

2016/2017 FISCAL NOTE

Ordinance/Motion: 2016-XXXX
 Title: 2017 Sewer Rate and Capacity Charge Ordinance
 Affected Agency and/or Agencies: Wastewater Treatment Division, Department of Natural Resources and Parks
 Note Prepared By: Daniel Kaplan, Financial Services Administrator, WTD
 Date Prepared: 3/18/2016
 Note Reviewed By: Tom Lienesch, Economist, WTD
 Date Reviewed: 3/18/2016

Description of request:

This legislation increases the sewer rate from \$42.03 in 2016 to \$44.22 in 2017 with the intent to keep this rate through 2018. The capacity charge would increase 3.6 percent from \$58.70 to \$60.80 per residential customer equivalent for 15 years for customers who connect in 2017. Most of the revenue impact is delayed until after 2017 due to a lag in the beginning of the 15-year billing period. The capacity charge for customers connecting in previous years remains at rates established for their year of connection.

Revenue to:

Agency	Fund Code	Revenue Source	2017/2018	2019/2020	2021/2022
Water Quality/WTD	4610	Customer Charges	792,634	843,267	887,174
Water Quality/WTD	4610	Capacity Charges	145,989	168,390	193,779
TOTAL			938,623	1,011,657	1,080,953

Expenditures from:

Agency	Fund Code	Department	2017/2018	2019/2020	2021/2022
Water Quality	4611	WTD	0	0	0
TOTAL			0	0	0

Expenditures by Categories

	2017/2018	2019/2020	2021/2022
	0	0	0
TOTAL	0	0	0

Does this legislation require a budget supplemental?

Notes and Assumptions: This legislation increases the sewer rate from \$42.03 in 2016 to \$44.22 in 2017 with the intent to keep this rate through 2018. The capacity charge would increase 3.6 percent from \$58.70 to \$60.80 per residential customer equivalent for 15 years for customers who connect in 2017. Most of the revenue impact is delayed until after 2017 due to the lag in the beginning of the 15-year billing period. The capacity charge for customers connecting in previous years remains at rates established for their year of connections.