

Water & Wastewater Utility Rate Study

Revenue Adjustment Scenarios per Year

Prepared for the March 5, 2013 City Council Presentation

Water		2014 FY	2015 FY	2016 FY	2017 FY	2018 FY	
Scenario # 1:	Recommended (5 YR Plan)	15%	15%	14%	14%	13%	71%
Scenario # 2:	Minimum (10 YR CIP)	13%	13%	10%	10%	10%	56%
Scenario # 3:	Hybrid (10 YR CIP + R&R)	13%	13%	13%	10%	10%	59%

Wastewater		2014 FY	2015 FY	2016 FY	2017 FY	2018 FY	
Scenario # 1:	Recommended (5 YR Plan)	21.0%	17.0%	11.0%	11.0%	11.0%	71%
Scenario # 2:	Minimum (10 YR CIP)	18.5%	9.5%	9.5%	9.5%	9.5%	57%
Scenario # 3:	Hybrid (10 YR CIP + R&R)	18.5%	11.5%	10.5%	9.5%	9.5%	60%

Targets:

Debt Service covenants met by both utilities in 2013-2014 under all scenarios

Operating cash on hand (in days) (targeted level is 90 days or 3 months)

Water						
Scenario # 1:	Recommended (5 YR Plan)	-154	-159	-127	-39	94 days
Scenario # 2:	Minimum (10 YR CIP)	-110	-103	-66	2	95 days
Scenario # 3:	Hybrid (10 YR CIP + R&R)	-110	-103	-54	8	96 days

Wastewater						
Scenario # 1:	Recommended (5 YR Plan)	-198	-197	-172	-59	90 days
Scenario # 2:	Minimum (10 YR CIP)	-127	-122	-84	-12	94 days
Scenario # 3:	Hybrid (10 YR CIP + R&R)	-127	-113	-61	22	113 days