



# Folsom City Council Staff Report

<b>MEETING DATE:</b>	2/24/2026
<b>AGENDA SECTION:</b>	New Business
<b>ITEM TITLE:</b>	Presentation on the Water and Sewer Rate Study and Direction to Staff
<b>FROM:</b>	Utilities Department

## **BACKGROUND / ISSUE**

The City of Folsom will host its first public meeting about a water and sewer rate study with the Folsom City Council during this meeting. The rate study will develop five-year and ten-year financial models that review operations and maintenance expenses, capital needs, and revenue requirements that support water and sewer services. During the meeting, city staff will present and seek City Council direction related to the following:

- Objectives of the study.
- The rate study process.
- Cost of service analysis and rate design.
- Capital improvements for water and sewer services.
- Surcharge rates for water supplies.
- Financial reserve recommendations for water and sewer funds.
- Staffing needs and projections.
- Legal requirements.
- Public outreach.
- Rate study schedule.
- Current status and next steps.

Submitted,

Marcus Yasutake, Utilities Director

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to facilitate double-sided printing  
and minimize paper use.*



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**FOLSOM**  
DISTINCTIVE BY NATURE