

Water & Sewer Agenda Summary

Date: December 14, 2022

Key Staff Contact: Virgil Pierce, Rates and Budget Analyst

Title:

Adopt Resolution Concerning 2023 Water and Sewer Rates, Fees, and Charges

Summary:

The 2023 Rate Resolution and Appendices are included for the Board's review. The water and sewer rates and fees were developed in response to the 2023 budget that the Board recommended to the City Manager at the July 2022 meeting.

Residential water rates are increasing 2.5%, and residential sewer rates are increasing 18%. Residential water customers are the only customers on a tiered water budget rate structure.

Plant investment fees are updated annually for water and sewer. The water plant investment fee is increased to \$12,100 for a $\frac{3}{4}$ " tap, an increase from the 2022 fee of \$11,200. The sewer plant investment fee is increased to \$6,900 for a $\frac{3}{4}$ " water tap, an increase from the 2022 fee of \$6,800.

Using the pricing method approved by the Board at the July 2018 meeting, the cash-in-lieu of raw water fee will increase from \$39,500 to \$44,000 per acre-foot. The new cash-in-lieu price will take effect on March 1, 2023. Water and Sewer Board Resolution 2, 2020 allows the cash-in-lieu fee to be recalculated as necessary, but no less than once per year. Staff will bring forward future adjustments to the cash-in-lieu fee for Board review if necessary in 2023.

Recommended Action:

Adopt the resolution

Attachments:

2023 Rate Adoption Presentation

Water and Sewer Bill Benchmarking

2023 Rate Resolution