

MEETING REPORT

WASTEWATER COMMITTEE
MONDAY, OCTOBER 3, 2011
1:00 p.m.

Directors: Delbert Rotelli
Barbara Balen

Public: Blair Aas, SCI Consulting Group

Staff: Pete Kampa
John Barnhart
Casey Prunchak

Review Draft Water Rate Study to be Presented by SCI Consulting Group

Pete Kampa reported that the Fiscal Committee meeting met earlier in the day, summarizing the following items that were discussed during the Fiscal Committee meeting:

Page 4 – Primary Assumptions, add fixed rates / variables

Page 6 – Projected Revenue and Cost, add a second footnote to include unfunded retiring medical liability of 1.1 million for the next five years

Page 7 – Projected Reserve Fund Balance, add a footnote for rate stabilization reserve assumes that no conservation occurs based on the rate, could be substantially less

Page 9 – Treated Water Rates, add a third footnote explaining Public/Institutional customer consumption greater than 1,200 cu ft. is charged at the third consumption tier rate only during the rate increase (transitional period) then they will be charged according to their usage

Page 10 – Raw Water Rates, leave the current six rates structures in place, however continue to evaluate over the next year. Raw water rates are being proposed to increase the same percentage rate as that the average single family residential customer

Blair Aas presented the following PowerPoint presentation on the TUD Water Rate Study:

- District Objectives
- Primary Assumptions
- Revenue Requirement
- Projected Revenue and Costs
- Projected Reserve Fund Balances
- Treated Water Rates (Minimum Monthly Service Charge through FY 2014 – 2015)
- Treated Water Rates (Consumption Service Charge Rates through FY 2014 – 2015)
- Raw Water Rates
- Average Monthly Bill Summary

Committee Recommendation: Move forward with recommendations from the Fiscal Committee members and present the Water Rate Study and proposed water rate increase to the full Board for review and consideration.