



# MEMO

## Finance

To: Common Council  
From: Finance Director  
Date: 11/21/2023  
Re: Resolution Amending Storm Water User Fee

The Storm Water Utility (Fund 601) is funded by a user fee. This fee is reviewed each budget cycle to confirm if the revenue generated by the current user fee is sufficient to support the budget of the Storm Water Utility fund.

In addition to the budgeted expenses and revenue the utility fund has debt covenants that need to be met which entails a debt coverage ratio of at least 1.25 times the debt service expense. This means our revenue must be 1.25 times the debt service expense. This user rate is governed by resolution which is attached.

With this increase, the utility fund covers the budget for 2024 and meets the debt coverage ratio.



**RESOLUTION NO. 2023-5411**

**RESOLUTION AMENDING EQUIVALENT RUNOFF UNIT (ERU)  
CHARGES FOR STORMWATER UTILITY**

WHEREAS, the ordinance creating a stormwater utility contains a provision that charges for stormwater services for each lot within the City of Kaukauna shall be made by resolution; and

WHEREAS, the ERU rate of \$117.60 (\$9.80 per month) effective August 1, 2023, is insufficient to cover the 2024 budgeted expenditures of the stormwater utility;

THEREFORE, BE IT RESOLVED that the stormwater charge shall be based on the Equivalent Runoff Unit (ERU) and the charge for one (1) ERU shall be \$126.00 (\$10.50 per month) effective January 1, 2024.

BE IT FURTHER RESOLVED that the contents of this resolution will be applicable to service billed by Kaukauna Utilities or the City of Kaukauna on or after January 1, 2024.

BE IT FURTHER RESOLVED that the Finance Director and Director of Public Works shall report to the Mayor and the Common Council as to whether the rates are still appropriate at least annually.

Introduced and adopted this 21st day of November, 2023.

APPROVED: \_\_\_\_\_  
Anthony J. Penterman, Mayor

ATTEST: \_\_\_\_\_  
Sally Kenney, Clerk