



AGENDA ITEM SUMMARY FORM

MEETING DATE: 03/09/26

PREPARED BY: Melissa Marsh, City Manager

AGENDA ITEM CONTENT: Water and Sewer Rates FY 2027

AGENDA ITEM SECTION: Reports

BUDGETED AMOUNT: \$

FUNDS REQUESTED: \$

FUND: 592- Water and Sewer Rate

EXECUTIVE SUMMARY:

Staff proposes bringing the water and sewer rate adjustment to City Council in early March rather than with the May budget adoption. This schedule allows staff time to provide advanced notice to all customers prior to implementation. The new rates would take effect for bills issued on or after July 1, 2026, which cover utilization from April–June for residential customers and mid-May–mid-June usage for commercial customers. The proposed FY 2027 Water and Sewer Fund budget totals \$15.4 million.

Rates to support this budget are \$5.01 for Water (5.7% increase) and \$7.29 for Wastewater (4.74% increase) for bills processed on or after July 1, 2026.

RECOMMENDATION:

Staff recommends that City Council approve a resolution to adopt water and wastewater rates effective for bills processed on or after July 1, 2026 for \$5.01 per unit of water and \$7.29 per unit of wastewater.