



VICTOR STAFF REPORT

Work Session Agenda Documentation

PREPARATION DATE: September 8, 2017

MEETING DATE: September 13, 2017

SUBMITTING DEPARTMENT: Public Works

DEPARTMENT DIRECTOR: Robert M. Heuseveldt, P.E., CFM

PRESENTER: Robert M. Heuseveldt, P.E., CFM

SUBJECT:

Re: Applicable Victor Values:

- | | | |
|--|---|---|
| <input type="checkbox"/> Culturally Historic | <input checked="" type="checkbox"/> Sustainable | <input type="checkbox"/> Connected to Nature |
| <input type="checkbox"/> Small Town Feel | <input type="checkbox"/> Family Friendly | <input checked="" type="checkbox"/> Administrative Need |

STATEMENT/PURPOSE

The purpose of this item is to establish a monthly sewer fee that is fair and equitable for the system users.

BACKGROUND/ALTERNATIVES

Staff has put together a fee analysis as part of the 2017-2018 budget. The revenue requirements for the system include operation and maintenance and debt service. The total revenue requirements for operation and maintenance is \$506,422. The total yearly debt service is \$205,648. The total amount of revenue requirement is \$712,070. The total amount of ERU's on the system is 1144. The resulting proposed monthly fee is \$47.49. The existing fee is \$42.91. The proposed fee is an increase of \$4.58 or a 10.67% increase.

The attached spreadsheet reflects the yearly costs broken down for comparison from 2013 to the projected pro forma year of 2017.

ALIGNEMENT WITH STRATEGIC INTENT

Sustainable

ATTACHMENTS

Sewer Fee Analysis

FISCAL IMPACT

See the attached spreadsheet.

STAFF IMPACT

Staff will have to adjust the rates on the billing software.

LEGAL REVIEW

RECOMMENDATION

Staff recommends that the monthly sewer rate be raised to \$47.49 per ERU per month.

SUGGESTED MOTION

