

Rate Structure – Option 1 Billing Impact Analysis

Design Criteria for this Rate Option:

- Required to generate \$3.3m revenue for 2019 based on the Long Term Financial Model
- Revenue split 50% fixed revenues and 50% variable revenues
- Fixed revenue based on a meter size and using AWWA recommended meter equivalency ratios (with the exception that ¾" and 1" meters treated the same)
- Variable charge based on a uniform rate - every thousand gallons charged the same

Base Charge by Meter Size				
Meter Size	# Services	AWWA Recommended ME Ratio	Proposed ME Ratio	Monthly Charge
5/8"	0	1.0	1.0	\$15.00
3/4"	2,134	1.5	2.0	\$30.00
1"	2,092	2.5	2.0	\$30.00
1.5"	75	5.0	5.0	\$75.00
2"	56	8.0	8.0	\$120.00
3"	6	15.0	15.0	\$225.00
4"	2	25.0	25.0	\$375.00
6"	1	50.0	50.0	\$750.00

Variable Charge	
\$1.00 / 1000 gallons	

Resulting Revenues:

Fixed	\$1.70m
Var	\$1.65m
Total	\$3.35m