

DATA SHEET
Agenda Item No. 10.

Meeting Date: June 1, 2017

Agenda Item:

Authorize Staff to forward preliminary estimates of District fees and charges for next fiscal year to Members and Customers for budget planning purposes.

Placement:	<input checked="" type="checkbox"/> Consent	<input type="checkbox"/> Individual Consideration	<input type="checkbox"/> Executive Session
Vote:	<input checked="" type="checkbox"/> Non-Weighted	<input type="checkbox"/> Weighted Capital	
Recommending Department: Business			

Background:

For the next fiscal year (FY 2018), the outlook is good, necessitating only moderate increases in rates – ranging from 0% up to 4% -- to sustain the various regional programs of the District. Each year the District distributes preliminary estimates of fees and charges expected for the upcoming Fiscal Year (beginning October 1, 2017) to assist Members and Customers in preparation of their respective budgets. By contract, these preliminary estimates must be mailed out by June 15th of each year, subject to approval of final rates by the Board in September.

The Rate Committee is scheduled to meet next week to review and evaluate potential rate adjustments and may have comments for the Board meeting. These estimates are very preliminary, but are considered adequate for budgeting purposes.

- Administrative Fees (Membership Dues). No increase anticipated.
- Regional Treated Water System. An estimated blended increase of 3.0% (comprised of a 0.00% increase in the volume rate and a 4.06% increase in the demand rate).
- Lakeview Regional Water Reclamation System. No increase anticipated. Capital charges (for joint and individual financing) are assessed to recover debt service costs associated with capital reimbursement payments for each Member/Customer.
- Northeast Water Reclamation System. Average overall increase of 4.00% -- in fixed O&M and volume charges (comprised of a 6.4% increase to the fixed O&M charge and a 0.00% increase in the volume charge). Capital charges (for joint and individual financing) are assessed to recover debt service costs associated with capital reimbursement payments for each Member/Customer.
- Peninsula Plant. No increase anticipated.
- Non-Potable. A 6% increase is expected for the raw water charge due to expected increase by Dallas Water Utilities. In contrast, no increase is expected to charges for treated effluent.

- Household Hazardous Waste Program. A rate increase of \$3 per household is suggested for the budget due to an anticipated increase in processing costs by Fort Worth (\$88 to \$91 per household for mobile collection events, subject to change depending on Fort Worth's decision).
- Growth Program. No increase anticipated.

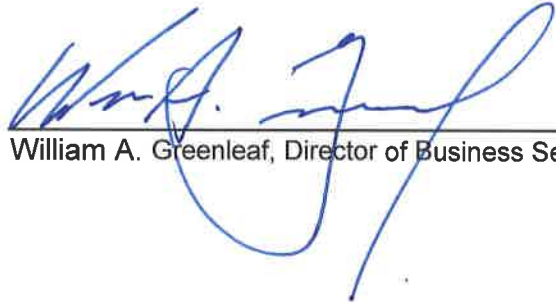
Recommendation:

Authorize Staff to forward preliminary estimates of District fees and charges for next fiscal year to Members and Customers for budget planning purposes.

Enclosures:

Summary of Preliminary Estimates of Fees and Charges for FY 2017-2018.

Submitted By:



William A. Greenleaf, Director of Business Services

Date: May 26, 2017

UPPER TRINITY REGIONAL WATER DISTRICT
Summary of Preliminary Estimates of Fees and Charges for FY 2017-18

Following are preliminary estimates of fees and charges for Members and Customers. These estimates should be considered to be very preliminary, pending the finalization and adoption of the District's FY 2017-2018 budget.

I. ADMINISTRATIVE FEE – Preliminary

Population	FY 2017 Rates	Preliminary FY 2018 Rates
0 – 5,000 Population	\$ 0.422/Person \$500 Minimum	\$ 0.422/Person \$500 Minimum
5,001 – 25,000 Population	\$ 0.237/Person	\$ 0.237/Person
Above 25,000 Population	\$ 0.093/Person	\$ 0.093/Person

II. WATER RATES - Preliminary

• Wholesale Treated Water	<u>Present Rates</u>	<u>Preliminary Rates</u>
Volume Charge:		
Members	\$ 1.11/1,000 gallons	\$ 1.11/1,000 gallons
Customers	\$ 1.19/1,000 gallons	\$ 1.19/1,000 gallons
Flat Rate (0.50 mgd or less)	\$ 4.33/1,000 gallons	\$ 4.46/1,000 gallons
Demand Charge: (Subscribed Capacity)	\$ 411,500/mgd/year	\$ 428,200/mgd/year

III. WASTEWATER RATES - Preliminary

• Lakeview Regional Water Reclamation System	<u>Present Rates</u>	<u>Preliminary Rates</u>
Volume Charge: Treatment	\$ 1.25/1,000 gallons	\$ 1.25/1,000 gallons
Fixed O&M Charges:	\$ 392,200/mgd/year	\$ 392,200/mgd/year

- **Lakeview Regional Water Reclamation System con't.**

Capital Charges for Joint / Individual Facilities*

Corinth	\$ 749,350/year	\$ 752,225/year
Highland Village	\$ 971,135/year	\$ 912,615/year
Lake Cities MUA	\$ 544,525/year	\$ 535,455/year
DCFWSO #7	\$ 789,315/year	\$ 794,990/year
Double Oak	\$ 17,040/year	\$ 13,930/year
Bartonville	\$ 23,010/year	\$ 21,570/year

* Fees are based on the actual debt service required for each Member's allocated portion.

- **Northeast Regional Water Reclamation System – Riverbend & Doe Branch Plants**

	<u>Present Rates</u>	<u>Preliminary Rates</u>
Volume Charge: Treatment		
Members	\$ 1.25/1,000 gallons	\$ 1.25/1,000 gallons
Customers	\$ 1.34/1,000 gallons	\$ 1.34/1,000 gallons
Fixed O&M Charges:	\$ 490,000/mgd/year	\$ 521,350/mgd/year
Temporary Rate for flows from Doe Branch to Riverbend	\$ 4.30/1,000 gallons	N/A

Capital Charges for Joint and Individual Financing Facilities*

DCFWSO #8	\$ 167,740/year	\$ 168,150/year
Providence Village	\$ 231,390/year	\$ 233,085/year
DCFWSO #10	\$ 93,720/year	\$ 92,595/year
DCFWSO #11A	\$ 77,675/year	\$ 76,745/year
Mustang SUD	\$ 33,815/year	\$ 37,960/year
Celina	\$ 793,760/year	\$ 1,138,760/year
Prosper	\$ 0	\$ 0

* Fees are based on the actual debt service required for each Member's allocated portion.

• **Peninsula Water Reclamation Plant**

	<u>Present Rates</u>	<u>Preliminary Rates</u>
Volume Charge: Treatment		
Members	\$ 1.25/1,000 gallons	\$ 1.25/1,000 gallons
Customers	\$ 1.34/1,000 gallons	\$ 1.34/1,000 gallons
Fixed O&M Charges:	\$ 597,500/mgd/year	\$ 597,500/mgd/year
Capital Charges for Joint Facilities		
Mustang SUD	\$ 66,260/year	\$ 72,445/year

IV. NON-POTABLE RATES - Preliminary

	<u>Present Rates</u>	<u>Preliminary Rates</u>
Treated Effluent Volume:	\$ 0.54/1,000 gallons	\$ 0.54/1,000 gallons
Raw Water Volume:	\$ 1.00/1,000 gallons	\$ 1.06/1,000 gallons
Demand Charge:	\$ 150,000/year	\$ 150,000/year

V. COLLECTION & DISPOSAL OF HOUSEHOLD HAZARDOUS WASTE – Preliminary

	<u>Present Rates</u>	<u>Preliminary Rates</u>
Collection Events & Disposal:	\$ 88.00/household	\$ 91.00/household
Fort Worth Voucher:	\$ 58.00/household	\$ 61.00/household
Event Voucher:	\$ 88.00/household	\$ 91.00/household

VI. GROWTH PROGRAM RATES – Preliminary

	<u>Present Rates</u>	<u>Preliminary Rates</u>
Growth Member Fee:	\$ 2.20/person/year	\$ 2.20/person/year
	\$ 1,100 Minimum	\$ 1,100 Minimum
	\$ 5,000 Maximum	\$ 5,000 Maximum

Note: The Fee for those entities that receive indirect service from the District's Regional Treated Water System is \$ 0.70 / person (\$1,100 minimum).

