

**Metropolitan Domestic Water Improvement District
Board of Directors Study Session**

March 27, 2017

Discussion of Proposed Adjustment of Rates

Synopsis

The Board of Directors is requested to discuss staff recommendation of no change in the rate structure for Fiscal Year 2018.

Background

Last year, the Board approved the rate and fee structure that took effect on July 1, 2016 and provided the District with revenue stability including fixed revenue coverage of 90% of the District's fixed costs.

At its March 21, 2017 meeting, the Finance Oversight Committee (FOC) discussed no change in the rate structure. The FOC voted 5-0 to recommend that the Board of Directors consider approving no change in the rate structures. Staff would like to present this recommendation to the Board of Directors for discussion and direction.

It is recommended to send a billing insert to customers regarding the proposed no change in rate structures and to invite customers to attend an Information Meeting in June 7, 2017. This information meeting will be overseen by staff rather than the Board of Directors and does not have an agenda which allows customers to ask broader questions in a less formal venue than a Board meeting.

Recommendation

It is also recommended that the Board of Directors approve a rate insert to be mailed to all District customers outlining the recommendation of no change in the rate structure and providing the date of the upcoming information meeting on June 7, 2017.

Recommended Motion

I move approve a rate insert that will be mailed to all District customers outlining no changes to the rate structure for Fiscal Year 2018 and providing the date of the upcoming information meeting on June 7, 2017.

Respectfully submitted,

Joseph Olsen, P.E.
General Manager