



**PUBLIC SERVICE BOARD MEETING
AGENDA ITEM
REGULAR MEETING**

Wednesday, November 09, 2022

Presentation and Discussion on the Sustainable Infrastructure Surcharge (SIS) Fee for Growth-related Areas

BACKGROUND

Raftelis Financial Consultants, Inc., the Utility's rate consultants, conducted an analysis of a plan for financing future water and wastewater facilities to meet the needs of new customers as development occurs in new service areas. The result is the need to implement a new fee to recover the costs associated with growth-related water and wastewater projects. If approved as part of the upcoming budget, the new SIS fee will be assessed on new meter service connections for a certain class of customers effective March 1, 2023.

STRATEGIC OBJECTIVES SUPPORTED

Strengthen Financial Viability

EVALUATION PROCESS

The growth-related capital projects in the new service areas outpace the existing source of revenue and must be addressed to sustain necessary infrastructure.

FINANCIAL IMPLICATIONS

The new SIS fee will be a new source of revenue to fund water and wastewater Capital Improvement Program projects in growth-related areas.

PROPOSED ACTION REQUESTED

Presentation and discussion on the proposed Sustainable Infrastructure Surcharge Fee to be assessed on new meter service connections for a certain class of customers to fund growth-related water and wastewater projects in new service areas.

SUPPORTING DOCUMENTATION PROVIDED

- None.