

Department of Public Works

Drainage Utility Charge Ordinance Amendment



Council Presentation

August 30, 2022

Drainage Utility Fee Background

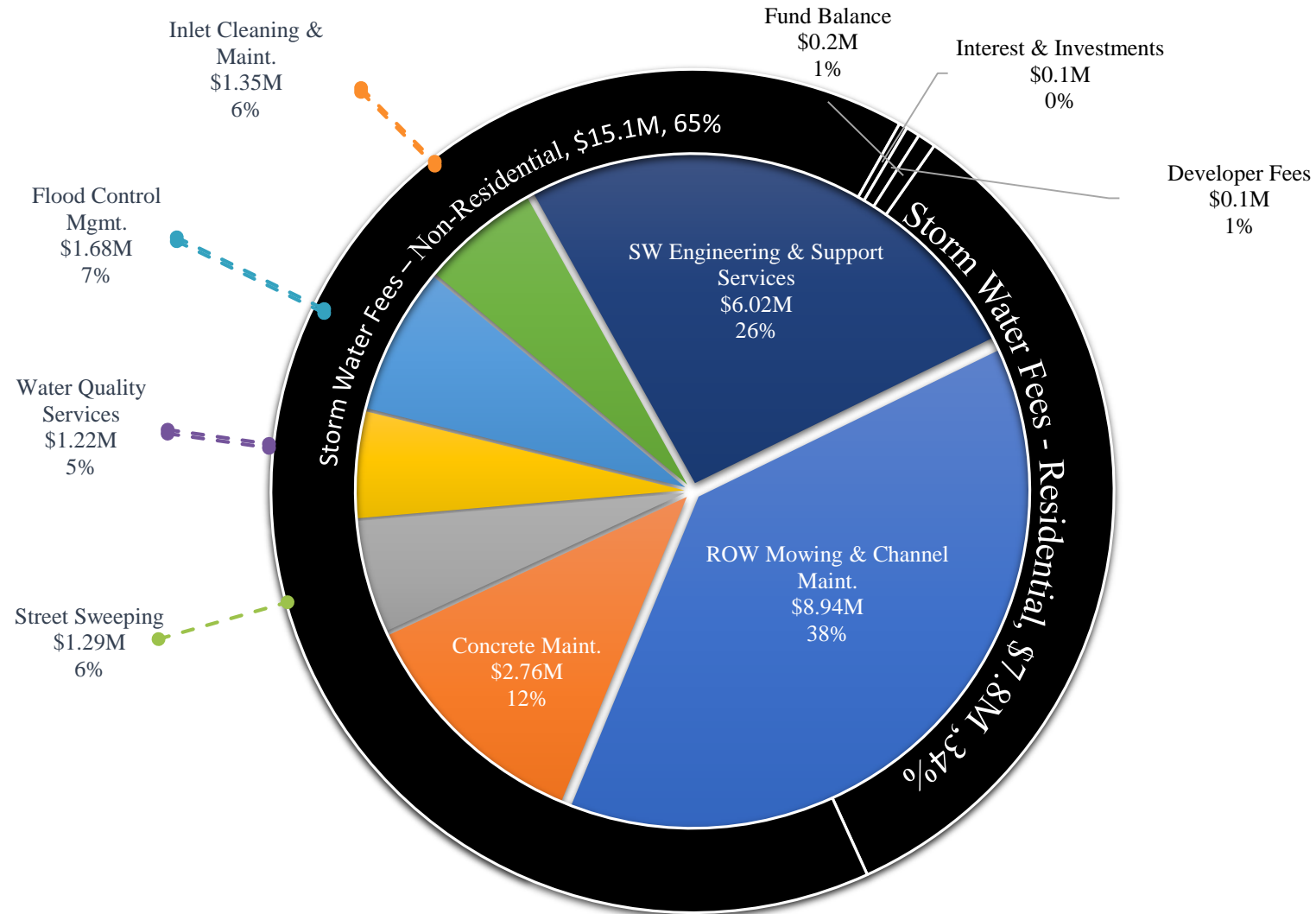
- AKA “Storm Water Fee”
- Established as a stand-alone utility fee in September 2021
- Went into effect for customers January 1, 2022
 - Estimated revenue from current rate: \$13.6 million
 - Current fee was determined while Public Works had no debt obligations
- Debt obligations and planned storm water enhancements require a newly leveraged fee for residential and non-residential customers



STORM WATER FUND

FY 2023 PROPOSED BUDGET: \$23.3M

(\$ in Millions)



FY 2023-2027 Service Enhancements Forecast

- Listed services funded by Storm Water Fee

STORM WATER SERVICES		FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
Storm Water Inlet Cleaning & Maintenance ¹		3.5 years	1.3 years	1.3 years	1.3 years	1.3 years	1.3 years
Vegetation Management ROW Mowing ²		20x	20x	20x	20x	20x	20x
In-House Street Sweeping Program ²	Neighborhoods	2x	2x	2x	3x	4x	4x
	Collectors	2x	4x	6x	8x	10x	12x
	Arterials	8x	8x	10x	10x	10x	12x
Minor Channel (“Bar Ditches”) Cleaning & Maintenance ¹		As Requested	As Requested	6.0 years	3.0 years	3.0 years	3.0 years
Major Channel / Natural Creek Way Restoration & Maintenance ¹		2.0 years	2.0 years	2.0 years	2.0 years	2.0 years	2.0 years

Note: (1) Cycle length; (2) Cycles per year.



FY 2023-2027 Five-Year Forecast

Fund 4300 - Storm Water Fund

	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
Base Program	\$ 16.0 M	\$ 19.79 M	\$ 23.36 M	\$ 28.34 M	\$ 32.02 M	\$ 34.92 M
Improvements	\$ 2.00 M	\$ 3.57 M	\$ 4.98 M	\$ 3.68 M	\$ 2.90 M	\$ 4.91 M
Total	\$ 18.00 M	\$ 23.36 M	\$ 28.34 M	\$ 32.02 M	\$ 34.92 M	\$ 39.83M
Residential Rate Tier 1	\$ 4.59	\$ 5.77	\$ 6.76	\$ 7.74	\$ 8.69	\$ 9.63
Residential Rate Tier 2	\$ 6.12	\$ 7.69	\$ 9.01	\$ 10.32	\$ 11.59	\$ 12.84
Residential Rate Tier 3	\$ 10.71	\$ 13.46	\$ 15.77	\$ 18.06	\$ 20.28	\$ 22.47
Non-Residential Rate	\$ 6.12 per ERU	\$ 7.69 per ERU	\$ 9.01 per ERU	\$ 10.32 per ERU	\$ 11.59 per ERU	\$ 12.84 per ERU

* ERU = Equivalent Residential Unit

Recommendations

Staff recommends approving the amended
Drainage Utility Fee as presented.

