



# Utility Rate Model Analysis and Implementation (Utilities Operational)



Council Presentation  
July 23, 2019



# Project Scope



This item provides updates to utility rate model to align revenues and costs associated with operation and growing demand. Utilities include:

- Water supply conservation and sustainability initiatives
- Emerging water resources (desalination, reuse, and aquifer storage recovery, etc.)
- Water transmission, treatment, and distribution
- Wastewater collection, treatment, and sanitary sewer overflow prevention
- Stormwater collection, pumping, and pollution prevention
- Gas supply and distribution

Engineer will perform the following tasks:

- Collect and analyze data on consumption, O&M, CIP, and debt service
- Develop of revenue requirements for each utility
- Define utility cost centers and customer classes for a fair and equitable cost sharing
- Analyze, define, and align cost centers such as supply, treatment, transmission, and distribution for water, wastewater, storm water and gas
- Develop and implement a new utility rate model
- Provide training and technical support to the City on as-needed basis
- Provide annual updates if required and authorized



# Project Schedule



2019					20
Aug	Sep	Oct	Nov	Dec	Jan
<b>Rate Model Implementation</b>					

**Professional Services Duration: 180 Calendar Days = 6 months**

Projected schedule reflects City Council award in July 2019 with anticipated completion by January 2020



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# Questions?