



COUNCIL ACTION SUMMARY SHEET

MEETING DATE: June 18, 2026

TOPIC Proposed FY 2026-27 Water and Sewer Rates Review

BACKGROUND BRIEF:

Council is scheduled to receive a presentation from Public Works Director Sanchez on the proposed FY 2026-27 water and sewer rates and to make any modifications to the rates that Council deems appropriate prior to the June 22 public hearing on the rates. As Council is aware, the Public Works Director inputs assumptions and data into the water and sewer rates models to generate the calculations on the rates needed to fully fund the operations, maintenance, capital improvements, and debt retirement of the water and sewer systems. Council has the opportunity to provide input into the assumptions and data to determine the final proposed rates.

This year, Director Sanchez will be presenting work sheets that show both the quarterly cost to customers based on the proposed rates as well as monthly costs since we will be transitioning to monthly water bills in July (August billing).

Attached are the relevant worksheets from the rate model based on Director Sanchez's initial assumptions and data.

SUMMARY OF PREVIOUS COUNCIL ACTION:

None

FINANCIAL IMPACT:

Please refer to the water and sewer rate worksheets provided by Public Works Director Sanchez.

RECOMMENDED MOTION:

None (unless Council wishes to modify assumptions, data, and resulting proposed rates)