

METRO WATER DISTRICT

PROPOSED THREE-YEAR RATE & FEE PLAN

METRO SOUTHWEST – E&T

To ensure the revenue you entrust to Metro Water District on a monthly basis is used in the most efficient manner, the District has continued to explore opportunities to enhance the District's financial stability. One such method is a multi-year rate plan, as opposed to the year-to-year consideration of rate and fee adjustments by the District Board of Directors. In 2021, a two-year rate adjustment was approved by the Board of Directors, which provided greater transparency to customers, improved the effectiveness of long-term planning on needed infrastructure replacements. This was crucial to maintaining a diverse portfolio of water resources to meet customer water needs 100 years into the future when considering climate uncertainty in the Colorado River System.

The Board will be asked to consider a three-year rate plan on May 15, 2023, thus continuing our goal of providing stability and transparency.

The average Metro Southwest – E&T customer would see the following changes in their monthly water utility bill:

- On July 1, 2023 an increase of 8.3%
- On July 1, 2024 an increase of 11%
- On July 1, 2025 there would be a 0% change in the water bill

Together, this is a three-year average increase in your water bill of 6.4% during a time when the District has seen essential costs increase by approximately 10% due to the significant inflation impacting items critical to delivering safe, reliable water to our customers. These items include the cost of renewable water resources, chlorine and other treatment activities to ensure safe water, the power required to pump and deliver the water, and other essential materials and equipment. As we acknowledge that you have had to navigate these large inflationary spikes impacting your monthly budget, we have sought ways to minimize the financial impact of water rates to customers by seeking federal funding opportunities and collaborative agreements that generate non-ratepayer revenue. Due to these proactive measures, we are able to propose a three-year rate plan that is substantially less than the current rate of inflation.

To ensure any questions you have about your water District and the proposed rate adjustments are addressed, the District is hosting two meetings where you can gain additional information.

Both Meetings are at Metro Water District: 6265 N. La Cañada Drive

Tuesday, May 2, 2023
at 6:00 p.m.

INFORMATION MEETING

An opportunity for you to learn more about Metro Water District and to ask questions about your water provider.

Monday, May 15, 2023
at 5:30 p.m.

PUBLIC HEARING

The District's Board will hold a public hearing to receive public comments regarding the proposed rate and fee adjustments.

If you would like more information or you are unable to attend the public hearing, please direct your questions or comments to us via: phone (520-575-8100), email (info@metrowater.com), or letter (Metro Water District, P.O. Box 36870, Tucson, AZ 85740).

Current & Proposed Rate & Fee Adjustments for Metro Southwest – E&T

Effective July 1, 2023

Water Availability Rate (5/8 inch meter)

Current Fee
\$27.30

Proposed Fee
\$29.45

Water Resources Utilization Fee

All meter sizes (per 1,000 gallons)

Current Rate
\$0.60

Proposed Rate
\$0.75

Water Consumption Charges (per 1,000 gallons)

Tier	Current Rate
1st Tier	\$3.10
2nd Tier	\$4.85
3rd Tier	\$6.40
4th Tier	\$7.45

Tier	Proposed Rate
1st Tier	\$3.25
2nd Tier	\$5.10
3rd Tier	\$6.60
4th Tier	\$7.65

Effective July 1, 2024

Water Availability Rate (5/8 inch meter)

Current Fee
\$29.45

Proposed Fee
\$30.00

Water Consumption Tiers (per 1,000 gallons)

	5/8" Meter Current Tiers
1st Tier	3,001-8,000
2nd Tier	8,001-16,000
3rd Tier	16,001-24,000
4th Tier	24,001-& above

	5/8" Meter Proposed Tiers
1st Tier	2,001-7,000
2nd Tier	7,001-13,000
3rd Tier	13,001-19,000
4th Tier	19,001-& above

Water Resources Utilization Fee

All meter sizes (per 1,000 gallons)

Current Rate
\$0.75

Proposed Rate
\$0.90

Effective July 1, 2025

Rates
\$0.00 increase