

# STAFF REPORT



**SUBJECT:** FY21-22 Upper Leon River Municipal Water District (ULRMWD) – Raw Water Charges  
**MEETING:** Regular Business Meeting - 02 Nov 2021  
**DEPARTMENT:** Public Works  
**STAFF CONTACT:** Nick Williams

## RECOMMENDATION:

Staff recommends the authorization for the FY21-22 routine payments to the Upper Leon River Municipal Water District (ULRMWD) for raw water charges in the amount of \$154,546.00 per the agreement established in 1999.

## BACKGROUND:

The city entered into a Supplemental Water Service Agreement with the ULRMWD on July 26, 1999. The annual Raw Water charge is the dollar-for-dollar pass thru cost from the Brazos River Authority (BRA) for Stephenville's allocation of 1862 acre-feet (AF) of raw water as a part of a District contract with the BRA.

The annual notice (attached) from ULRMWD dated July 26, 2021 confirms the FY21-22 BRA System Rate of \$83.00 per AF.

## FISCAL IMPACT SUMMARY:

The city's raw water charge for the period September 1, 2021 thru August 31, 2022 is \$154,546.00. The approved FY21-22 budget allocated funds specifically for this routine, annual cost.

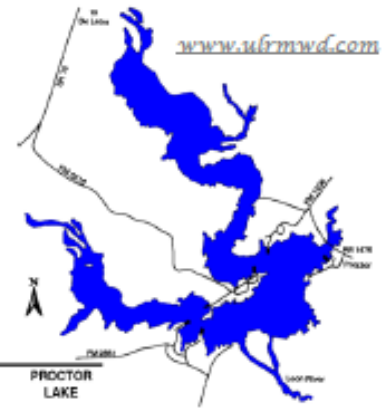
## ATTACHMENTS:

Attached is a copy of the ULRMWD FY21-22 notice.

# Upper Leon River Municipal Water District

2250 Highway 2861

Comanche, Texas 76442



September 15<sup>th</sup>, 2021

**NICK WILLIAMS**

City of Stephenville  
298 West Washington  
Stephenville, Texas 76401

RE: ULRMWD Water Charges  
City Volumetric Rate  
Minimum Fee  
Raw Water Charge

Nick,

The Upper Leon River MWD Board adopted a rate for the member (constituent) cities of \$4.8153 per thousand gallons at their May 24<sup>th</sup>, 2021 Board Meeting. When 2.5% is applied to the \$4.8153 it yields an adjusted **Volumetric Rate** to the City of Stephenville of **\$4.9357 per thousand**; net change will be \$0.0561 per thousand (up 1.15%).

The new volumetric rate would be effective for water metered for the period October 28<sup>th</sup> thru November 24<sup>th</sup>, 2021.

The **Minimum Fee** remains \$141,972 and the pay terms remain the same; i.e., paid monthly **\$11,831**, or it can be paid annually.

**Raw Water charge** is the dollar-for-dollar pass thru from Brazos River Authority (BRA) for 1862 A.F. of raw water that is a part of a District contract with BRA. As most are aware, the 1862 A.F. of water represents the drought-of-record, 31.4% reduction of the original 2714 A.F of water contracted by District... from BRA... for the benefit of the City. On July 26<sup>th</sup>, 2021 the BRA Board of Directors set their System Rate at \$83.00 per Acre Foot. This per AF rate, applied to the contract that was billed by BRA and paid by the District, forms the City's Raw Water charge. The City's **Raw Water Charge for the period September 1<sup>st</sup>, 2021 thru August 31<sup>st</sup>, 2022 is \$154,546**. This amount is due upon receipt; invoice accompanies.

Please contact us at your opportunity to discuss this or any other matters. The Office phone is 254-879-2258.

Thank you,

gary d. lacy