

Rates for July 2026 - June 2027

the City to operate and maintain the water system in a way that ensures customers are provided with continuous, safe drinking water.

Proposed Rates	Current Rates	2027	2028	2029	2030	2031
3/4" Meter	\$22.49	\$34.90	\$36.60	\$38.47	\$40.52	\$42.79
1" Meter	\$31.66	\$58.16	\$61.00	\$64.12	\$67.54	\$71.31
1.5" Meter	\$50.35	\$116.32	\$122.01	\$128.24	\$135.08	\$142.62
2" Meter	\$76.85	\$186.11	\$195.22	\$205.18	\$216.13	\$228.19
3" Meter	\$113.24	\$372.22	\$390.43	\$410.37	\$432.26	\$456.38
4" Meter	\$147.93	\$581.59	\$610.05	\$641.20	\$675.41	\$713.09
6" Meter	\$210.95	\$1,163.18	\$1,220.10	\$1,282.40	\$1,350.82	\$1,426.18
4" Fire Service	\$13.33	\$10.97	\$11.41	\$11.86	\$12.34	\$12.83
6" Fire Service	\$17.60	\$31.84	\$33.12	\$34.44	\$35.82	\$37.25
8" Fire Service	\$26.28	\$67.87	\$70.59	\$73.41	\$76.35	\$79.40
Usage (per HCF)	\$2.62	\$2.26	\$2.36	\$2.48	\$2.60	\$2.74
Prison Rate (per Thousand Gallons)	\$3.11	\$6.48	\$6.89	\$7.34	\$7.84	\$8.39
AIRB* Monthly Bill (500 cubic feet)	\$22.49	\$46.18	\$48.41	\$50.86	\$53.55	\$56.50
AIRB* Percent Increase		99.74%	4.82%	5.04%	5.26%	5.51%
AIRB* Affordability	0.76%	1.57%	1.64%	1.73%	1.82%	1.92%

*AIRB = Average 3/4" Inside City Limits Residential Customer Bill

Average residential bill for customer using 500 cubic feet of water per month

Implementation Remarks & Conclusion

Recommendations for the current financial condition and rate option selection have been discussed. Below are some additional recommendations for the City.

General Implementation Advice

Key points to remember with this rate adjustment are:

- Every year revenues versus expenditures should be reviewed to ensure that the rates cover all costs to the system.
- Rates should be reviewed every 5 years or whenever the water system is at risk of expenditures exceeding revenues.
- Successful utilities are those that strive to be transparent. In day-to-day operations, the City should strive to promote its services (highlights and the low points) and continuously educate residents about why it is necessary to raise and adjust rates.
- If possible, CIP reserves should be moved to and maintained in the highest interest-bearing accounts available to offset inflation unless the cost of doing so is more than the interest earned on the account.