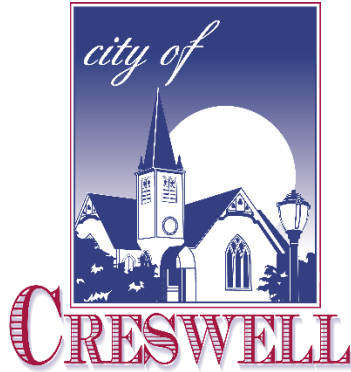




AGENDA

Water Rate Advisory Committee
Monday, February 23, 2026 @ 5:45 pm
Conference Room, Creswell City Hall

Committee: Councilor Staci Holt
Councilor Clark Kent - Secretary
Councilor Mark Kremer
Staff: Vincent Martorello, City Manager
Cliff Bellew, Public Works Director
James Piper, Finance Director

Shelly Clark - Chair
Matthew Bahen
Dave Stram

Call to Order by Past Secretary Clark:

1. Approval of Minutes from February 10, 2026
2. Approval of Minutes from February 12, 2025
3. Adjourn

Committee Charge:

- a) At the first meeting, select a chair and secretary. Keep minutes of all meetings and submit them to the City Recorder. Read Section 47. Water Rates, from the Creswell City Charter. With the adopted methodology, review City of Creswell water rates and recommend a rate to the City Council for Fiscal Year 2026/27; b) Review City of Creswell sewer rates and recommend a rate to the City Council for Fiscal Year 2026/27; c) Review City of Creswell TUF and recommend a rate to the City Council for Fiscal Year 2026/27.

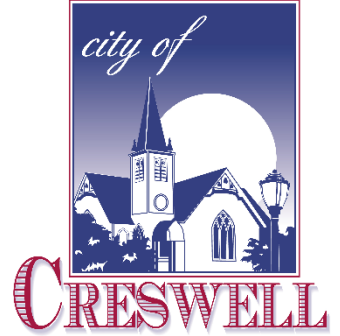
Timeline:

The Chair of the Water Rate Advisory Committee will present the water, sewer, and TUF rate recommendations at the February work session; this recommendation will be included in budget preparation and presented to the City Budget Committee in May. A public hearing on water and sewer rate recommendations will be held prior to the adoption of the 2026/27 budget.

City of Creswell Mission Statement:

The City of Creswell exists to provide quality, reliable, and affordable city services to city residents and businesses creating a safe, livable, attractive community with a unique small town atmosphere.

City of Creswell 13 S. 1st Street, PO Box 276 Creswell, Or. 97426
Ph (541) 895-2531 Fax (541) 895-3647



Committee:

Councilor Staci Holt Shelly Clark
Councilor Clark Kent Matthew Bahen
Councilor Mark Kremer Dave Stram

Staff:

Vincent Martorello, City Manager
Cliff Bellew, Public Works Director
James Piper, Finance Director

Audience: 1 member

Past Chair Staci Holt called the meeting to order at 6:01 p.m. on February 10, 2026.

Elect Chair and Secretary:

Dave Stram nominated Shelly Clark for the position of Chair, which was seconded by Councilor Staci Holt. Motion passed unanimously

For the Secretary position, Dave Stram nominated Councilor Clark Kent, which was seconded by Matthew Bahen. Motion passed unanimously.

Approval of Minutes from February 12, 2025:

The previous minutes are currently stuck in the previous domain server. The committee agreed to meet 10-15 minutes before the next Council work session or regular City Council meeting (depending on how long it takes to recover the minutes) and approve those minutes and the current meeting minutes at that time.

Public Input:

There was no public input at this meeting.

Read Section 47 of the City Charter:

This was read in full by Matthew Bahen.

Review and Discuss Water Utility Rates:

Finance Director James Piper presented a report on the Water Utility Rates. Grant funding is providing our water infrastructure improvements. We're meeting operational costs for our water and capital reserves. We actually decreased our water rate by 5% last year. Our debt service will be paid off in 2035.

Finance Director James Piper presented 10-year projections for the water rate with a 3% increase, a 1.5% increase, and a 0% increase. If we increased the rate by 1.5% we'd continue building our reserves. (Even if we don't increase rates now, we'll need to do so by FY29-30. City staff recommend a 1.5% increase in water rates.

The Committee discussed the effects of a potential 0% increase. Dave Stram noted that we need to be prepared to fiscally cover surprise costs and events, such as the Oregon DEQ-initiated moratorium (limiting an increased funding base) or the ice storm and the damage it inflicted on our community. Finance Director James Piper noted natural disasters, and unforeseen political changes can greatly affect costs. Public Works Director Cliff Bellew noted that with any increases we'll eventually start to fall short of being able to cover unknown costs. Councilor Mark Kremer warned against the rate being raised too high, as we are City government and not a business, and a 3% increase would be higher than what we need.

Councilor Staci Holt noted that the fiscal projections cover a much-wider range than previous years. City Manager Vincent Martorello said we did a long timeline to show how the sewer project will affect all rates going forward. Public Works Director Cliff Bellew said this is an outgrowth of the Water Master Plan, which covers a span of 20 years. We continue our projections in accordance with that plan. Several members spoke in appreciation of our meeting yearly so that we may ideally make modest adjustments to the rates.

Review and Discuss Sewer Rates:

Finance Director Jame Piper presented an overview of our current sewer situation and the timeline imposed by the Oregon DEQ. The DEQ has recognized our good-faith efforts to address this situation and has added 1 year to forthcoming deadline dates. If we are approved to connect to the Eugene-Springfield system via a partnership with the Metropolitan Wastewater Management Commission (MWMC) it will cost \$52 million. The alternative is to build our own modern plant. While that could be done more quickly, it is the more expensive option at \$70. Not doing anything would incur successive, compounding fines and fees, so that is not a viable option.

Councilor Staci Holt asked if Cottage Grove is in the same situation; maybe we could do some cost-sharing with them. Public Works Director Cliff Bellew answered that they have their own plant. City Manager Vincent Martorello noted that Junction City has a situation that is similar to ours.

Councilor Staci Holt asked what maintenance costs would look like if we had to construct our own plant. Public Works Director Cliff Bellew said that is our more expensive option, requiring increased chemical and personnel costs. It will also need to be upgraded in another 20 years.

Matthew Bahen asked if there was any potential planning on bringing the east side of town into this project. Public Works Director Cliff Bellew said there was not at this time. They are pretty well established with a privately-owned system and adding them to current plans would compound the MWMC process. Matthew Bahen asked if we'd be able to eventually add the east side into our own plant if we had to go with that option. Public Works Director Cliff Bellew said a waste plant in town would be sized for 20 years of growth, so it could happen but would require some massive infrastructure, such as laying pipe under the I-5.

The committee discussed the potential for low-income assistance with the increased sewer costs. Dave Stram provided the example of the Help to Others (H2O) community program City Manager Vincent Martorello noted that offering such utility assistance programs could make us eligible for more grants or more favorable to receive them. He provided an example. Finance Director James Piper noted that there could be some difficulty because we are considered to be an "affluent" community, but this is mainly because we have so many households with two working members.

Finance Director James Piper shared estimates of a 50% sewer rate increase, a 15% rate increase (which was what we had anticipated for this fiscal year during last year's committee meeting), and a 7.5% increase. The City recommends a 7.5% increase.

Review and Discuss Transportation Utility Fee (TUF) Rates:

Finance Director James Piper presented an overview of the TUF. The City recommends a 0% increase. He shared the effects of various rate changes on an average citizen's utility bill.

Motions and Voting:

Councilor Staci Holt made a motion to recommend the following rates to the Budget Committee: a 7.5% sewer rate increase, a 0% water rate increase, and a 0% Transportation Utility Fee increase. Councilor Clark Kent seconded the motion.

Dave Stram made a motion to amend that motion, setting the recommended rate increases to a 7.5% sewer rate increase, a 1.5% water rate increase, and a 0% TUF increase. Matthew Bahen seconded the amended motion.

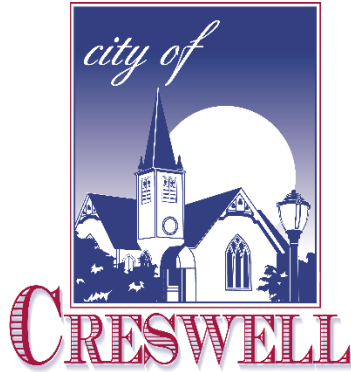
The motion to amend the original motion failed on a 2-4 vote, with Dave Stram and Matthew Bahen in favor and Councilor Staci Holt, Councilor Clark Kent, Councilor Mark Kremer, and Committee Chair Shelly Clark against.

Dave Stram expressed concern that a 0% water rate increase would mean we are going backwards. City Manager Vincent Martorello noted that it would bring reserves down from \$4.8 million to \$4.2 million. Given that level of reserve funding, he didn't think a single year at 0% is going backwards.

The original motion then passed unanimously, 6-0.

Adjournment:

Chair Clark adjourned the meeting at 8:07 p.m.



(Original minutes of this meeting were unable to be recovered. In its place these minutes were drafted from memory of this meeting and the resulting recommendations brought forward to the City Council work session on February 24, 2025, as noted in those minutes.)

Minutes

Water Rate Advisory Committee

Wednesday, February 12, 2025 @ 6:00 pm

Conference Room, Creswell City Hall

Committee:	Councilor Staci Holt - Chair	Shelly Clark
	Councilor Clark Kent - excused	Matthew Bahen
	Councilor Mark Kremer - Secretary	Dave Stram
Staff:	Spencer Nebel, Interim City Manager	
	Cliff Bellew, Public Works Director	
	James Piper, Finance Director	

Committee called to Order by the Chair at approximately 6pm

1. Elect Chair and Secretary
 - a. Motion was made to nominate Staci Holt as Chair and seconded; vote 5-0 in favor; motion passed unanimously. Motion _____ Second _____
 - b. Motion was made to nominate Mark Kremer as Secretary and seconded; vote 5-0 in favor; motion passed unanimously. Motion _____ Second _____
2. Approval of Minutes from February 5, 2024

Motion was made to approve the minutes of February 5, 2024, as presented, as seconded; vote 5-0; motion passed unanimously. Motion _____ Second _____
3. Public Input

No public input.
4. Read Section 47 of the City Charter

City Charter Section 47 read aloud.
5. Review and Discuss Water Utility Rates

Finance Director shared a presentation on water rates. Piper presented water user and demographics information. Director Piper discussed the methodology and basis for assigning

City of Creswell Mission Statement:

The City of Creswell exists to provide quality, reliable, and affordable city services to city residents and businesses creating a safe, livable, attractive community with a unique small town atmosphere.

costs. Piper shared grant funding for improvements of \$1.3 million of \$1.5 million in total infrastructure.

Director Piper shared financial results for the Water Fund for fiscal year 2023-24. Water Fund had \$546,898 of revenues over expenditures. This will be transferred to the Water Capital Improvements Reserve Fund in fiscal year 2025-26 for future capital projects in the Water Master Plan capital improvements list.

City staff recommended 5% decrease in water rates due to the use of grants to provide infrastructure project in the capital improvements list and a reduction in annual debt service of \$226,123.

Motion was made to recommend a 5% reduction in water rates for fiscal year 2025-26 to the City Council at the February work session and seconded; vote 5-0 in favor; motion passed unanimously. Motion _____ Second _____

6. Review and Discuss Sewer Utility Rates

Director Piper shared a presentation on sewer rates. Piper explained that sewer does not have a separate meter for measuring outflow and that the water reading is used in the winter with winter average usage being used for summer months.

Piper shared the financial results for the Sewer Fund for fiscal year 2023-24. Revenues over expenditures were \$404,799, before transfers. This will be transferred to the Sewer Capital Improvements Reserve Fund in fiscal year 2025-26 for future projects in the Wastewater Facilities Master Plan capital improvements list. The annual increase in sewer rates for 2023-24 was 7%. Sewer plant or regional connection starts at \$40 million. There are also collection system upgrades of \$5 million needed. Grant from the State of \$1 million secured for collection system work in progress.

Piper shared DEQ requirements under the NPDES Permit and timeline of 7 years to complete them. Construction of a solution to address effluent and ammonia are to be completed by December 1, 2029.

Piper shared that a regional connection would cost approximately \$40 million and result in reduced personnel and treatment costs for the city. \$20 would be for construction of infrastructure and then \$20 million would be required for connection to MWMC/Lane County/City of Springfield.

Staff recommended a 15% increase to meet the debt service requirement for construction loans of \$20 million to begin the project in fiscal year 2026-27.

Motion was made to recommend a 15% rate increase in sewer rates for fiscal year 2025-26 to City Council at the February work session and seconded; vote 5-0 in favor; motion passed unanimously. Motion _____ Second _____

7. Review and Discuss Transportation Utility Fee Rates (TUF)

Director Piper gave a presentation on transportation utility fee (TUF) rates. Single family residential homes pay \$4 per month. Businesses pay more. City staff anticipate \$225,000 annually to fund a gap in capital improvements budget to complete and start a street

City of Creswell Mission Statement:

The City of Creswell exists to provide quality, reliable, and affordable city services to city residents and businesses creating a safe, livable, attractive community with a unique small town atmosphere.

improvement project every three years. This is with anticipation that projects will also be funded by a local improvement district (LID).

Piper shared that without an LID on 2nd Street the transportation utility fee will need to increase 63% in order to maintain approximately \$3 million reserve for the next street project in three years. If the LID were assessed to provide sidewalks, the TUF would have to increase 17%.

Staff recommended no increase in rates with the anticipated LID imposed on 2nd Street.

Piper shared the effects on the typical utility bill with recommended 5% decrease to water rates, 15% increase to sewer rates and no change to TUF, along with potential 3% increase in public safety fee. Results are a \$7.89 increase per month to a household using 668.2 cubic feet (5,000 gallons) per month.

Motion was made to recommend no increase in the TUF rates at the February City Council work session and seconded; vote 5-0; motion passed unanimously.

Motion _____ Second _____

8. Adjourn

Meeting adjourned by Chair Holt at approximately 8:00pm.

Motion _____ Second _____

Vote to Approve: Yes _____ No _____ Date approved: _____

Chair: Shelley Clark _____

Secretary: Clark Kent _____

City of Creswell Mission Statement:

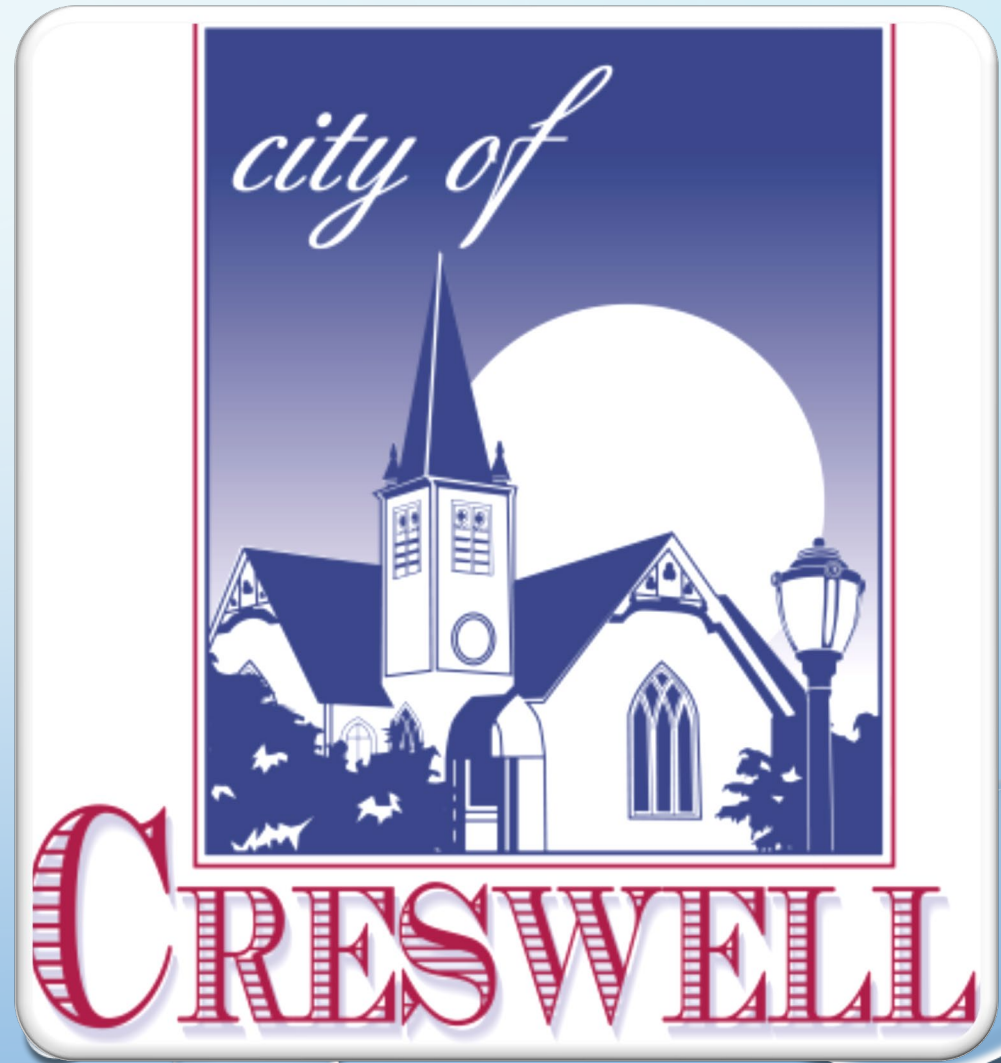
The City of Creswell exists to provide quality, reliable, and affordable city services to city residents and businesses creating a safe, livable, attractive community with a unique small town atmosphere.

UTILITY RATES 2025-26

CITY OF CRESWELL

WATER RATE ADVISORY COMMITTEE

PRESENTED BY: JIM PIPER, FINANCE DIRECTOR



CRESWELL WATER

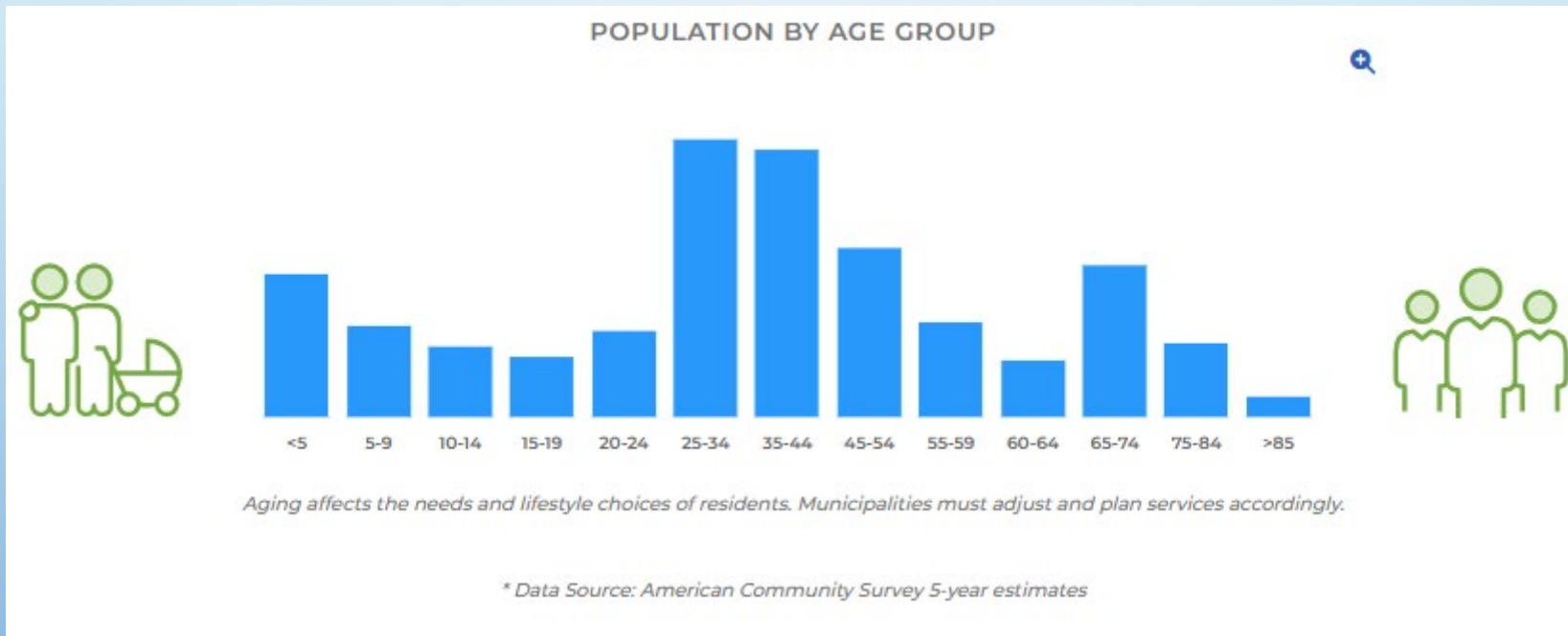
**RESIDENTIAL NUMBER OF USERS
EQUALS ~ 93%**

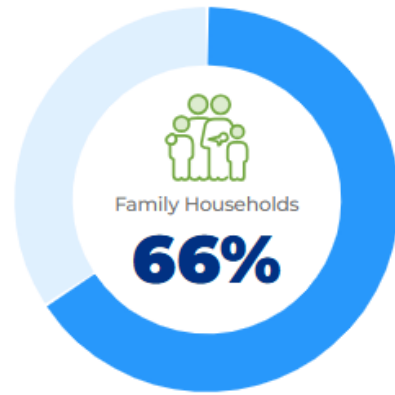
**RESIDENTIAL USAGE EQUALS ~
86%**

$\frac{3}{4}$ INCH METERS EQUALS ~ 96%

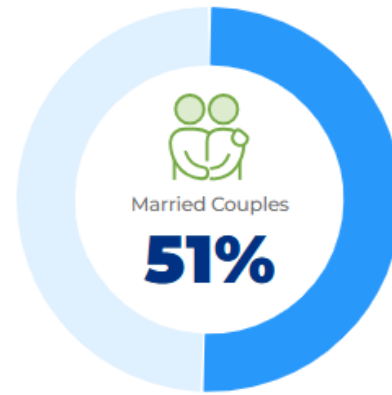


CRESWELL DEMOGRAPHICS

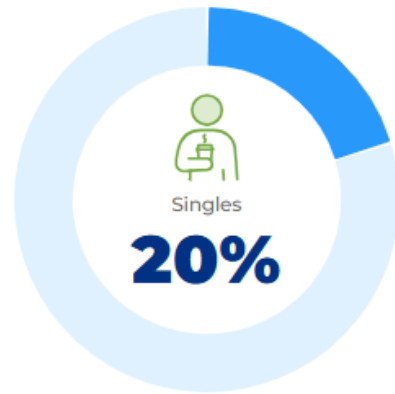




▲ **39%**
higher than state average



▲ **4%**
higher than state average



▼ **28%**
lower than state average



▼ **37%**
lower than state average



METHODOLOGY – POTENTIAL DEMAND BASE

BASED ON METER SIZE (RESTRICTS WATER USE)

BASE RATE COVERS FIXED COSTS

BALANCE OF ABILITY TO PAY AND COST TO SERVE

METHODOLOGY – POTENTIAL DEMAND BASE

- DUE TO LOW COMMERCIAL AND INDUSTRIAL USE, THE CURRENT RATES ARE SIMILAR TO RATES OF A FLAT RATE METHOD
- ADDITIONAL WATER USAGE RATE RECOVERS VARIABLE COSTS

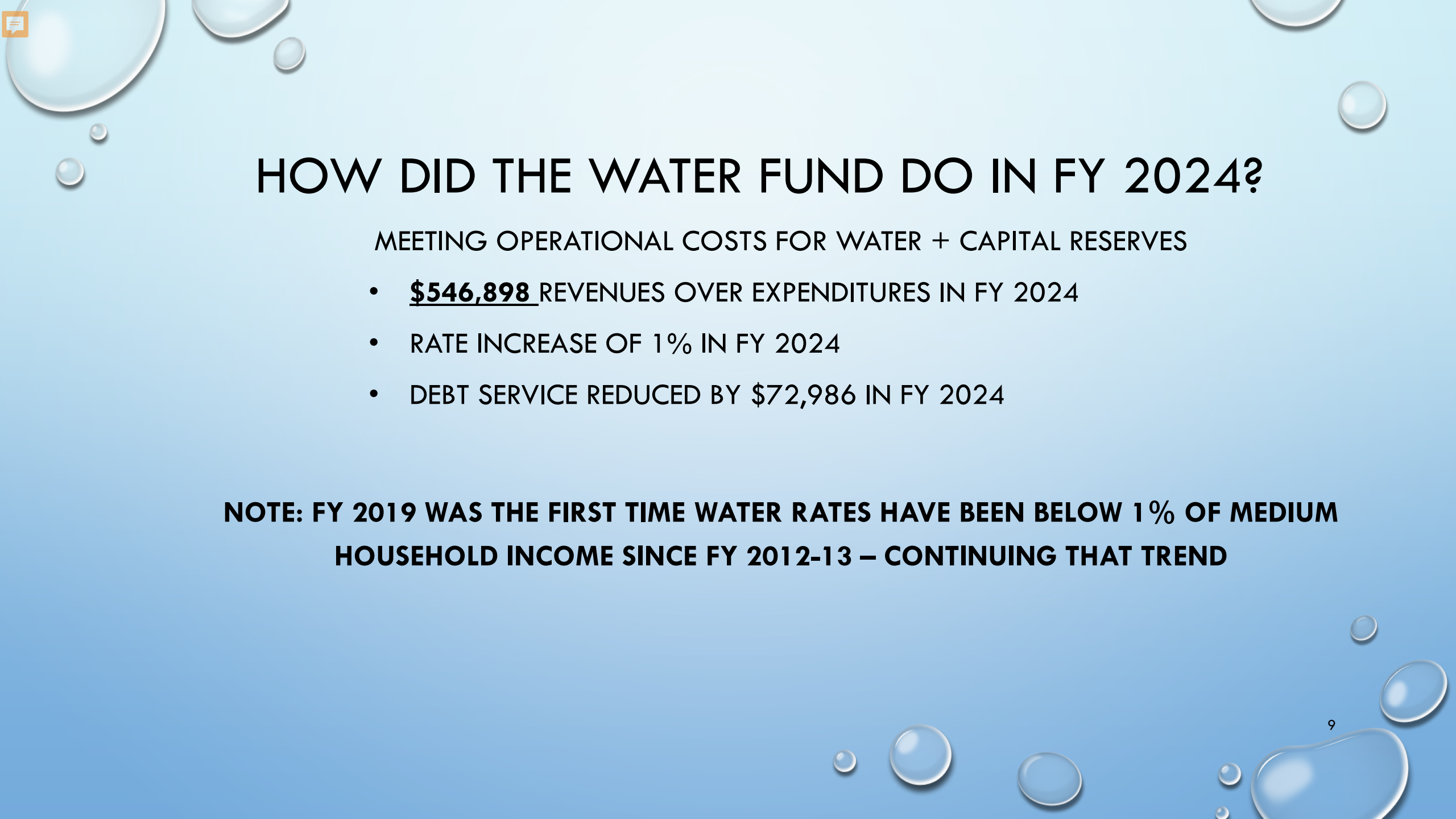
(VARIABLE COSTS INCLUDE CHEMICALS, MAINTENANCE, AND ELECTRICITY)

BASE RATE AND FIXED COSTS (SIMPLIFIED)

- 2,095 USERS AT \$39.35 (5% DECREASE FROM 2024-25 RATE)
BASE RATE PER MONTH, TIMES 12 MONTHS, EQUALS ~
\$1 MILLION IN PROJECTED FY 2025-26 ANNUAL BASE RATE
REVENUES
- PERSONAL SERVICES AND DEBT SERVICE FOR THE WATER
FUND PROJECTED FOR FY 2025-26 IS ~ \$1 MILLION

GRANT FUNDS PROVIDING INFRASTRUCTURE IMPROVEMENTS IN CRESWELL

- FEMA BRIC GRANTS TOTALING \$1.3 MILLION OF \$1.5 MILLION PROJECT COST
 - WATER ANCHORING
 - FLEX CONNECT TO DISTRIBUTION LINE
 - DISTRIBUTION LINE RELOCATION

The slide features a light blue background decorated with various water droplets and bubbles of different sizes, some with highlights and shadows, giving a fresh and clean aesthetic. In the top-left corner, there is a small orange square icon containing a white speech bubble.

HOW DID THE WATER FUND DO IN FY 2024?

MEETING OPERATIONAL COSTS FOR WATER + CAPITAL RESERVES

- **\$546,898** REVENUES OVER EXPENDITURES IN FY 2024
- RATE INCREASE OF 1% IN FY 2024
- DEBT SERVICE REDUCED BY \$72,986 IN FY 2024

NOTE: FY 2019 WAS THE FIRST TIME WATER RATES HAVE BEEN BELOW 1% OF MEDIUM HOUSEHOLD INCOME SINCE FY 2012-13 – CONTINUING THAT TREND

WHY REVENUES OVER EXPENDITURES?

RESERVES FOR FUTURE COSTS – WATER (2018 \$ FROM WATER MASTER PLAN CIP LIST)

Arsenic Removal
Infrastructure
Improvements
\$415,000

Priority 1A
Distribution
Projects
\$1.8 million

Priority 1B
Distribution
Projects
\$3.0 million

Description	Historical Year 2023-24	Projected Year 2024-25	Projected Year 2025-26	Projected Year 2026-27	Projected Year 2027-28	Projected Year 2028-29	Projected Year 2029-30
Operating Expenses							
Personal Services	703,175	788,239	834,745	883,995	936,151	991,384	1,049,875
Materials & Services	443,367	457,588	471,316	485,455	500,019	515,019	530,470
Debt Service	381,115	154,992	154,992	154,993	154,993	154,993	154,993
Capital Outlay							
Capital Outlay	13,937	18,752	19,502	20,282	21,093	21,726	22,378
Total Operating Expenses	1,541,594	1,419,571	1,480,555	1,544,725	1,612,256	1,683,122	1,757,716
Annual increase in operating expenses			4%	4%	4%	4%	4%
Rate revenue percentage increase (- decrease)			-5%	0%	0%	0%	0%
Growth revenue percentage increase			0.5%	0.5%	0.5%	0.5%	0.5%
Revenues							
Water Collections	1,987,326	1,947,528	1,859,889	1,869,188	1,878,534	1,887,927	1,897,367
Late Fees & penalties	16,802	15,000	15,000	15,000	15,000	15,000	15,000
Interest & misc. income	84,364	43,811	40,000	40,000	40,000	40,000	40,000
	2,088,492	2,006,339	1,914,889	1,924,188	1,933,534	1,942,927	1,952,367
Revenues over expenditures	546,898	586,768	434,334	379,463	321,278	259,805	194,651
Budgeted transfers		442,146	546,898	586,768	434,334	379,463	321,278
Water Capital Improvements							
Water Capital Improvement Reserves	2,055,434	2,497,580	3,044,478	3,631,246	4,065,580	4,445,043	4,766,321

WATER FUND – 5% RATE DECREASE



WATER RATE RECOMMENDATION

- 5% **REDUCTION** IN RATES DUE TO:
 - \$1.3 MILLION DECREASE IN RATE FUNDED IMPROVEMENTS BECAUSE OF GRANT AWARDS
 - \$226,123 DECREASE IN ANNUAL DEBT SERVICE





SEWER RATES

- SEWER DOES NOT HAVE A SEPARATE METER FOR OUTFLOW
- WINTERTIME USAGE (OCT – APR) IS BASED ON WATER METER USAGE
- SUMMER RATES (MAY – SEPT) BASED ON AVERAGE OF WINTERTIME USAGE
- CHARGED A PER DWELLING UNIT CHARGE FOR MULTI-UNIT PROPERTIES

HOW DID THE SEWER FUND DO IN FY 2023-24?

REVENUES OVER EXPENDITURES ~ \$404,799 BEFORE
TRANSFERS

- MATERIALS AND SERVICES INCREASE FOR
WASTEWATER FACILITIES PLAN UPDATE TO BE
RECOVERED IN GRANTS IN SUBSEQUENT YEAR
- ANNUAL RATE INCREASES (7%)

RESERVES FOR FUTURE COSTS - SEWER



Sewer plant upgrade/regional
connection \$40+ million

Collection System Upgrades \$5+
million

Wastewater facilities will include debt
issuance and phasing in the improvements;
\$1 Million grant funding secured for
collection system upgrades and work is in
progress with TV scoping and engineering

DEQ REQUIREMENTS PER NPDES PERMIT

- CITY WAS GIVEN A 7-YEAR TIMELINE TO COMPLETE IMPROVEMENTS AND UPGRADES; FAILURE TO MEET SCHEDULE RESULTS IN FINES
 - DECEMBER 1, 2029, COMPLETE CONSTRUCTION OF PROJECT TO COMPLY WITH EFFLUENT LIMITS AND AMMONIA
 - DECEMBER 1, 2030, START UP AND PROCESS OPTIMIZATION FOR WASTEWATER SOLUTION; IF ACHIEVED, SUBMIT NOTICE OF COMPLIANCE WITH AMMONIA AND EFFLUENT LIMITS
 - DECEMBER 1, 2031, ACHIEVE FINAL LIMITS FOR AMMONIA

SEWER RATE TRAJECTORY

- DISCUSSION LAST YEAR WAS THAT RATES WOULD HAVE TO INCREASE 15% IN 2025-26
- REGIONAL CONNECTION IS LEAST EXPENSIVE SOLUTION WITH \$40+ MILLION COST
 - REGIONAL CONNECTION WILL RESULT IN REDUCED COSTS IN PERSONNEL & TREATMENT COSTS
 - REQUIRE PHASES OF PROJECTS
 - IMPROVEMENTS TO THE REGIONAL COLLECTIONS SYSTEM ~ \$20 MILLION
 - CONNECTION CHARGES ~ \$20 MILLION
- COLLECTIONS SYSTEM UPGRADE IN DOWNTOWN CORE ~ \$5 MILLION CURRENTLY UNDERWAY WITH \$1 MILLION SB1530 GRANT

Description	Historical Year 2023-24	Projected Year 2024-25	Projected Year 2025-26	Projected Year 2026-27	Projected Year 2027-28	Projected Year 2028-29	Projected Year 2029-30
Operating Expenses							
Personal Services	576,308	651,765	648,353	680,771	577,259	606,122	636,429
Materials & Services	458,239	668,041	471,986	486,146	282,370	290,841	299,566
Debt Service	104,840	105,581	131,890	104,653	1,150,720	1,150,720	1,150,720
Capital Outlay							
Capital Outlay	517,996	18,516	19,071	19,644	19,644	10,927	11,255
Total Operating Expenses	1,657,383	1,443,903	1,271,301	1,291,213	2,029,993	2,058,611	2,097,970
Annual increase in operating expenses		-13%	-12%	2%	57%	1%	2%
Water rate revenues percentage increase			-5%	3%	3%	3%	3%
Water growth revenues percentage increase			0.5%	0.5%	0.5%	0.5%	0.5%
Sewer revenues percentage increase			15.0%	15.0%	4.2%	4.0%	3.0%
Revenues							
Sewer Collections	1,456,050	1,572,978	1,808,925	2,080,264	2,167,635	2,254,340	2,321,970
Interest & misc. income	106,615	84,748	75,000	75,000	75,000	75,000	75,000
Grant proceeds & loans	499,517	709,120	710,000	20,000,000	500,000	-	18,000,000
	2,062,182	2,366,846	2,593,925	22,155,264	2,742,635	2,329,340	20,396,970
Revenues over expenditures	404,799	922,943	1,322,624	20,864,051	712,642	270,729	18,299,000
Budgeted transfers		450,843	404,799	922,943	1,322,624	864,051	212,642
Sewer Capital Improvements		(362,000)	(2,000,000)	(21,000,000)	(1,800,000)	-	(19,000,000)
Sewer Capital Improvement Reserves	1,645,071	1,733,914	138,713	61,656	84,280	948,331	160,973

SEWER FUND – 15% RATE INCREASE

SEWER RATE RECOMMENDATIONS

Increase rates 15% in FY 2025-26

Borrowing capacity at \$20 million

TRANSPORTATION UTILITY FEE (TUF)

\$4.00 per resident (Businesses pay more based on traffic generation)

\$225,000 annually for a funding gap in the capital improvements budget (Accelerates typical street project timeline by 3 years)

Projected Local Improvement District (LID) participation (Curb, Gutter, Sidewalk)

TUF Analysis**FY 2025/26****Streets**

	Projected	Projected	Projected	Projected
Project	FY25-26	FY26-27	FY27-28	FY28-29
2nd Street Improvments (Oregon Ave to F Street)	2,119,500	-	-	-
S 10th Street	-	-	-	2,158,000
	<u>\$ 2,119,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,158,000</u>

Funding Summary

ODOT Fund Exchange	\$ 250,557	\$ -	\$ -	\$ 216,000
System Development Charges	635,850	-	-	540,000
Bicycle Footpath Fund	22,000	-	-	18,000
Street Capital Improvement Fund Reserves	787,193	-	-	1,084,000
Local Improvement District	423,900	-	-	300,000
Total Funding Sources	<u>\$ 2,119,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,158,000</u>

Transfers and Fund Balances:

Budgeted transfers to Street Cap Improvements - State Hwy Taxes	\$ 150,000	\$ 150,000	\$ 150,000	\$ 150,000
Budgeted transfers to Bike/Ped - State Hwy Taxes	\$ 4,675	\$ 4,675	\$ 4,675	\$ 4,675
Budgeted transfers to Street Cap Improvements - TUF	\$ 225,000	\$ 225,000	\$ 225,000	\$ 225,000
Budgeted transfers to Street Cap Improvements - ODOT Fund Exchange	\$ 250,557	\$ -	\$ -	\$ 216,000
Beginning Street SDC Reserves	\$ 1,119,295	\$ 503,445	\$ 523,445	\$ 543,445
Beginning Bicycle and Foot Path	\$ 26,742	\$ 9,417	\$ 14,092	\$ 18,767
Beginning Street Cap Improvements	\$ 1,396,521	\$ 984,328	\$ 1,359,328	\$ 1,734,328
Total Transfers and Fund Balances	<u>\$ 3,172,790</u>			<u>\$ 2,892,215</u>

Note: Street SDC Reserve Balances assumes \$20,000 in SDC charges annually

An LID to include sidewalks only, the TUF would need to increase by approximately \$38,400 per year as follows:

	Current	New	Increase	Percentage
Annual Revenues - TUF	\$ 225,000	\$ 263,400	\$ 38,400	17%

	Current	New	Increase	Annual Increase
Single Family House - Monthly	\$ 4.00	\$ 4.68	\$ 0.68	\$ 8.16
Apartment - Monthly	\$ 2.79	\$ 3.26	\$ 0.47	\$ 5.69
Townhouse - Monthly	\$ 2.44	\$ 2.85	\$ 0.41	\$ 4.98
Mobile home park - Monthly	\$ 2.10	\$ 2.46	\$ 0.36	\$ 4.28
Over 39 ADT (1k sq ft) - Monthly	\$ 16.81	\$ 19.67	\$ 2.86	\$ 34.29
Up to 39 ADT (1k sq ft) - Monthly	\$ 5.43	\$ 6.35	\$ 0.92	\$ 11.08

ADT = Average Daily Trips per the ITE, Trip Generation Manual, 9th Edition

TUF Analysis**FY 2025/26****Streets**

	Projected	Projected	Projected	Projected
Project	FY25-26	FY26-27	FY27-28	FY28-29
2nd Street Improvments (Oregon Ave to F Street)	2,119,500	-	-	-
S 10th Street	-	-	-	2,158,000
	<u>\$ 2,119,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,158,000</u>

Funding Summary

ODOT Fund Exchange	\$ 250,557	\$ -	\$ -	\$ 216,000
System Development Charges	635,850	-	-	540,000
Bicycle Footpath Fund	22,000	-	-	18,000
Street Capital Improvement Fund Reserves	902,393	-	-	1,084,000
Local Improvement District	308,700	-	-	300,000
Total Funding Sources	<u>\$ 2,119,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,158,000</u>

Transfers and Fund Balances:

Budgeted transfers to Street Cap Improvements - State Hwy Taxes	\$ 150,000	\$ 150,000	\$ 150,000	\$ 150,000
Budgeted transfers to Bike/Ped - State Hwy Taxes	\$ 4,675	\$ 4,675	\$ 4,675	\$ 4,675
Budgeted transfers to Street Cap Improvements - TUF	\$ 225,000	\$ 263,400	\$ 263,400	\$ 263,400
Budgeted transfers to Street Cap Improvements - ODOT Fund Exchange	\$ 250,557	\$ -	\$ -	\$ 216,000
Beginning Street SDC Reserves	\$ 1,119,295	\$ 503,445	\$ 523,445	\$ 543,445
Beginning Bicycle and Foot Path	\$ 26,742	\$ 9,417	\$ 14,092	\$ 18,767
Beginning Street Cap Improvements	\$ 1,396,521	\$ 869,128	\$ 1,282,528	\$ 1,695,928
Total Transfers and Fund Balances	<u>\$ 3,172,790</u>			<u>\$ 2,892,215</u>

Note: Street SDC Reserve Balances assumes \$20,000 in SDC charges annually

Without the use of an LID, the TUF would need to increase by approximately \$141,300 per year as follows:

	Current	New	Increase	Percentage
Annual Revenues - TUF	\$ 225,000	\$ 366,300	\$ 141,300	63%

	Current	New	Increase	Annual Increase
Single Family House - Monthly	\$ 4.00	\$ 6.52	\$ 2.52	\$ 30.24
Apartment - Monthly	\$ 2.79	\$ 4.55	\$ 1.76	\$ 21.09
Townhouse - Monthly	\$ 2.44	\$ 3.98	\$ 1.54	\$ 18.45
Mobile home park - Monthly	\$ 2.10	\$ 3.42	\$ 1.32	\$ 15.88
Over 39 ADT (1k sq ft) - Monthly	\$ 16.81	\$ 27.40	\$ 10.59	\$ 127.08
Up to 39 ADT (1k sq ft) - Monthly	\$ 5.43	\$ 8.85	\$ 3.42	\$ 41.05

ADT = Average Daily Trips per the ITE, Trip Generation Manual, 9th Edition

TUF Analysis**FY 2025/26****Streets**

	Projected	Projected	Projected	Projected
Project	FY25-26	FY26-27	FY27-28	FY28-29
2nd Street Improvements	2,119,500	-	-	-
S 10th Street	-	-	-	2,158,000
	<u>\$ 2,119,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,158,000</u>

Funding Summary

ODOT Fund Exchange	\$ 250,557	\$ -	\$ -	\$ 216,000
System Development Charges	635,850	-	-	540,000
Bicycle Footpath Fund	22,000	-	-	18,000
Street Capital Improvement Fund Reserves	1,211,093	-	-	1,384,000
Local Improvement District	-	-	-	-
Total Funding Sources	<u>\$ 2,119,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,158,000</u>

Transfers and Fund Balances:

Budgeted transfers to Street Cap Improvements - State Hwy Taxes	\$ 150,000	\$ 150,000	\$ 150,000	\$ 150,000
Budgeted transfers to Bike/Ped - State Hwy Taxes	\$ 4,675	\$ 4,675	\$ 4,675	\$ 4,675
Budgeted transfers to Street Cap Improvements - TUF	\$ 225,000	\$ 366,300	\$ 366,300	\$ 366,300
Budgeted transfers to Street Cap Improvements - ODOT Fund Exchange	\$ 250,557	\$ -	\$ -	\$ 216,000
Beginning Street SDC Reserves	\$ 1,119,295	\$ 503,445	\$ 523,445	\$ 543,445
Beginning Bicycle and Foot Path	\$ 26,742	\$ 9,417	\$ 14,092	\$ 18,767
Beginning Street Cap Improvements	\$ 1,396,521	\$ 560,428	\$ 1,076,728	\$ 1,593,028
Total Transfers and Fund Balances	<u>\$ 3,172,790</u>			<u>\$ 2,892,215</u>

Note: Street SDC Reserve Balances assumes \$20,000 in SDC charges annually

TUF RATE
RECOMMENDATION

No Rate increase with LID

**17% increase w/ Sidewalk
only LID**

63% increase without LID

RECAP OF WATER
RATE ADVISORY
COMMITTEE
RECOMMENDATIONS



Water – 5% decrease



Sewer – 15% increase



TUF – No Increase

Description	Historical Year 2023-24	Projected Year 2024-25	Projected Year 2025-26	\$ Change 2024-25
Water rate percentage increase			-5%	
Sewer Rate percentage increase			15%	
Public safety percentage increase			3%	
Tranportation Utility Fee			0%	
Effect on Residential Inside City 3/4" Meter Rate:				
Usage in cubic feet	668.20	668.20	668.20	
Water per hundred cubic feet	2.04	2.04	1.94	
Sewer per hundred cubic feet	3.51	3.76	4.32	
Water:				
Base charges	41.25	41.25	39.19	
Usage charges 5k gallons	13.63	13.63	12.96	
Total water	54.88	54.88	52.15	(2.73)
Sewer:				
Base includes 300 cubic feet	49.81	53.30	61.30	8.00
Over 300 cubic feet	12.92	13.84	15.92	
	62.73	67.14	77.22	10.07
Public Safety fee	17.00	18.19	18.74	0.55
Transportation Utility Fee	4.00	4.00	4.00	-
Total Utility Bill	138.62	144.22	152.10	7.89

EFFECT OF +15% SEWER ON HOUSEHOLD BILL?

Blue cells are projections for upcoming budget year.

Green cells are total utility bill based on usage and rates for 5,000 gallon (6.68 ccf).

5%