



CITY COUNCIL WORK SESSION MEMO

DEPARTMENT	PRESENTED BY	DATE
Finance	Aimee Tihonovich - Finance Director	February 3, 2025

AGENDA ITEM

Water and Wastewater Rate study results

BACKGROUND

Building upon a presentation made to City Council at their February 20, 2024 worksession, Ehler's Inc. has completed their rate study and recommended Water and Wastewater fees utilizing an "Equivalent Residential Unit" (ERU) approach. This model follows best practices for creating a fair and equitable approach for maintaining the water and wastewater services and addressing significant capital needs.

This presentation has been delayed due to negotiations with Poncha Springs regarding the Intergovernmental Agreement. This fee schedule matches what was agreed to with Poncha Springs for System Development Fees and is designed to address funding for the poncha interceptor project.

Ehler's will make a presentation at the meeting and will be able to fully address your questions.

REQUESTED DIRECTION FROM COUNCIL

Staff Requests that Council ask questions until they are fully comfortable with the proposed fees in preparation for the amended fee schedule resolution that Council will be asked to adopt at the regular meeting immediately following this presentation.