



Metro Water District
invites you to two meetings
about your water and
revenue stability

Wednesday, May 13, 2015
6:00 p.m.

Information Meeting
about Your Water Provider

Monday, May 18, 2015
6:00 p.m.

Public Hearing on
Revenue Stable Rate Structure

Both meetings at
Metro Water District
6265 N. La Cañada Drive
Board Conference Room

Call us at 575-8100 or
email us at info@metrowater.com
if you would like more information

Revenue Stability and Rates—
Metro Water sees an
opportunity to restructure
its rate schedule to secure
greater revenue stability
with **minimal impact** to
customers.

Revenue stability is
having the right balance of
revenue for both fixed and variable costs to
operate, maintain, and improve water
infrastructure. How water rates are
structured determines how much revenue
stability can be achieved.

Balancing Rates—

The goal is to balance the rates so the
revenue from the Water Availability Rate (or
base rate) covers fixed costs and the revenue
from the Water Consumption Charges (or
usage charges) covers variable expenses.

Fixed costs are those expenses that
Metro must pay for regardless if water is
consumed or not.

Variable costs are those that fluctuate
with how much water is used.

Such balancing of rates increases
financial stability for Metro Water customers.

Proposed Restructuring—

The proposed balancing would adjust the
Water Availability Rate and the Water
Consumption Charges so the average
customer has **less than a \$1.00** change to
their water bill.

The Water Availability Rate would
increase to \$22.00 from \$15.00 **but** the
Consumption Charge would **decrease** from
\$2.60 to \$1.09 for the 1st Tier and remain
\$2.60 for the 2nd Tier. Additional tiers have

been added to the Consumption Charges to
encourage the efficient use of water.

These alterations of the rate structure
would mean that the Water Availability Rate
could fund 83% of Metro's fixed expenses
regardless of how much water is used. This
would give Metro significantly more revenue
stability. Currently, only 69% of fixed costs
are covered by the Water Availability Rate.

Metro is also proposing adjustments to its
Water Service Connection Fees to ensure
development continues to pay for itself.

With greater revenue stability, Metro
Water will have a stronger financial

foundation to ensure you continue to receive
safe and reliable drinking water whenever you
turn on the faucet.

Information Meeting—

The May 13th Information Meeting is an
opportunity for you to learn more about
Metro Water District including revenue
stability and balancing the rate structure and
to ask questions about your water provider.

Public Hearing—

Metro's Board is required to hold a
hearing and receive public comments
regarding any proposed rate adjustment. The
May 18th public hearing is about the
recommended change to the Rate Schedule.
**If you are unable to attend, you may still
give comments via phone (575-8100),
letter, or email (info@metrowater.com).**



**Average Residential Customer &
Proposed Rate Structure**

Average Monthly Usage for Residential Customers	6,000 gallons
Cost for 6,000 gallons under Proposed Rate Structure	\$31.56 (currently \$30.60)
Average Residential Customer Cost Increase Per Month	9¢

Proposed Rate Schedule
Metro Southwest—E&T

Residential—5/8" Meter
(Would become effective July 1, 2015)

Water Availability Rate
\$22.00
(currently \$15.00)

Water Consumption Charges

- 1st Tier (0 - 4,000 gallons)
\$1.09 per 1,000 gallons
(currently \$2.60)
- 2nd Tier (4,001 - 11,000 gallons)
\$2.60 per 1,000 gallons
(currently \$2.60)
- 3rd Tier (11,001 - 18,000 gallons)
\$4.30 per 1,000 gallons
(currently \$3.25)
- 4th Tier (18,001 - 25,000 gallons)
\$5.70 per 1,000 gallons
(currently \$3.90)
- 5th Tier (over 25,001 gallons)
\$7.02 per 1,000 gallons
(currently \$3.90)

Commercial and multi-family customers' rates
will be equated to this proposed rate schedule
according to their larger meter sizes.