

South Davis Water District

2026 Rate Increase Proposal

RATE INCREASE COMPARISON

Required Percentage Increases (by Service)

Service	Scenario A(New Operator)	Scenario B(Current Staff)
Culinary	8.55%	3.89%
Irrigation	21.44%	9.74%

Customer Impact Summary

Typical Residential Customer (10,000 gallons/month)

Scenario	Annual Bill	Annual Increase	Monthly Increase
2025 Current	\$306.00	—	—
Scenario A	\$332.16	+\$26.16	+\$2.18
Scenario B	\$317.88	+\$11.88	+\$0.99

Irrigation Customer (1 acre with 1 connection)

Scenario	Annual Bill	Annual Increase	Percent Increase
2025 Current	\$465.00	—	—
Scenario A	\$564.71	+\$99.71	+21.44%
Scenario B	\$510.29	+\$45.29	+9.74%

SCENARIO A: WITH NEW WATER OPERATOR

Financial Target

- **Total Revenue Increase Needed:** \$211,600
- **Culinary Needed:** \$97,128 (8.55% increase)
- **Irrigation Needed:** \$114,472 (21.44% increase)

Proposed 2026 Rates

CULINARY RATES (Bi-Monthly Billing | 6 bills per year)

Tier	Usage	Current Rate	Scenario A Rate	\$ Increase
Base	0–10,000 gallons	\$51.00	\$55.36	+\$4.36
Tier 2	11–20k (per 1,000 gal)	\$1.50	\$1.63	+\$0.13

Tier	Usage	Current Rate	Scenario A Rate	\$ Increase
Tier 3	21–30k (per 1,000 gal)	\$2.50	\$2.71	+\$0.21
Tier 4	31–40k (per 1,000 gal)	\$3.50	\$3.80	+\$0.30
Tier 5	41k+ (per 1,000 gal)	\$4.50	\$4.88	+\$0.38

IRRIGATION RATES (Annual Billing | 1 bill per year)

Fee Type	Current Rate	Scenario A Rate	\$ Increase
Connection Fee	\$135.00	\$163.95	+\$28.95
Per Acre Fee	\$330.00	\$400.76	+\$70.76
Total (1 acre)	\$465.00	\$564.71	+\$99.71

SCENARIO B: CURRENT STAFF (NO NEW OPERATOR)

Financial Target

- **Total Revenue Increase Needed:** \$96,120
- **Culinary Needed:** \$44,118 (3.89% increase)
- **Irrigation Needed:** \$52,002 (9.74% increase)

Proposed 2026 Rates

CULINARY RATES (Bi-Monthly Billing | 6 bills per year)

Tier	Usage	Current Rate	Scenario B Rate	\$ Increase
Base	0–10,000 gallons	\$51.00	\$52.98	+\$1.98
Tier 2	11–20k (per 1,000 gal)	\$1.50	\$1.56	+\$0.06
Tier 3	21–30k (per 1,000 gal)	\$2.50	\$2.60	+\$0.10
Tier 4	31–40k (per 1,000 gal)	\$3.50	\$3.64	+\$0.14
Tier 5	41k+ (per 1,000 gal)	\$4.50	\$4.67	+\$0.17

IRRIGATION RATES (Annual Billing | 1 bill per year)

Fee Type	Current Rate	Scenario B Rate	\$ Increase
Connection Fee	\$135.00	\$148.15	+\$13.15
Per Acre Fee	\$330.00	\$362.14	+\$32.14
Total (1 acre)	\$465.00	\$510.29	+\$45.29

COMPARATIVE ANALYSIS: SCENARIO A VS SCENARIO B

Residential Customer Impact (Annual)

Impact Metric	Scenario A	Scenario B	Difference
Annual Bill	\$332.16	\$317.88	\$14.28
Annual Increase vs 2025	+\$26.16	+\$11.88	\$14.28
Monthly Average	\$27.68	\$26.49	\$1.19

Bottom Line: Scenario A costs the typical residential customer an additional **\$14/year** or about **\$1.20/month** compared to Scenario B.

Irrigation Customer Impact (Annual, 1 Acre)

Impact Metric	Scenario A	Scenario B	Difference
Annual Bill	\$564.71	\$510.29	\$54.42
Annual Increase vs 2025	+\$99.71	+\$45.29	\$54.42
Percent Increase	+21.44%	+9.74%	11.70%

Bottom Line: Scenario A costs the 1-acre irrigation customer an additional **\$54/year** compared to Scenario B.