



## AGENDA ACTION FORM

### **Approve Water User Rate for North Greene Utility District for FY23 and Include Wholesale Rate in Fee Resolution**

To: Board of Mayor and Aldermen  
From: Chris McCartt, City Manager

Action Form No.: AF-162-2023  
Work Session: June 5, 2023  
First Reading: N/A

Final Adoption: June 6, 2023  
Staff Work By: N. Ensor / C. Austin  
Presentation By: Ryan McReynolds

---

#### **Recommendation:**

Approve the resolution.

#### **Executive Summary:**

In May 2014, the BMA approved an agreement with North Greene Utility District (NGUD) to provide water service. This agreement allowed NGUD to install 5,000 feet of new water pipe in our system and to set rates for a five-year period at \$2.70 per thousand gallons.

Since the agreement ended in 2019, we have continued to provide water to NGUD at the same rate as the original agreement. We propose to continue the agreed upon rate through June 30, 2023, which differs from the rate established pursuant to Resolution 2022-266, then add a wholesale rate in the Fee Resolution for FY24 that is 40% over the Inside City rates. The Fee Resolution is reviewed annually and subject to change. Establishment of wholesale rates in the Fee Resolution will streamline future rate adjustments for NGUD and future wholesale customers.

Current rate: \$2.70 per thousand gallons with minimum usage of 600,000 gallons per month

Proposed rate: Monthly Base charge - \$404.45 plus consumption rates of \$4.35 per thousand gallons for the first 70,000 gallons and \$3.12 thereafter.

Their average usage for FY23 is 53,000 gallons per day. This would increase their average monthly bill from \$4,293.00 to \$5,447. This adjustment is consistent with rate adjustments that other customers have experienced during this time period.

#### **Attachments:**

1. Resolution

	Y	N	O
Cooper	—	—	—
Duncan	—	—	—
George	—	—	—
Montgomery	—	—	—
Olterman	—	—	—
Phillips	—	—	—
Shull	—	—	—