



Agenda Abstract

BOARD OF COMMISSIONERS

Meeting Date: May 28, 2024
Department: Administration
Agenda Section: Regular
Public hearing: No
Date of public hearing: N/A

PRESENTER/INFORMATION CONTACT

Melissa Levin and/or Vanessa Waller, Raftelis Financial Consultants

ITEM TO BE CONSIDERED

Subject: Water & Sewer Rate Model Presentation

Attachments:

N/A

Summary:

Raftelis has built a multi-year water and sewer rate model. The model was built using historical billing data to determine the impact of rate changes on revenue collection. It also includes ongoing system operating costs as well as capital needs. The model allows the town to adjust rates as well as expenditures to develop various funding scenarios.

The model also shows the impact of a given scenario on key metrics including fund balance levels, capital reserve levels and debt coverage ratios, which the town has minimum requirements per the 2018 and 2020 reservoir revenue bonds. Having this information all in one place will allow the town to quickly see whether a scenario is feasible, or if adjustments need to be made.

Financial impacts:

The rate model is a tool that the town can use to inform budget development.

Staff recommendation and comments:

N/A

Action requested:

Receive the presentation as information and ask questions as needed.