

Belton City Council Meeting
June 14, 2022 – 5:30 P.M.

The Belton City Council met in regular session in the Wright Room of the Harris Community Center. Members present included Mayor Wayne Carpenter and Councilmembers David K. Leigh, Craig Pearson, Dan Kirkley, John R. Holmes, Sr., Daniel Bucher and Stephanie O'Banion. Staff present included Sam Listi, Gene Ellis, John Messer, Amy Casey, Mike Rodgers, Jon Fontenot, Tina Moore, Chris Brown, Charlotte Walker, Judy Garrett, Kim Kroll, Matt Bates, Bob van Til, Paul Romer, Daniel Aguirre, Cynthia Hernandez, Amanda Cox and Jo-Ell Guzman.

The Pledge of Allegiance to the U.S. Flag was led by Councilmember Stephanie O'Banion, and the pledge to the Texas Flag was led by City Manager Sam Listi. The Invocation was given by Mayor Wayne Carpenter.

1. **Call to order.** Mayor Carpenter called the meeting to order at 5:31 p.m.
2. **Public Comments.** *(Audio 1:54)*

Randy Pittenger thanked the Council for allowing the Chamber to help in encouraging local businesses to apply for the small business grants. He also discussed the Fourth of July activities that are upcoming. He thanked the City for their partnership with the Chamber in this event.

Consent Agenda

Items 3-4 under this section are considered to be routine by the City Council and may be enacted by one motion. If discussion is desired by the Council, any item may be removed from the Consent Agenda prior to voting, at the request of any Councilmember, and it will be considered separately. *(Audio 6:50)*

3. **Consider minutes of previous meetings:**
 - A. **May 23, 2022, Special Called City Council Meeting.**
 - B. **May 24, 2022, Regular City Council Meeting.**
4. **Consider reappointments to the following Boards/Commissions:**
 - A. **Parks Board** – Josh Pearson and Oscar Bersosa
 - B. **Zoning Board of Adjustment** – Mat Naegle and Nelson Hutchinson

Upon a motion by Councilmember Holmes, and a second by Councilmember Kirkley, the Consent Agenda was unanimously approved upon a vote of 7-0.

Planning and Zoning

5. **Z-22-10 Hold a public hearing and consider a zoning change from Agricultural (A) to Single Family-3 (SF-3) Residential District on approximately 97.413 acres located at 1000 E. Avenue H, generally east of Interstate 35 on the northside of E. Avenue H, and south of Nolan Creek.** *(Audio 7:46)*

Planner Tina Moore presented this item.

Public Hearing: The following people spoke in favor of the zoning change:

- (1) Nicholas Kale, Applicant's Engineer
- (2) Clarence Griggs, Property Owner
- (3) Mike Avera, Applicant

No one else spoke for or against the item.

Upon a motion for approval of the rezoning by Councilmember Kirkley, and a second by Councilmember O'Banion, the rezoning was approved upon a vote of 6-1 (Councilmember Bucher dissenting) with the condition that the subdivision plat must satisfactorily address access for the 224 dwelling units.

ORDINANCE NO. 2022-21

AN ORDINANCE AMENDING THE ZONING ORDINANCE OF THE CITY OF BELTON BY CHANGING THE DESCRIBED DISTRICT FROM AGRICULTURAL TO SINGLE FAMILY-3 RESIDENTIAL DISTRICT ON AN APPROXIMATE 97.413 ACRE PROPERTY LOCATED AT 1000 E. AVENUE H.

Miscellaneous

6. **Hold a public hearing and consider an ordinance on second reading, granting a commercial solid waste collection franchise to Paramount Wastewater Solutions LLC. (Audio 29:26)**

City Clerk Amy Casey presented this item.

Public Hearing: no one spoke for or against.

Upon a motion for approval by Mayor Pro Tem Leigh, and a second by Councilmember Pearson, the franchise ordinance was approved upon a vote of 7-0.

ORDINANCE NO. 2022-30

AN ORDINANCE GRANTING A FRANCHISE TO PARAMOUNT WASTEWATER SOLUTIONS, LLC TO PROVIDE INDUSTRIAL/COMMERCIAL SOLID WASTE COLLECTION SERVICES WITHIN THE CITY OF BELTON; PROVIDING FOR THE SCOPE AND NATURE OF THE OPERATION; PROVIDING FOR THE DISPOSAL OF GARBAGE, SOLID WASTE AND REFUSE; PROVIDING A PROCEDURE FOR THE HANDLING OF COMPLAINTS; PROVIDING FOR A FRANCHISE FEE; REQUIRING INDEMNITY INSURANCE; PROVIDING FOR REVOCATION AND AMENDMENT; PROVIDING FOR PAYMENT OF TAXES BY THE FRANCHISEE; PROHIBITING

**ASSIGNMENT AND SUBLETTING OF THE FRANCHISE WITHOUT CONSENT;
PROVIDING FOR FORFEITURE; AND MAKING OTHER PROVISIONS.**

7. **Consider authorizing the City Manager to execute a construction contract for the N. East Street Water Improvements project (CDBG Project Number 7220021), and any change orders associated with the contract, not to exceed the amount authorized under state law.** *(Audio 31:08)*

Director of Public Works Matt Bates presented this item.

Upon a motion for approval by Councilmember Holmes, and a second by Councilmember O'Banion, the contract with TTG Utilities was approved upon a vote of 7-0.

8. **Consider authorizing the City Manager to enter into a professional services agreement with KPA Engineers for construction administration services for the N. East Street Water Improvements project (CDBG Project Number 7220021).** *(Audio 34:32)*

Director of Public Works Matt Bates presented this item.

Upon a motion for approval by Councilmember O'Banion, and a second by Councilmember Kirkley the agreement with KPA Engineers was approved upon a vote of 7-0.

9. **Consider a resolution authorizing the execution and delivery of Addendum #4 to the Amended and Restated Water Supply Contract with Bell County Water Control and Improvement District No. 1, in connection with the issuance of the District's Water System Revenue Bonds, Series 2022, concerning Belton's cost share in Standby Power Generation Project at the Water Plant, in the approximate amount of \$2 million plus interest.** *(Audio 35:46)*

City Manager Sam Listi presented this item.

Upon a motion for approval by Councilmember Pearson, and a second by Councilmember Holmes, Addendum #4 to the Amended and Restated Water Supply Contract with BCWCID #1 was approved upon a vote of 7-0.

Budget

10. **Conduct a work session on FY2023 budget considerations including, but not limited to, the following funds:** *(Audio 41:46)*

- A. Water and Sewer Fund**
B. Drainage Fund

Director of Finance Mike Rodgers presented this item as shown in Exhibit "A." No action was required of the Council at this time.

11. **Consider a resolution endorsing a 5-year water and wastewater rate structure that is designed to provide financial stability for the Water and Sewer Fund.** (Audio 1:08:41)

Director of Finance Mike Rodgers and Consultant Nelisa Heddin presented this item as shown in Exhibit “B.”

Councilmember Kirkley made a motion for Water Base Rates by meter size – option 2. The motion was seconded by Councilmember Pearson and was approved upon a vote of 7-0.

Councilmember Holmes made a motion for Water Volumetric Rates with two customer classes: domestic and sprinkler – option 1. The motion was seconded by Councilmember Kirkley and was approved upon a vote of 7-0.

Councilmember Pearson made a motion for Wastewater Base and Volumetric rates for a single customer class. The motion was seconded by Councilmember Kirkley and was approved upon a vote of 7-0.

RESOLUTION NO. 2022-21-R

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF BELTON, TEXAS, ENDORSING A 5-YEAR WATER AND WASTEWATER RATE STRUCTURE THAT IS DESIGNED TO PROVIDE FINANCIAL STABILITY FOR THE WATER AND SEWER FUND.

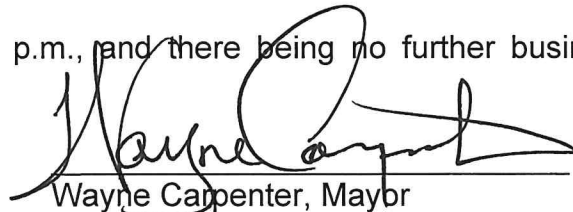
The Mayor announced that the Council would take a five minute recess at 7:37 p.m.

Executive Session

At 7:42 p.m., the Mayor announced the Council would go into Executive Session for the following item:

12. Executive Session pursuant to the provision of the Open Meetings Law, Chapter 551, Govt. Code, Vernon’s Texas Codes Annotated, in accordance with the authority contained in Section 551.072, Deliberation Regarding Real Property.

The Mayor reopened the meeting at 8:13 p.m., and there being no further business, the meeting was adjourned.


Wayne Carpenter, Mayor

ATTEST:


Amy M. Casey, City Clerk

EXHIBIT "A"



FY23 Budget Workshop June 14, 2022

Presented by:
Michael Rodgers, CPA
Director of Finance

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Funds To Be Discussed

- Water and Sewer Fund
- Drainage Fund

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Water and Sewer Fund Year-End Forecast for FY22

	FY22 Adopted Budget	FY22 Year-End Estimate
Revenue	\$ 10,460,630	\$ 10,312,712
Expenditures	(10,614,980)	(10,415,010)
Incr/(Decr) to Reserve	\$ (154,350)	\$ (102,298)

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Forecast for FY22

- Revenue is expected to increase nine percent over FY 2021 but still fall short of budget by \$147,000
- Expenditures may end the year \$200,000 under budget due to savings related to the water and sewer master plan

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Water and Sewer Fund FY23 Statement of Fund Balance

Projected Unrestricted Balance, Sept 30, 2022	\$ 6,055,233	57.0%
Increases/(Decreases) to Fund Balance:		
FY23 Revenue	12,160,390	
FY23 Expenses	<u>(12,770,490)</u>	
Net Increase/(Decrease) to Fund Balance	<u>(610,100)</u>	
Projected Restricted Balance, Sept 30, 2023	<u>\$ 5,445,133</u>	42.6%

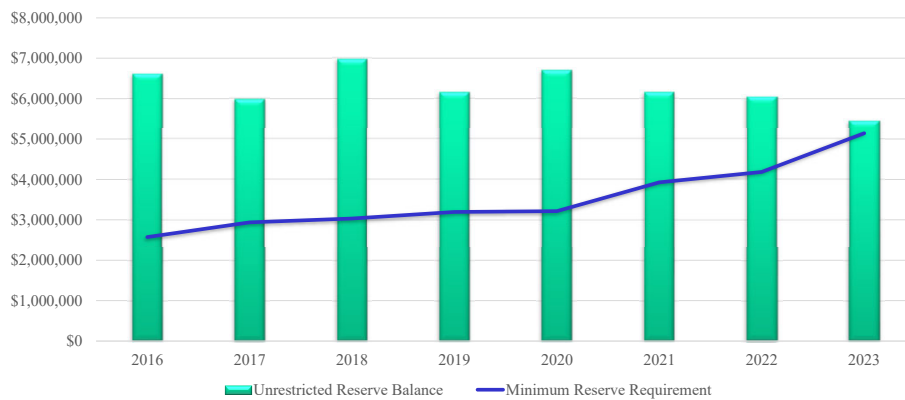
The City has adopted a fund balance policy with the goal of achieving and maintaining fund balance equal to 30% of budgeted expenditures plus the annual debt service for any fund-supported borrowing from external creditors for the fiscal year. At no time, shall fund balance fall below 25% of budgeted expenditures.

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Status of Water and Sewer Fund Reserves



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Budget to Budget Comparison Revenue by Category

Water and Sewer Fund Revenue Category	FY22 Budget	FY22 Estimate	FY23 Budget	Increase / (Decrease)
Water Revenue	\$ 6,014,130	\$ 5,739,009	\$ 5,930,250	\$ (83,880)
Sewer Revenue	3,829,650	3,782,831	5,255,500	1,425,850
Fees and Other Revenue	489,690	658,550	560,900	71,210
Miscellaneous	127,160	132,322	130,610	3,450
Transfers	0	0	283,130	283,130
Total Revenue	\$10,460,630	\$10,312,712	\$12,160,390	\$ 1,699,760

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FY23 Water and Sewer Fund Revenue

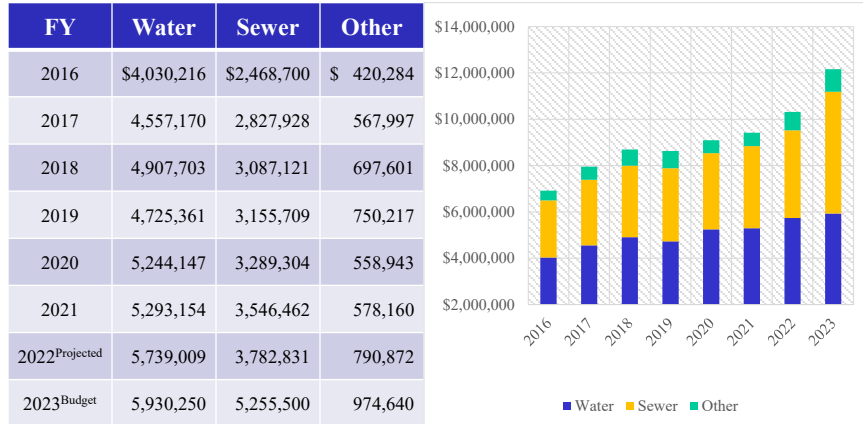
- Water revenue increases by three percent which is comparable to the four-year average growth rate
- Sewer revenue increases by \$1.4 million due to increases in base and volumetric rates
- Transfers reflects personnel cost allocations and the use of ARPA funds

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Water and Sewer Fund Revenue from FY16 to FY23



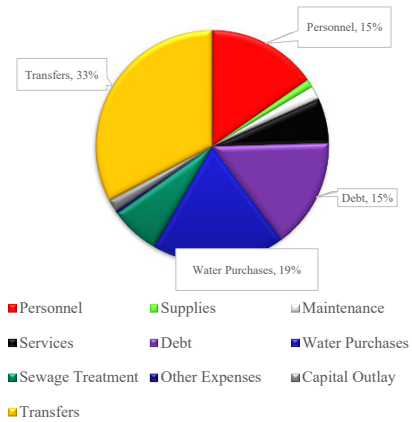
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FY23 Water and Sewer Fund Expenses by Category

Expense Category	Amount
Personnel	\$ 1,949,880
Supplies	149,700
Maintenance	234,050
Services	802,480
Debt	1,954,450
Water Purchases	2,358,600
Sewage Treatment	878,520
Other Expenses	50,000
Capital Outlay	214,000
Transfers	4,178,810
Total Expenses	\$12,770,490



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Budget to Budget Comparison Expenses by Category

Water/Sewer Fund Expense Category	FY22 Budget	FY22 Estimate	FY23 Budget	Increase / (Decrease)
Personnel	\$ 2,089,620	\$ 2,021,761	\$ 1,949,880	\$ (139,740)
Supplies	123,070	133,688	149,700	26,630
Maintenance	182,350	250,050	234,050	51,700
Services	1,019,210	685,770	802,480	(216,730)
Debt	1,536,880	1,620,809	1,954,450	417,570
Water Purchases	1,500,700	1,511,514	2,358,600	857,900
Sewage Treatment	829,340	807,500	878,520	49,180
Other Expenses	90,000	10,000	50,000	(40,000)
Capital Outlay	404,000	367,000	214,000	(190,000)
Transfers	2,839,810	3,006,918	4,178,810	1,339,000
Totals	\$10,614,980	\$10,415,010	\$12,770,490	\$ 2,155,510

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Water & Sewer Fund Significant Changes

- Personnel costs reflect changes to the method of allocating payroll costs
- Consulting expenses fall by \$256,000 after completion of the rate study and a cost reduction to the utility master plan update
- City debt service payments increase by \$417,000 after the issuance of Certificates of Obligation in 2022 for the elevated storage tank and 6th Ave waterline

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Water & Sewer Fund Significant Changes

- Water costs rise by \$857,000 due to increasing operating costs and BCWCID-issued debt for water distribution, water treatment capacity and backup power generation
- Capital outlay includes \$200,000 for water tap materials and \$14,000 for wash bay doors

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Water & Sewer Fund Significant Changes

- Transfers for capital projects total \$2,550,000 in FY23 to cash fund several projects, including
 - \$1,500,000 TBWWTP expansion (bond offset)
 - \$ 600,000 Continental lift station offload
 - \$ 450,000 W Avenue A sewer replacement
- Other transfers include
 - \$ 599,950 Personnel cost allocation
 - \$ 618,050 Franchise fees and fleet allocation
 - \$ 135,710 Capital equipment replacement
 - \$ 275,100 Water meter replacement

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Outstanding City Debt for FY 2023

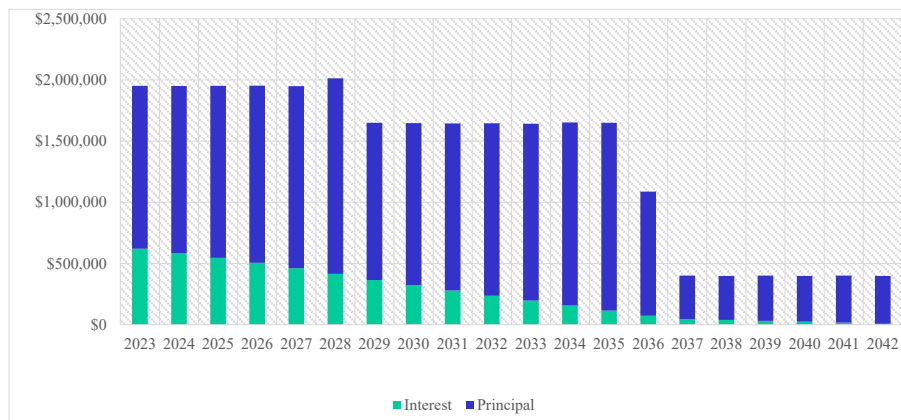
Bond Issuance Description	Outstanding Amount
Certificates of Obligation, Series 2008	\$ 58,950
Certificates of Obligation, Series 2015	\$ 5,635,000
Certificates of Obligation, Series 2016	\$ 8,215,000
G.O. Refunding Bonds, Series 2017	\$ 435,000
Certificates of Obligation, Series 2022	\$ 6,070,000
Revenue-Supported Debt Outstanding	\$ 20,413,950

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Annual Debt Service Payments on Revenue-Supported Debt



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Drainage Fund

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Drainage Fund Year-End Forecast for FY22

	FY22 Budget	Year-End Estimate
Revenue	\$ 580,400	\$ 557,112
Expenditures	(573,180)	(532,278)
Incr/(Decr) to Reserve	\$ 7,220	\$ 24,834

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Forecast for FY22

- Revenue grows by five percent over FY 2021 but ends FY 2022 \$23,380 under budget
- Expenses are under budget due to savings in personnel and maintenance

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Drainage Fund FY23 Statement of Fund Balance

Projected Spendable Balance, Sept 30, 2022	\$	342,071
Increases/(Decreases) to Fund Balance:		
FY23 Revenue		582,100
FY23 Expenditures		<u>(582,100)</u>
Net Increase/(Decrease) to Fund Balance		-
Spendable Fund Balance, Sept 30, 2023	\$	<u>342,071</u>

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Budget to Budget Comparison Revenue by Category

Drainage Fund Revenue Category	FY22 Budget	FY22 Estimate	FY23 Budget	Increase / (Decrease)
Storm Drainage Fees	\$580,000	\$556,620	\$579,000	\$ (1,000)
Interest Income	400	492	600	200
Transfers	0	0	2,500	2,500
Total Revenue	\$580,400	\$557,112	\$582,100	\$ 1,700

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FY23 Drainage Fund Revenue

- No change to the City's drainage fee is proposed for FY23
- Storm drainage fee revenue increases by four percent over the year-end estimate for FY22
- Interest income grows as yields are expected to increase

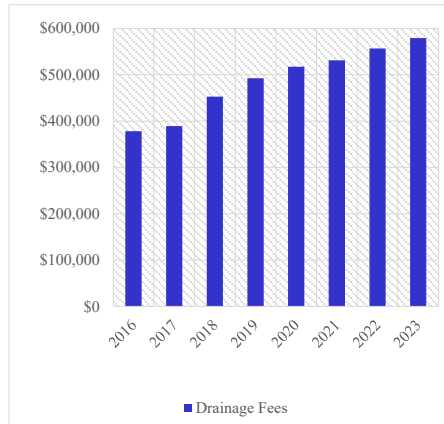
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Drainage Fund Revenue from FY16 to FY23

FY	Drainage Fees
2016	\$377,990
2017	389,230
2018	452,742
2019	492,639
2020	517,462
2021	531,251
2022 ^{Projected}	556,620
2023 ^{Budget}	579,000



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Budget to Budget Comparison Expenses by Category

Drainage Fund Expense Category	FY22 Budget	FY22 Estimate	FY23 Budget	Increase / (Decrease)
Personnel	\$ 268,990	\$251,515	\$ 198,610	\$ (70,380)
Supplies	15,630	16,940	17,120	1,490
Maintenance	46,260	30,760	54,360	8,100
Services	30,090	21,185	37,510	7,420
Debt	25,030	25,030	25,130	100
Capital Outlay	8,000	7,668	0	(8,000)
Transfers	179,180	179,180	249,370	70,190
Totals	\$ 573,180	\$532,278	\$ 582,100	\$ 8,920

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Significant Changes

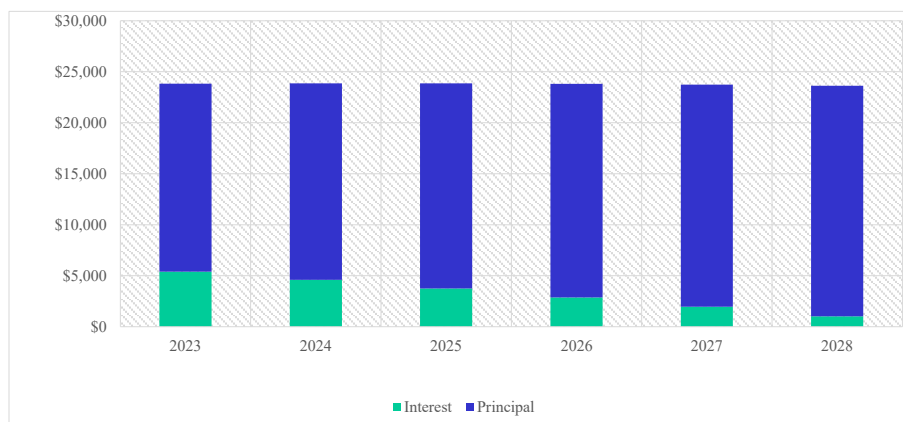
- Personnel costs and transfers reflect changes to the method of allocating payroll costs
- Flood warning expenses include the replacement of the Roy Reynolds/IH-14 Service Road device with a radar sensor
- Capital outlay decreases after the purchase of a zero-turn mower in FY 2022

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Annual Debt Service Payments on Revenue-Supported Debt



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In Summary

- Water & Sewer Fund revenue grows to cover increasing costs for water distribution, water treatment, and backup power generation; additional debt service for the elevated storage tank; and cash-funding for capital projects
- \$2,550,000 will be transferred into capital project funds for upcoming projects
- No rate increases are planned for drainage

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Questions/Comments?

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EXHIBIT "B"

WATER AND SEWER RATE STRUCTURE 2023 - 2027

CITY COUNCIL FOLLOW-UP

JUNE 14, 2022

1

RATE STUDY FOLLOW-UP

- NELISA HEDDIN, PROPRIETOR OF NELISA HEDDIN CONSULTING, LLC, PRESENTED HER STUDY AND RECOMMENDATIONS TO CITY COUNCIL ON MAY 24, 2022
- BASED UPON FEEDBACK, NELISA HAS ADJUSTED THE STUDY ASSUMPTIONS TO INCLUDE
 - COMMERCIAL CONSUMPTION WAS INCREASED BY 1,500,000 GALLONS PER MONTH BEGINNING IN 2024 DUE TO EXPANSION OF THE BELL COUNTY JAIL
 - MULTIFAMILY CONSUMPTION WAS INCREASED BY 600,000 GALLONS PER MONTH IN 2024 AND RAISED AGAIN BY 600,000 GALLONS PER MONTH IN 2026 FOR TWO APARTMENT COMPLEXES
 - CONSUMPTION FOR NEW SCHOOLS WERE ADDED IN 2024 AND 2026
- ON MAY 26, 2022, BELL COUNTY WCID INFORMED THE CITY THAT IT PLANNED TO ISSUE APPROXIMATELY \$12M IN DEBT FOR BACKUP POWER AT THE WATER PLANT. BELTON'S SHARE OF THE PROJECT IS \$1.5M PLUS INTEREST. DEBT SERVICE PAYMENTS OF \$120,000 PER YEAR HAVE BEEN ADDED TO THE STUDY BEGINNING IN 2023

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WATER AND WASTEWATER REVENUE REQUIREMENTS

- UTILITY RATES MUST COLLECT SUFFICIENT REVENUE TO COVER OPERATING EXPENSES, CAPITAL IMPROVEMENTS, DEBT SERVICE, AND INFLATION OVER THE NEXT FIVE YEARS
- SEVERAL MAJOR PROJECTS WILL OCCUR DURING THE PERIOD THAT WILL ELEVATE EXPENSES SIGNIFICANTLY

(WATER) BELTON TRANSMISSION SYSTEM UPGRADE PROJECT UPSIZES THE 14" WATERLINE TO 24" AND INSTALLS TWO 9.5 MGD PUMPS FOR \$6.7M, INCREASING ANNUAL EXPENSES BY \$450,000

(WATER) BELTON WATER TREATMENT CAPACITY WILL INCREASE TO 4 MGD WITH A 30-YEAR BOND ISSUE BY BCWCID FOR \$22M, INCREASING ANNUAL EXPENSES BY \$1,000,000

(WATER) BACKUP POWER AT THE WATER TREATMENT PLANT, A \$12.4M BCWCID PROJECT, WILL INCREASE CITY OF BELTON ANNUAL EXPENSES BY \$120,000 TO PAY ITS SHARE OF DEBT SERVICE

(WASTEWATER) BIDDING IN 2023, EXPANSION OF THE TEMPLE-BELTON WWTP WILL REQUIRE A CITY DEBT ISSUANCE OF APPROXIMATELY \$9.0M IN 2023, INCREASING ANNUAL EXPENSES BY \$660,000

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REVENUE REQUIREMENTS WATER UTILITY

	2023	2024	2025	2026	2027
Water Utility	\$5,503,234	\$6,471,056	\$7,080,236	\$8,161,670	\$8,706,589

Increase due to three BCWCID water projects; cash-funded City capital projects; and additional staff

Increase due to debt service on \$3.9M bond issuance by the City and cash-funded capital projects

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REVENUE REQUIREMENTS WASTEWATER UTILITY

	2023	2024	2025	2026	2027
Wastewater Utility	\$5,960,688	\$5,580,872	\$6,219,099	\$5,937,060	\$6,913,264

2023 is elevated due to debt service on \$9M bond issuance by City and cash-funded capital projects per CIP

Decline due to fewer cash-funded projects compared to 2023

Increase due to cash-funded capital projects

Increase due to cash-funded capital projects

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RATE STRUCTURE OPTIONS TO CONSIDER

- WATER BASE RATES
 - OPTION 1) BASE FEES BY METER SIZE AS RECOMMENDED BY THE CONSULTANT
 - OPTION 2) BASE FEES BY METER SIZE WITH SAME RATE FOR 5/8" AND 3/4"
 - OPTION 3) BASE FEES, ALL SAME CHARGE
- WATER VOLUMETRIC RATES
 - OPTION 1) SEPARATE DOMESTIC AND SPRINKLER CUSTOMER CLASSES AS RECOMMENDED
 - OPTION 2) SINGLE CUSTOMER CLASS

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OPTION 1) WATER BASE FEES BY METER SIZE

Count	Size	Current	2023	2024	2025	2026	2027
7732	5/8"	\$ 17.00	\$ 20.32	\$ 22.54	\$ 23.36	\$ 24.92	\$ 24.92
1	3/4"	17.00	25.61	28.62	29.70	31.89	31.89
563	1"	17.00	36.19	40.80	42.39	45.83	45.83
122	1.5"	17.00	62.65	71.24	74.10	80.69	80.69
276	2"	17.00	94.40	107.77	112.16	122.53	122.53
48	3"	17.00	179.07	205.17	213.65	234.08	234.08
13	4"	17.00	274.33	314.75	327.83	359.58	359.58
8	6"	17.00	538.92	619.14	644.98	708.18	708.18
3	8"	17.00	856.43	984.41	1,025.57	1,126.50	1,126.50
0	10"	17.00	1,226.86	1,410.55	1,469.59	1,614.55	1,614.55
0	12"	17.00	3,502.35	4,028.30	4,197.13	4,612.54	4,612.54

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OPTION 2) WATER BASE FEES BY METER SIZE WITH 5/8" AND 3/4" CHARGED SAME RATE

Count	Size	Current	2023	2024	2025	2026	2027
7733	5/8 or 3/4"	\$ 17.00	\$ 20.32	\$ 22.54	\$ 23.36	\$ 24.92	\$ 24.92
563	1"	17.00	36.19	40.80	42.39	45.83	45.83
122	1.5"	17.00	62.65	71.24	74.10	80.69	80.69
276	2"	17.00	94.40	107.77	112.16	122.53	122.53
48	3"	17.00	179.07	205.17	213.65	234.08	234.08
13	4"	17.00	274.33	314.75	327.83	359.58	359.58
8	6"	17.00	538.92	619.14	644.98	708.18	708.18
3	8"	17.00	856.43	984.41	1,025.57	1,126.50	1,126.50
0	10"	17.00	1,226.86	1,410.55	1,469.59	1,614.55	1,614.55
0	12"	17.00	3,502.35	4,028.30	4,197.13	4,612.54	4,612.54

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OPTION 3) WATER BASE FEES, ALL SAME CHARGE

Count	Size	Current	2023	2024	2025	2026	2027
8766	All Sizes	\$ 17.00	\$ 22.14	\$ 24.52	\$ 25.32	\$ 26.97	\$ 26.97

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OPTION 1) WATER VOLUMETRIC RATE, DOMESTIC AND SPRINKLER CUSTOMER CLASSES

Count	Class	Current	2023	2024	2025	2026	2027
8044	Domestic	\$ 3.70	\$ 3.70	\$ 3.90	\$ 4.10	\$ 4.38	\$ 4.64
722	Sprinkler	3.70	4.75	5.38	5.71	6.43	6.67

- SPRINKLER METERS WOULD HAVE NO MONTHLY BASE CHARGE BEGINNING IN FY 2023
- VOLUMETRIC RATES APPLY FOR EACH 1,000 GALLONS CONSUMED
- OF THE 722 SPRINKLER CUSTOMERS, 525 ARE RESIDENTIAL AND 197 ARE COMMERCIAL/MULTI-FAMILY
- A CUSTOMER USING 10,000 GALLONS THROUGH A 5/8" SPRINKLER METER WOULD PAY \$47.50 IN FY 2023 COMPARED TO \$49.92 USING THE DOMESTIC RATE PLUS BASE CHARGE METHODOLOGY AS IN PRIOR YEARS

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OPTION 2) WATER VOLUMETRIC RATE, SINGLE CUSTOMER CLASS

Count	Class	Current	2023	2024	2025	2026	2027
8766	All Classes	\$ 3.70	\$ 3.87	\$ 4.13	\$ 4.35	\$ 4.69	\$ 4.93

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EFFECT ON A CUSTOMER WHO USES 5,000 GALLONS THROUGH A DOMESTIC 5/8" METER

OPTIONS 1 & 2 BASE RATES BY METER SIZE AND TWO CUSTOMER CLASSES

	Amount
Base charge, incl 2,000 gallons	\$20.32
Volumetric charge (3x\$3.70)	11.10
Total billed for water in FY 2023	31.42
Total billed for water in FY 2022	28.10
Change from FY 2022	\$3.32

OPTION 3 SINGLE BASE RATE AND SINGLE VOLUMETRIC RATE

	Amount
Base charge, incl 2,000 gallons	\$22.14
Volumetric charge (3x\$3.87)	11.61
Total billed for water in FY 2023	33.75
Total billed for water in FY 2022	28.10
Change from FY 2022	\$5.65

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RECOMMENDED WASTEWATER RATES

	Current	2023	2024	2025	2026	2027
Base Fee	\$ 14.00	\$ 16.25	\$ 18.51	\$ 18.51	\$ 18.51	\$ 18.51
Volumetric Rate	5.00	7.50	8.50	8.50	8.50	8.85

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TOTAL WATER AND WASTEWATER BILL FOR A CUSTOMER WHO USES 5,000 GALLONS THROUGH A 5/8" DOMESTIC METER

FY 2022

	Amount
Water base charge	\$17.00
Water volumetric charge	11.10
Wastewater base charge	14.00
Wastewater volumetric charge	15.00
Total billed in FY 2022	\$57.10

FY 2023

	Amount
Water base charge*	\$20.32
Water volumetric charge*	11.10
Wastewater base charge	16.25
Wastewater volumetric charge	22.50
Total billed in FY 2023*	\$70.17

*Bill would be \$72.50 if single-rate options are selected

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CITY COMPARISON

City	Water	Sewer	Total Bill
Killeen	\$23.68	\$26.86	\$50.54
Temple	21.85	33.25	55.10
Harker Heights	28.74	27.03	55.77
Copperas Cove	40.00	44.25	88.25
Denison (pop 25,118)	39.75	35.56	75.31
Watauga (pop 24,629)	38.87	41.69	80.56
Corsicana (pop 23,989)	32.60	34.80	67.40
Belton FY 2022	28.10	29.00	57.10
Belton FY 2023	31.42	38.75	70.17

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RECOMMENDATIONS

- OUR CONSULTANT, NELISA HEDDIN, RECOMMENDS ENDORSING
 - BASE WATER RATES BY METER SIZE
 - VOLUMETRIC RATES WITH TWO CUSTOMER CLASSES: DOMESTIC AND SPRINKLER
 - WASTEWATER BASE AND VOLUMETRIC RATES AS CALCULATED
- HOW CUSTOMERS ARE CHARGED IS A POLICY DECISION OF CITY COUNCIL
- CITY COUNCIL WILL ANNUALLY ADOPT UTILITY RATES WITH THE FEE SCHEDULE

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