

Discuss and Consider Adopting Resolution #2023-167 by the Board of Trustees of New Braunfels Utilities Approving Proposed Amendments to Chapter 130, Article IV, Section 130-167 of the Code of Ordinances of the City of New Braunfels Relating to Water Rates (i) Removing the Off Peak and Peak Season Monthly Charge Distinctions; (ii) Adjusting Volume Charges; (iii) Modifying Service Rate Classifications; (iv) Adjusting Water Rates and Charges for Fiscal Year 2024; (v) Providing for Adjustments of Water Rates and Charges for Fiscal Year 2025; (vi) Resolving Other Matters Incident and Related Thereto; and (vii) Authorizing Presentation of Same to the City Council of New Braunfels for its Consideration and Passage



Water Rate Recommendations

On Peak/Off Peak

Remove On-Peak/Off-Peak Differential

Make FY2022 Revenue Neutral

General Service (GS) Class

Split Commercial Class into Large GS and Small GS

Move High Use Customers to Large General Service Class

Usage Tiers

Establish Tiers to Reflect Usage Levels

Create Tier to Allow for Low Usage Savings

FY 2024/2025 Water Rate Design

- Remove On-Peak/Off-Peak Differential
- Split Commercial Class into Small General Service and Large General Service (LGS) to match customer usage patterns
 - Move Larger Usage Customers into Large Commercial Class
- Modified tiers in Residential and Small Commercial Class to match customer usage patterns
- Average System Revenue Increase
 - 2024: 9.07% | 2025: 13.43%
- Drivers: ~84% capital; ~7% personnel; ~9% other O&M

Recommendations – Residential Water Usage at 3,000 Gallons*

WATER - AVERAGE RESIDENTIAL BILL					
	Current**		FY24		FY25
Customer Bill \$	21.77	\$	21.83	\$	22.50
YOY % Change			0%		3%

***37.4% of NBU water customers use 3,000 gallons or less on average per month**

****Assuming off-peak rate**

Residential Water Bill Comparison Essential Use – 3,000 Gallons

