



CHAPTER 30 ORDINANCE RATE AMENDMENTS

PH-25-051

September 2, 2025

Background

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- July 7, 2020, City Council received the results of the 2020 Water & Sewer Rate Study
 - ▣ Study indicated that water revenues were insufficient to fully fund projected expenses to include infrastructure replacement
 - ▣ Recommended a five-year phased approach to increase the base charge for commercial meters based on the American Water Works Association (AWWA) standard for meter size capacities
 - Phase 1 was implemented in the FY 2023 Budget
 - Phase 2 was implemented in the FY 2024 Budget
 - Phase 3 was implemented in the FY 2025 Budget

Background (cont'd)

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- All additional revenue created by these increases are proposed in the FY 2026 Budget.
 - ▣ Phase four of five-year commercial water rate increase - \$175,000 Revenue
 - ▣ \$.50 increase to residential water base rate - \$330,000
 - \$.11 increase to tier one - \$130,165
 - \$.23 increase to tier two - \$27,633
 - \$.28 increase to tier three - \$25,679
 - ▣ \$.83 increase to residential sewer base rate - \$536,000

Monthly Residential Rates

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	Current Amount	Change Amount	Recommended Amount	Change Percent
Residential:				
Sewer -				
Minimum	\$ 20.76	\$ 0.83	\$ 21.59	3.84%
Volumetric (3,001-15,000 gals)	\$ 3.80	-	\$ 3.80	0.00%
Water (3/4") Residential -				
Minimum				
5/8" and 3/4"	\$ 15.04	\$ 0.50	\$ 15.54	3.22%
1"	\$ 16.49	\$ 0.50	\$ 16.99	2.94%
1-1/2"	\$ 20.13	\$ 0.50	\$ 20.63	2.42%
2"	\$ 24.48	\$ 0.50	\$ 24.98	2.00%
3"	\$ 34.65	\$ 0.50	\$ 35.15	1.42%
4"	\$ 49.20	\$ 0.50	\$ 49.70	1.01%
6"	\$ 86.61	\$ 0.50	\$ 87.11	0.57%
8"	\$ 129.10	\$ 0.50	\$ 129.60	0.39%
Volumetric (2,001-15,000 gals)	\$ 3.38	\$ 0.11	\$ 3.49	3.15%
Volumetric (15,001 - 30,000 gals)	\$ 4.23	\$ 0.23	\$ 4.46	5.16%
Volumetric (Over 30,000 gals)	\$ 5.29	\$ 0.28	\$ 5.57	5.03%
(1) Outside of city limits is recommended rate plus fifty percent (50%)				

Monthly Commercial Rates

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	Current Amount	Change Amount	Recommended Amount	Change Percent
Commercial (inside City limits):				
Sewer -				
Minimum	\$ 20.65	\$ -	\$ 20.65	0.00%
Volumetric (3,001+ gals @ 90% flow factor)	3.80	-	3.80	0.00%
Minimum by Meter Size (Phase 4 of 5):				
Water (5/8" and 3/4")	\$ 15.52	\$ -	\$ 15.52	0.00%
Water (1")	\$ 19.63	\$ 1.87	\$ 21.50	9.53%
Water (1-1/2")	\$ 33.65	\$ 6.54	\$ 40.19	19.44%
Water (2")	\$ 50.47	\$ 12.15	\$ 62.62	24.07%
Water (3")	\$ 89.73	\$ 25.23	\$ 114.96	28.12%
Water (4")	\$ 145.81	\$ 43.93	\$ 189.74	30.13%
Water (6")	\$ 286.01	\$ 90.66	\$ 376.67	31.70%
Water (8")	\$ 454.25	\$ 146.74	\$ 600.99	32.30%
(1) Outside of city limits is recommended rate plus fifty percent (50%)				

Utility Bill Comparison

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Average Residential Customer				
(using 5,700 gallons of water per month)				
Description	Recommended Amount	Current Amount	Change Amount	Change Percent
Sewer	\$ 32.99	\$ 31.02	\$ 1.97	6.35%
Water	\$ 29.50	\$ 27.55	\$ 1.95	7.08%
Solid Waste	\$ 19.78	\$ 19.78	\$ -	0.00%
Street Maintenance	\$ 10.00	\$ 10.00	\$ -	0.00%
Drainage	\$ 5.40	\$ 5.40	\$ -	0.00%
Total Utility Bill	\$ 97.67	\$ 93.75	\$ 3.92	4.18%

Recommendations

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- City Council approve the ordinance amending Chapter 30, Water, Sewers, and Sewer Disposal, of the Code of Ordinances, to amend Residential and Commercial Water and Residential Sewer Rates as presented.