. Based on the current number of customers (2600) the monthly billing compensation to DSWSC will be approximately \$11,700. The billing fee is not a “pass through” fee to our wastewater customers. The DSWSC approved this agreement at their meeting in July.

Commission Recommendations: N/A

Recommended Council Actions: Approve as presented.

