

**GRANDVIEW CITY COUNCIL
SPECIAL MEETING MINUTES – BUDGET
NOVEMBER 13, 2017**

1. CALL TO ORDER

Mayor Norm Childress called the special meeting to order at 6:05 p.m. in the Council Chambers at City Hall.

Present were: Mayor Childress and Councilmembers Gaylord Brewer, Gloria Mendoza, Bill Moore and Joan Souders.

Councilmember Mike Everett arrived at 6:10 p.m. Councilmember Javier Rodriguez arrived at 6:30 p.m.

Absent from the meeting was Councilmember Dennis McDonald.

Staff present were: City Administrator/Public Works Director Cus Arteaga, City Treasurer Matt Cordray and City Clerk Anita Palacios.

2. 2018 PRELIMINARY BUDGET

Staff presented the Mayor's 2018 preliminary annual budget for consideration. The budget was developed with Council's leadership in identifying the operating and capital priorities. This guidance provided the basis for the departments to submit their budget proposals and additional program requests for consideration as the budget was developed. The development of the 2018 annual budget required some creative thinking in order to continue to provide a balanced budget as required by law. City staff was committed in providing the citizens with a financially healthy budget with efficient service delivery within available resources. The 2018 preliminary budget, for the most part, maintained existing services, although there could be areas where lower priority programs could be eliminated and/or reduced. Reducing and/or eliminating lower priority programs would allow the City with the ability to continue to realign resources in order to maintain the current services. Maintaining priority services was possible because of the positive planning efforts that have continued to occur over the past years.

Some of this year's accomplishments were as follows:

- Community Rose Garden pruning party
- Speed display sign on West Wine Country Road
- Grandview Museum renovation
- Swim Pool Improvements – Phase II
- West Fifth Street grind and overlay from Euclid west to Larson
- Street seal-coat project Fir Street from Wine Country Road south to Fourth Street, East Second Street, East Third Street and East Fourth Street from Elm east to Fir
- Emergency pothole repairs to Wine Country Road, Elm Street and Euclid Road
- Asahel Curtis Well Rehabilitation

The budget message commented on each of the key components that were important to a comprehensive understanding of the proposed budget plan for the period of January 1, 2018 to December 31, 2018. The key components were as follows:

- 2018 Budget Highlights

- Enterprise Funds
- Personnel
- Revenue Enhancements
- Capital Improvement Needs
- Vehicle Replacement
- Summary/Recommendations

2018 BUDGET HIGHLIGHTS

- The proposed budget included 2018 expenditures of \$6,025,855 in the Current Expense Fund. This represented a 4.4% increase from the 2017 projected expenditures and an overall decrease of 1.0% from the adopted 2017 budget. The projected 12/31/18 Current Expense Fund balance was \$574,430, which represented a fund balance equal to approximately 9.5% of the proposed 2018 expenditures. At this time, this does not meet the Council's direction to maintain a minimum 15% fund balance.
- The 2017/2018 Budget Summary displayed, over a 24-month period, fund balances, revenues and expenditures for each fund. The purpose of this document was to provide the Council and the public with a snapshot of the financial conditions of the City over a period of time.
- It was estimated that property tax revenue for 2018 would increase from the 2017 level of \$1,455,000. This was due to an increase in property assessed value of about 4.8%. Property tax revenue represented about 29% of the Current Expense Fund revenues. The estimated annual tax payment to the City for a house assessed at \$100,000 would be \$329.99 or \$27.50 per month. Attachment A entitled "Where Does Your Tax Dollar Go" was prepared to show how the total property taxes paid by the residents were distributed.
- It was estimated that sales tax revenue in the Current Expense Fund would have a decrease from \$603,000 in 2017 to \$586,250 in 2018. Actual sales taxes collected in 2016 were \$616,370. Sales tax revenue represented about 11% of the Current Expense Fund revenue in 2018.
- Property taxes, sales tax, private utility taxes and City utility taxes were the primary sources to pay for services in the Current Expense Fund and account for 82% of total Current Expense Fund revenue. Attachment B displayed the various sources of revenue and respective percentage allocations.
- The primary service costs in the Current Expense Fund were related to public safety services. Attachment C displayed the various program service costs and respective percentage allocations.
- The proposed budget contained funding to support several community programs and/or organizations, including: Association of Washington Cities – \$7,260; Yakima Valley Conference of Governments – \$7,820; Yakima County Development Association – \$7,200; Yakima Regional Clean Air Agency – \$4,470; Yakima County Emergency Management – \$11,100; D.R.Y.V.E – \$1,000.
- The 2018 budget contained funding for a School Resource Officer with the costs being shared 50% by the School District and 50% by the City.
- As part of the budget process, Department Heads were asked to examine all current rates for fees and charges to determine if adjustments needed to be made. As a result of reviewing fees in the area, the proposed budget included a 1% rate increase for water, 4% rate increase for sewer, 1% rate increase for irrigation and a 1% rate increase for solid waste.

- The budget for 2018 was formatted into specific programs within each department. The purpose of this approach was to identify and segregate services provided by a department into program budgets, and to help understand the total costs of each service. A program statement was prepared for each separate program budget to provide more detailed information.

ENTERPRISE FUNDS

Utility rate increases were needed to offset the increasing cost of labor, supplies, fuel, and outside utilities. The base rates listed below were for a typical single family residence. A water and sewer rate analysis was conducted by the City’s engineering firm HLA Engineering and Land Surveying, Inc., in November 2017. This was done on an annual basis to make certain that the various utility rates were sufficient to support operation and maintenance and capital projects in the respective funds. The recommended 1% irrigation rate and 1% solid waste rate increases were needed in order to sustain rate increases from Sunnyside Valley Irrigation District and Yakima County Solid Waste Department. The 2017 rate review and analysis was included as Attachment D. Also included as Attachment E was a survey which showed 2017 and 2018 utility rates of similar sized cities in the area.

Utility	Proposed Rate Increase	Proposed % Rate Increase	2017 Rate	2018 Rate	Last Rate Increase	Additional Revenue
Solid Waste	\$0.15	1%	\$13.80	\$13.95	2017	\$7,500
Water	\$0.29	1%	\$28.95	\$29.24	2015	\$18,500
Wastewater	\$1.28	4%	\$32.01	\$33.29	2015	\$122,000
Irrigation	\$0.11	1%	\$11.28	\$11.39	2017	\$5,000
TOTAL	\$1.83		\$86.04	\$87.87		\$153,000

PERSONNEL

The proposed budget provided for 55 full-time and 8 part-time employees in 2018. Since 2006, the City reduced the following 15 full-time employee (FTE) positions:

- 1 FTE – Wastewater Treatment Plant
- 3 FTE – Public Works Department
- 1 FTE – Animal Control Officer
- 1 FTE – City Attorney
- 1 FTE – City Hall Receptionist
- 1 FTE – City Hall Administrative Assistant
- 1 FTE – City Administrator
- 1 FTE – Municipal Court Clerk
- 1 FTE – Deputy Recreation Director
- 1 FTE – Police Detective
- 1 FTE – Police Officer
- 1 FTE – Police Administrative Assistant
- 1 FTE – Library Technician

As positions become vacant, the City has and would continue to evaluate and/or consider alternative staffing strategies. These included the use of seasonal labor, reduction/modification of services, or, in the case of animal control and legal/prosecution services, contracting that

service. Again this year, the City would continue with the combination of the City Administrator/Public Works Director position.

The following general wage increases were incorporated into the salary schedules:

- Public Works Union Employees – 2.25% on 1/1/2018
- Police Sergeants & Patrol Union Employees – 2% on 1/1/2018 & 2% on 7/1/18
- Police Support Union Employees – 3% 1/1/2018
- Non-Union Employees – 2% 1/1/2018

There were no projected rate increases for medical, dental/ortho, vision and life insurance.

City Treasurer Cordray noted that the balanced budget excluded the following staffing level requests:

- Police Department – full-time police officer in the amount of \$68,900
- Fire Department – full-time fire captain in the amount of \$101,000
- Library – part-time staff in the amount of \$6,500

REVENUE ENHANCEMENTS

As was mentioned earlier, one of the challenges as a City was to maintain current services at current levels, particularly in the Current Expense Fund. Under current state law, cities were quite limited in terms of options available to raise additional general purpose revenue to fund services in the Current Expense Fund. The information outlined below was meant to be for information purposes only:

<u>Revenue Source</u>	<u>Approving Authority</u>	<u>Comments</u>
Utility tax on private utilities	Voters	1% increase = \$170,000
Utility tax on public utilities	City Council	1% increase = \$60,000
Vehicle license fee	Voters	\$100/year = \$680,000

CAPITAL IMPROVEMENT NEEDS

During the process of developing the proposed 2018 budget, a number of unfunded capital improvements were identified. The greatest challenge in this regard was in the areas of major fire apparatus and local transportation infrastructure. No financing mechanism was currently in place to make certain that the City was protecting these investments. The Grandview Transportation Benefit District (TBD) established an annual vehicle fee in the amount of \$20 which was estimated to generate approximately \$165,000 annually to be used to fund transportation improvements. The following areas were identified as major unfunded potential capital needs:

- Street renovations/reconstruction – \$8,300,000
- Major fire apparatus - \$1,000,000

VEHICLE REPLACEMENT

The following equipment/vehicles were scheduled for replacement in 2018:

- Replace #311 2008 Ford Escape \$ 23,000
- Replace #310 2007 Peterbuilt Garbage Truck \$335,000
- Replace #396 2005 Ford Explorer \$ 27,000
- Replace #335 concrete mixer \$ 6,800
- Replace #304 2007 Chev Pick-up \$ 27,000
- Replace #305 2007 Chev Pickup \$ 27,000

- Replace #306 2007 Chev Pickup \$ 27,000
- Replace #316 2008 John Deere Gator \$ 7,500
- Replace #335 1984 one-ton dump truck \$ 50,000
- Replace #211 2008 Dodge Charger \$ 45,000

SUMMARY/RECOMMENDATIONS

In an effort to continue to reduce 2018 Current Expense Fund expenditures, only minimal proposed capital items were included in this fund. Additionally, capital replacements were either included in the EMS, Yakima County Law and Justice Tax Fund, the Capital Improvement Fund or not funded at all. Ideally, the Current Expense Fund should generate sufficient revenue so that capital outlay items needed to deliver services could be funded from that fund. Under ideal circumstances, the Capital Improvements Fund should only be used for major capital projects. Property tax revenues in 2018 were expected to increase by \$21,830 or 1.4%. While the levy increase was capped at 1%, the cost of delivering services increased approximately 3% per year. This reality necessitated the steps taken over the last several years to reduce or modify services. Sales tax levels were established by the state legislature, or were approved by the voters for specific purposes, such as criminal justice or emergency medical services. In summary, this year's budget was fiscally healthy and responsible and would provide staff with the means to deliver priority services.

Mayor Childress thanked the Department Head team for carefully reviewing their budget submittals and for recognizing the continued limited resources allocated to City-wide priorities. He also recognized the employees who work diligently every day to implement the City-wide goals and objectives. The Department Directors continued to approach this year's budget process as a "TEAM" effort and from the perspective of identifying the services citizens expect and deserve and not from their own departmental perspectives. The City would continue to make progress towards realizing the goal of building a more vibrant community for all of us to live, work and play. In addition, he encouraged Council to continue the efforts of improving the City by funding and participating in a community beautification projects.

Discussion took place.

Councilmember Brewer requested a cost savings analysis of the 14 full-time employee positions that had been reduced since 2006.

Following discussion, Council concurred with the Mayor's 2018 preliminary annual budget as presented and agreed to reconsider staffing level requests at the beginning of the year.

On motion by Councilmember Everett, second by Councilmember Souders, Council agreed to schedule a Department Head at the second meeting of each month beginning January 2018 to provide a report on their respective department.

3. ADJOURNMENT

The special meeting adjourned at 7:55 p.m.



Mayor Norm Childress



Anita Palacios, City Clerk

2018 BUDGET SUMMARY

11/15/2017 15:02

Fund No.	Fund	1/1/2017 Beg. Balance	Projected Est. 2017 Revenue	Projected Est. 2017 Expenditures	2017 Difference Rev/Exp	Projected Beginning Balance 1/1/2018	Estimated 2018 Revenue	Estimated 2018 Expenditures	2018 Difference Rev/Exp	Estimated Ending Balance	Expenditures Plus Ending Balance	Council's Goal (15%)
001	CURRENT EXPENSE FUND	1,668,460	5,389,720	5,772,330	(402,610)	1,285,860	5,314,435	6,025,855	(711,420)	574,430	6,600,285	9.5%
105	EMERGENCY MEDICAL SERVICES	211,080	135,780	143,670	(7,890)	203,190	136,270	154,450	(18,180)	187,010	341,460	121.1%
106	LAW & JUSTICE TAX .3%	158,410	291,200	296,500	(5,300)	153,110	286,000	320,700	(34,700)	118,410	439,110	36.9%
110	STREET	475,370	978,570	1,089,055	(110,485)	364,885	1,562,850	1,728,390	(165,540)	199,345	1,927,735	11.5%
115	TRANSPORTATION BENEFIT DIST	-	348,700	120,830	228,870	228,870	166,000	214,340	(48,340)	180,530	394,870	84.2%
130	CEMETERY	91,635	154,500	145,550	8,950	100,585	145,300	185,440	(40,140)	60,445	245,885	32.6%
205	SIED LOAN - EWC PLAZA FUND	-	58,670	58,670	-	-	58,670	58,670	-	-	58,670	0.0%
210	SIED LOAN - EUCLID/WCR FUND	5	23,300	23,300	-	5	23,300	23,300	-	5	23,305	0.0%
301	CAPITAL IMPROVEMENTS	158,515	196,100	314,700	(118,600)	39,915	80,500	59,000	21,500	61,415	120,415	104.1%
320	CDBG - EAST 4TH STREET	-	-	-	-	-	-	-	-	-	-	0.0%
325	EWC PLAZA	10,265	-	-	-	10,265	-	-	-	10,265	10,265	0.0%
330	EUCLID/WCR IMPROVEMENTS	-	-	-	-	-	-	-	-	-	-	0.0%
410	WATER/SEWER	6,744,360	5,785,645	4,485,240	1,300,405	8,044,785	5,928,905	5,090,090	839,815	8,884,600	13,974,590	174.5%
420	IRRIGATION	241,485	486,400	486,670	(20,270)	221,215	471,000	527,160	(66,160)	185,055	692,215	31.3%
430	SOLID WASTE	435,730	1,107,900	983,125	114,775	550,505	1,117,900	1,089,200	28,700	578,205	1,668,405	53.2%
456	W/S REV. BOND REDEMPTION	152,330	435,500	420,700	14,800	167,130	435,500	424,150	11,350	178,480	602,630	42.1%
510	EQUIPMENT RENTAL	2,290,290	457,500	339,575	117,925	2,408,215	457,000	912,720	(455,720)	1,952,495	2,865,215	213.9%
630	TRANS. BENEFIT DISTRICT	-	-	-	-	-	-	-	-	-	-	0.0%
		12,657,955	15,810,485	14,689,915	1,120,570	13,778,525	16,186,630	16,813,465	(626,835)	13,151,690	29,965,155	

ATTACHMENT A
2018 Budget

Where Does Your Property Tax Dollar Go?

For each \$1.00 paid in property taxes, following is the distribution to local and state agencies.

City of Grandview	\$	0.261
Yakima County	\$	0.158
Local & State School Total	\$	0.547
Port of Grandview	\$	0.034
TOTAL	\$	1.000

Grandview School District \$0.39

State Schools \$0.16

City of Grandview \$0.26

* Yakima County \$0.16

Port of Grandview \$0.03



* Yakima County general, Emergency Services & Flood Control

Below is an illustration of the distribution of property taxes paid on a \$100,000 valued parcel.

Assessed Value: \$ 100,000.00				
Tax Code Area 440 - City	2017			Total Tax
	Tax Levy Rates/\$1,000 AV *			
	Non-Voted	Voted	Total Rate	
City of Grandview	3.30	-	3.30	329.99
County Emergency Services	0.25	-	0.25	24.62
County Flood Control	0.09	-	0.09	8.95
Grandview Port District #2	0.43	-	0.43	42.60
Grandview School M&O	-	1.91	1.91	190.69
Grandview School Bonds	-	2.27	2.27	227.27
Grandview School Capital Project	-	0.69	0.69	68.58
State School Levy	2.05	-	2.05	205.49
Yakima County	1.67	-	1.67	166.79
Total	7.78	4.87	12.65	1,264.98

City Total	329.99	26%
County Total	200.36	16%
Local & State School Total	692.03	55%
Port Total	42.60	3%
Total	1,264.98	100%

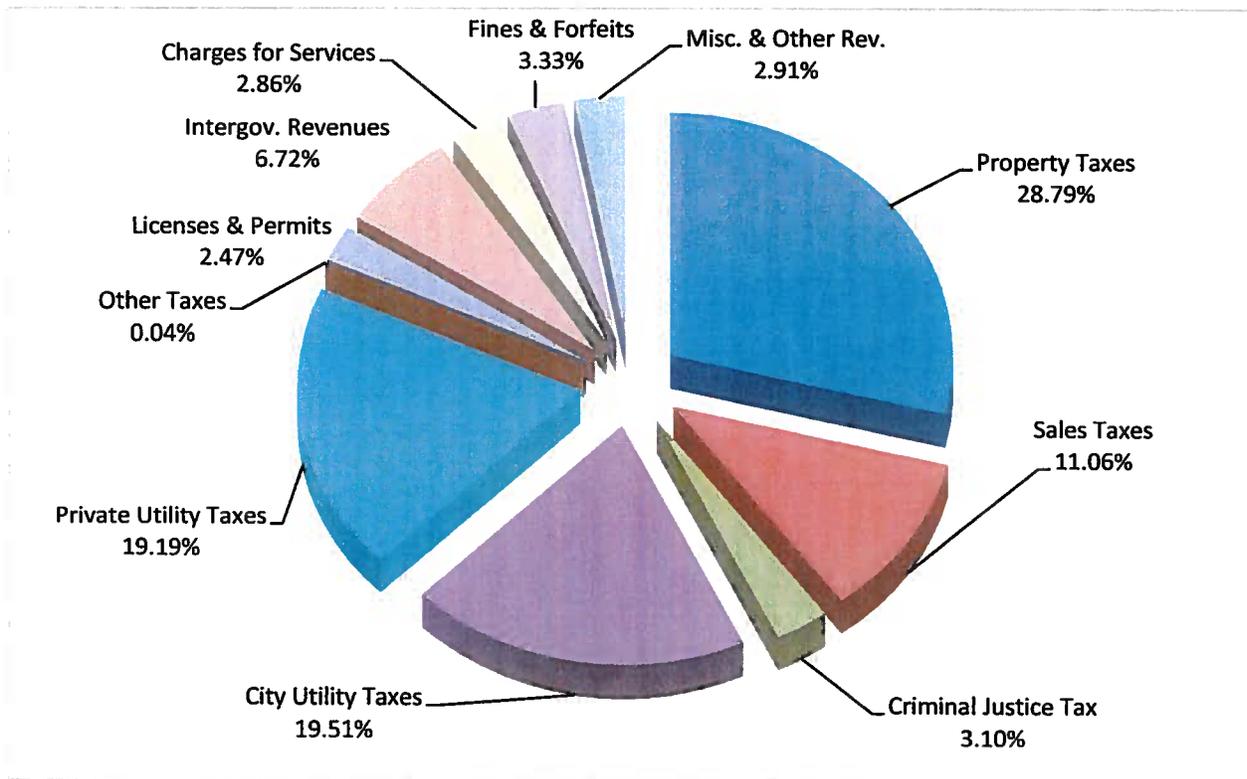
* Rates rounded to nearest cent

ATTACHMENT B

City of Grandview 2018 Budget

Current Expense Revenues

Revenue Type	Amount	
Property Taxes	\$ 1,530,000	28.79%
Sales Taxes	587,750	11.06%
Criminal Justice Tax	165,000	3.10%
City Utility Taxes	1,037,000	19.51%
Private Utility Taxes	1,020,000	19.19%
Other Taxes	2,000	0.04%
Licenses & Permits	131,500	2.47%
Intergov. Revenues	357,300	6.72%
Charges for Services	152,160	2.86%
Fines & Forfeits	177,210	3.33%
Misc. & Other Rev.	154,515	2.91%
Total Revenue	\$ 5,314,435	



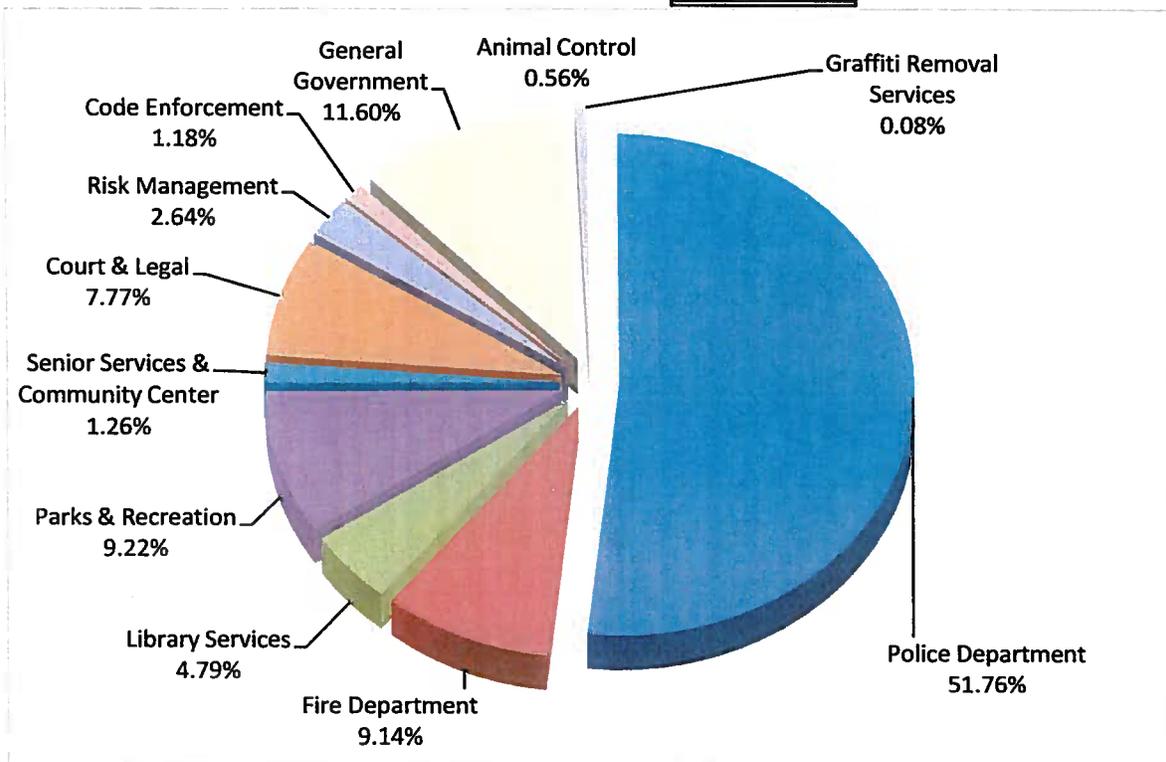
ATTACHMENT C

City of Grandview 2018 Budget

Current Expense Expenditures

Department/Services	Amount	%
Police Department	\$ 3,119,125	51.76%
Fire Department	550,510	9.14%
Library Services	288,775	4.79%
Parks & Recreation	555,740	9.22%
Senior Services & Community Center	75,840	1.26%
Court & Legal	468,000	7.77%
Risk Management	159,370	2.64%
Code Enforcement	70,970	1.18%
General Government	699,205	11.60%
Animal Control	33,600	0.56%
Graffiti Removal Services	4,720	0.08%
Total Expenditures	\$ 6,025,855	

See Note below *



*Note: General Government includes the following services: Legislative Services, Community Support Services, General Management Services, Clerk Services, Accounting Services, Human Resource Services, General Facilities Services, Planning Services, Economic Development Services, Inspection & Permitting Services, Museum Services and transfers out to the Street Fund.

ATTACHMENT D
2018 Budget

City of Grandview
2018 Water and Sewer Rate Analysis

RATE ANALYSIS REVIEW
October 30, 2017

Project Background

Revenues and expenditures for Grandview's water and sewer fund are reviewed annually as part of the budget planning process. The analysis process began in earnest in 2008 to evaluate the loss of revenue caused by the Wild River Foods fire. Had Wild River Foods remained in operation, they would have generated an estimated \$130,000 in annual water charge revenue and \$750,000 in annual sewer charge revenue. As a result of this significant loss of revenue, a long-term plan was developed to bring water and sewer revenues back to the level where each department is self-sufficient.

Over the ensuing years, annual rate increases were implemented. In 2014, the sewer department fund balance became positive, and the water department was no longer supporting cash flow in the sewer department. Significant increases in industrial wastewater discharges from 2012 through 2015 led to this favorable revenue picture in the sewer department. In 2015, increases of 2% for water and 1% for sewer were recommended by HLA and adopted by Council. With the improved revenues in both the water department and sewer department, no rate increases were necessary in 2016 and 2017.

While increased revenues are noteworthy, the City's control of expenditures is also an important factor. In 2017 alone, year-end water department operating expenses are projected to be \$192,000 below budget, and sewer department operating expenses are projected to be \$254,000 below budget. This control of expenses, and the conservative approach to budgeting, has placed the City of Grandview Water/Sewer Fund in a good financial position.

October 2017 Analysis

Our recent analysis included the following major work items:

- A review of 2017 revenues and expenses;
- Projection of 2017 year-end revenues and expenses using historical seasonal distribution of water consumption, sewer discharges, and expenditures;
- Examination of current and proposed capital improvements; and
- Preparation of a cash flow analysis to review projected revenue needs.

The cash flow analysis relies on reasonable revenue projections. Year-end 2016 revenues were lower than past revenue projections. This downturn was probably due to decreased water consumption and decreased industrial wastewater discharges. However, for 2017, we are seeing a slight increase in projected year-end water revenues, and a significant increase in projected year-end sewer revenues. To be conservative, we assumed the projected increase in water revenues would not continue, and only one-half of the projected increase in sewer revenues would

apply to the estimated future revenues. The cash flow analysis was then updated to reflect the revised revenue projections and to account for adjustments in planned capital improvements. A few key items in the analysis are worth noting:

- The Department of Ecology requested an analysis and report to address groundwater concerns at the wastewater treatment facility. A draft report was prepared recommending improvements at the facility in 2020. The estimated cost of those improvements (\$14 million and the associated debt service) is included in the cash flow analysis.
- Since preparing past sewer rate analyses, a new major sewer system capital improvement project was identified: replacement of the trunk sewer line between the City and the Euclid Road Pump Station. Recent failures of the pipeline highlighted the poor condition of the sewer, and the City has applied for Department of Ecology SRF loan funding of the \$4.6 million project to be constructed over two years (2018 and 2019). Debt service to repay the full loan amount is included in the analysis.
- Another proposed sewer system capital improvement project is construction of additional paved sludge drying beds. Timing of this \$1.2 million project is flexible and City funds are proposed to pay for the improvements.
- The sewer department paid off the PWTF portion of the sewer debt in 2016, reducing annual expenses by about \$240,000. The revenue bond portion of the sewer debt will be paid off in 2019, further reducing sewer expenses by \$420,000 per year.
- Water department expenditures include 2017 capital improvement expenses for telemetry system upgrades, water meters, and the remaining costs for rehabilitation of the Asahel Curtis Well.
- Future improvements outlined in the Water System Plan are considered in the cash flow analysis. Major improvements in 2019 (\$1,425,000), 2020 (\$1,773,000), and 2021 (\$6,200,000) are proposed to be funded from reserves and through DWSRF loans, with associated debt service in the following years.
- Ending fund balances are adequate to provide a typical minimum balance of at least 50% of annual expenditures, which provides more than six months of reserve.

Results

Water Department

- Future water system capital improvements are consistent with the recommendations found in the City's Water System Plan. Capital improvements should be re-examined each year as part of the budget process, and the long-term financial plan should be updated accordingly.
- Since projected water revenues and expenditures continue to show a positive Water Department fund balance, no water rate increase is recommended for 2018. Based on the current timing of future capital improvements, rate increases may not be needed for several years.

Sewer Department

- Our rate analysis includes future improvements to the wastewater treatment plant needed to address potential groundwater contamination. The report, required by the City's NPDES permit and outlining recommended improvements, has not been approved by the Department of Ecology, so timing of the future improvements may change. The current plan is to construct the future improvements after the existing debt is retired to minimize the impact to customers. The financing plan also includes building reserves to pay for a portion of the project cost to reduce future debt.
- Our analysis also included replacement of the City's trunk sewer. The first part of the project will be a detailed video inspection of the pipeline to determine the condition and verify the length of pipe that needs to be replaced. For the Department of Ecology SRF funding application, cost estimates assumed pipe replacement may need to extend northward into the industrial section of town. Depending on the results of inspection, the actual replacement length may be shorter. However, the financial plan is based on the full replacement cost.
- Sewer revenues decreased by \$186,000 from 2015 to 2016, but are projected to increase by about \$390,000 from 2016 to 2017. Given this fluctuation in sewer revenues, our projections assume only half of this increase would continue in the future. Using this conservative revenue projection, and the need to fund anticipated capital improvements, we recommend a 4% increase in sewer rates in 2018.
- Additional sewer rate increases will be needed in the future, but the timing and amount of the increase will depend on when capital improvements are completed, as well as the type of financing. Therefore, the City should continue to monitor sewer revenues and update the rate analysis as more information concerning capital improvements is available. Gradual adjustments to rates could then be made to pay for the proposed year 2020 treatment plant upgrades.

PROJECTED RATE INCREASES - October 2017 ANALYSIS

	2012	2013	2014	2015	2016	2017	2018
<u>Water Department</u>							
October 2011 Presentation	6%	6%	2%	2%	2%	2%	2%
Monthly Charge for "Typical" Residential User (8,200 gal/month)	\$33.82	\$35.85	\$36.56	\$37.30	\$38.04	\$38.80	\$39.58
Increase Over Previous Year		\$2.03	\$0.72	\$0.73	\$0.75	\$0.76	\$0.78
Proposed Rates October 2016 Review	6% Adopted by Council	2% Revised and Adopted	2% Adopted by Council	2% Adopted by Council	0% Adopted by Council	0% Adopted by Council	0%
Monthly Charge for "Typical" Residential User (8,200 gal/month)	\$33.82	\$34.49	\$35.18	\$35.89	\$35.89	\$35.89	\$35.89
Increase Over Previous Year		\$0.68	\$0.69	\$0.70	\$0.00	\$0.00	\$0.00
Proposed Rates October 2017 Review	6% Adopted by Council	2% Revised and Adopted	2% Adopted by Council	2% Adopted by Council	0% Adopted by Council	0% Adopted by Council	0% Recommended
Monthly Charge for "Typical" Residential User (8,200 gal/month)	\$33.82	\$34.49	\$35.18	\$35.89	\$35.89	\$35.89	\$35.89
Increase Over Previous Year		\$0.68	\$0.69	\$0.70	\$0.00	\$0.00	\$0.00
<u>Sewer Department</u>							
October 2011 Presentation	6% 7% Adopted by Council	6%	6%	6%	6%	2%	2%
Monthly Charge for "Typical" Residential User (8,200 gal/month)	\$42.91	\$45.49	\$48.22	\$51.11	\$54.18	\$55.26	\$56.37
Increase Over Previous Year		\$2.57	\$2.73	\$2.89	\$3.07	\$1.08	\$1.11
Proposed Rates October 2016 Review	7% Adopted by Council	6% Adopted by Council	4% Adopted by Council	1% Adopted by Council	0% Adopted by Council	0% Adopted by Council	2% Did not include new capital imp.
Monthly Charge for "Typical" Residential User (8,200 gal/month)	\$43.32	\$45.92	\$47.75	\$48.23	\$48.23	\$48.23	\$49.20
Increase Over Previous Year		\$2.60	\$1.84	\$0.48	\$0.00	\$0.00	\$0.96
Proposed Rates October 2017 Review	7% Adopted by Council	6% Adopted by Council	4% Adopted by Council	1% Adopted by Council	0% Adopted by Council	0% Adopted by Council	4% Recommended
Monthly Charge for "Typical" Residential User (8,200 gal/month)	\$43.32	\$45.92	\$47.75	\$48.23	\$48.23	\$48.23	\$50.16
Increase Over Previous Year		\$2.60	\$1.84	\$0.48	\$0.00	\$0.00	\$1.93

**ATTACHMENT E
2018 Budget**

Comparison of Water/Sewer/Garbage Billing - Similar Size, Local Communities

2017/Current Rates

Water/Sewer billing for 5,000 gallons

	Water Charges	Water Tax	Sewer Charges	Sewer Tax	min. Garbage Charges	Garbage Tax	Total
Selah	21.60	21.0% 4.54	38.96	21.0% 8.18	14.85	21.0% 3.12	91.25
Union Gap	24.09	-	41.53	-	12.14	-	77.76
Toppenish	32.81	33.0% 10.83	63.90	33.0% 21.09	16.28	33.0% 5.37	150.28
Sunnyside	24.40	18.0% 4.39	41.46	18.0% 7.46	11.32	18.0% 2.04	91.07
Prosser	27.48	20.6% 5.66	40.77	22.1% 9.01	14.56	5% 0.73	98.21
West Richland	40.40	13.5% 5.45	40.00	13.5% 5.40	17.21	16.0% 2.75	111.21
Grandview	28.95	24.2% 7.01	32.01	6.0% 1.92	13.80	38.0% 5.24	88.93

2018 Adopted or Anticipated Rates

Water/Sewer billing for 5,000 gallons

	Water Charges	Water Tax	Sewer Charges	Sewer Tax	min. Garbage Charges	Garbage Tax	Total	Utility Tax Total	note/ comment
Selah	22.46	21.0% 4.72	40.13	21.0% 8.43	15.44	21.0% 3.24	94.42	16.39	(1)
Union Gap	24.57	-	42.36	-	12.38	-	79.31	-	(2)
Toppenish	34.45	33.0% 11.37	65.18	33.0% 21.51	16.28	33.0% 5.37	154.16	38.25	(3)
Sunnyside	25.01	18.0% 4.50	41.46	18.0% 7.46	11.32	18.0% 2.04	91.79	14.00	(4)
Prosser	27.48	20.6% 5.66	40.77	22.1% 9.01	14.56	5% 0.73	98.21	15.40	(5)
West Richland	31.89	13.5% 4.31	43.50	13.5% 5.87	17.21	16.0% 2.75	105.53	12.93	(6)
Grandview	29.24	24.2% 7.08	33.29	6.0% 2.00	13.95	38.0% 5.30	90.86	14.38	(7)

1) Water +4%, sewer +3%, garbage +4%

2) Water, sewer and garbage +2%

3) Water +5%, sewer + 2%. Garbage is contracted with BDI, zero increase

4) Water +2.5%

5) There will be increases. Amount unknown.

6) Fees are already established in their master fee schedule. Garbage is contracted with BDI.

7) Water 1%, Sewer +4%, Garbage and irrigation +1%