



UTILITY RATES

Thursday 2pm



SPANISH FORK
PUBLIC WORKS

UTILITY RATE APPROACH

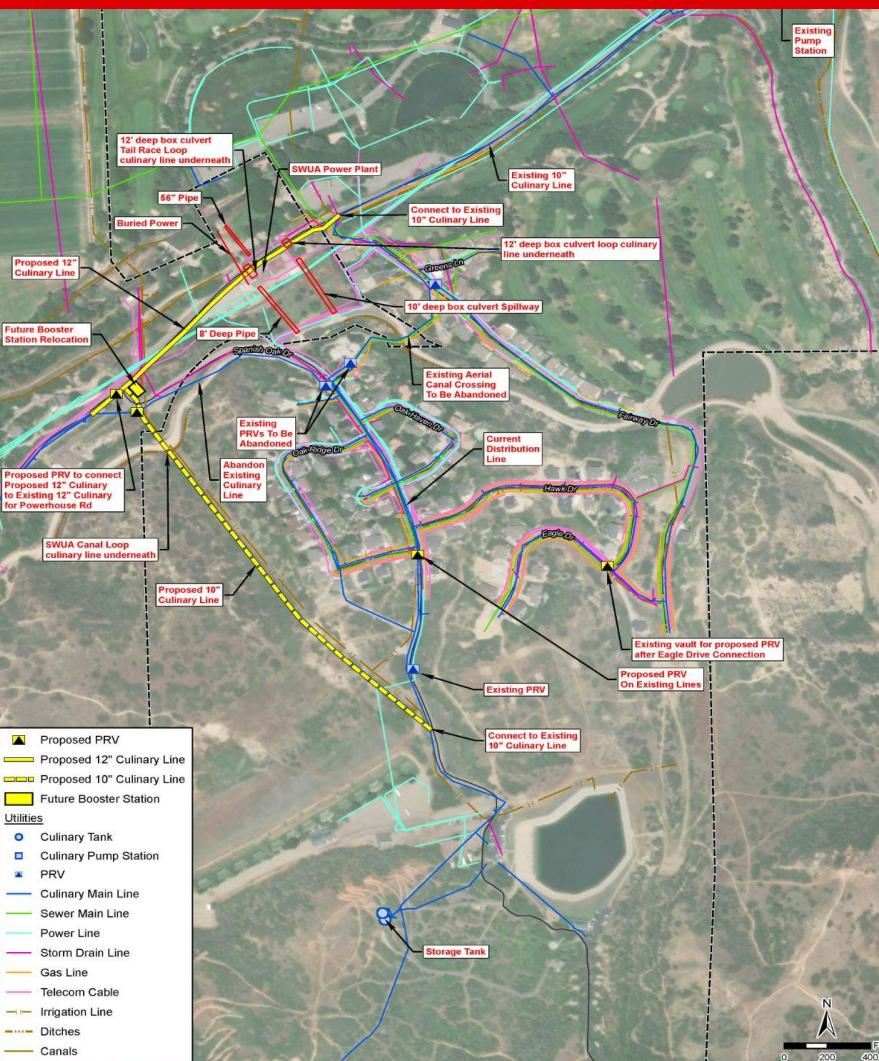
- Focus on the Aggregate Rate Change
 - What is the Overall Impact on Residents Utility Bill?
 - Keep Monthly Increases at or below the \$6-7 Range
 - Avoid Large Single Year Increases

Is this the Right Approach?

WATER RATES



SPANISH FORK
WATER

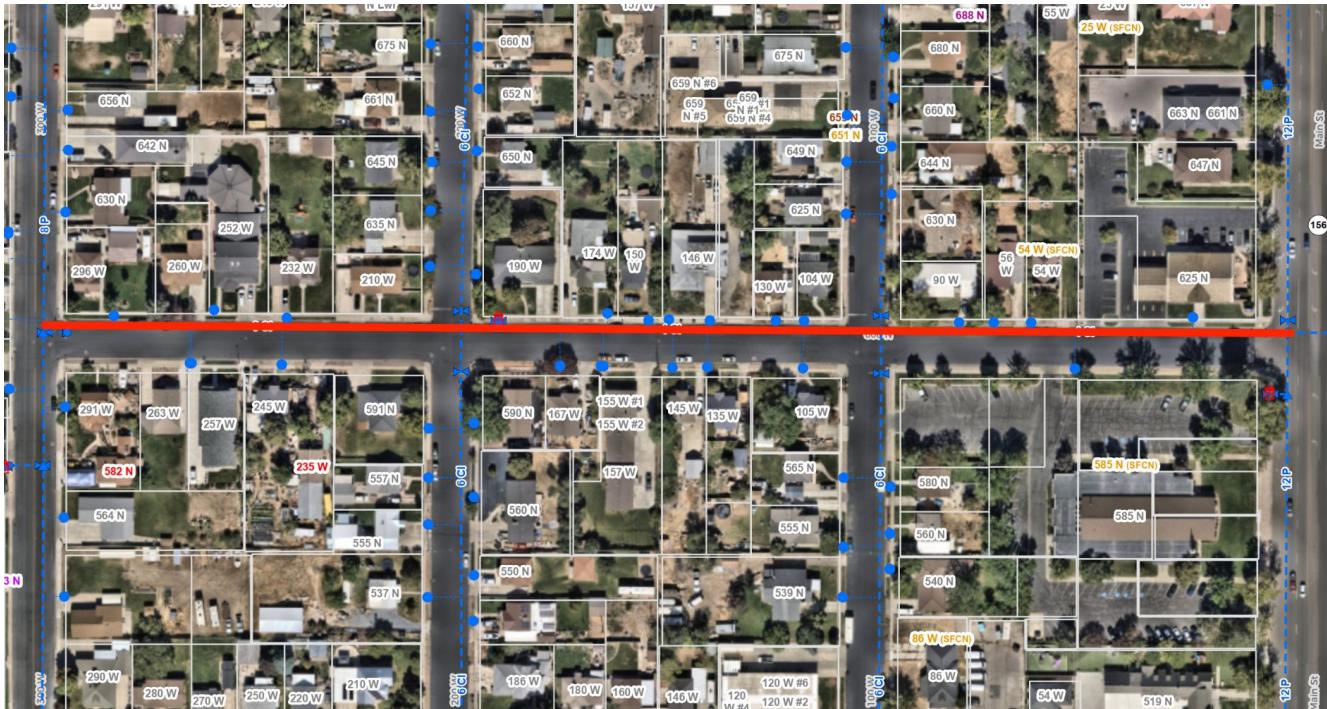


OAKS TRANSMISSION LINE

- Currently Under Design
- FY27 Construction
- Relocates Transmission Line
- \$3M Total Cost

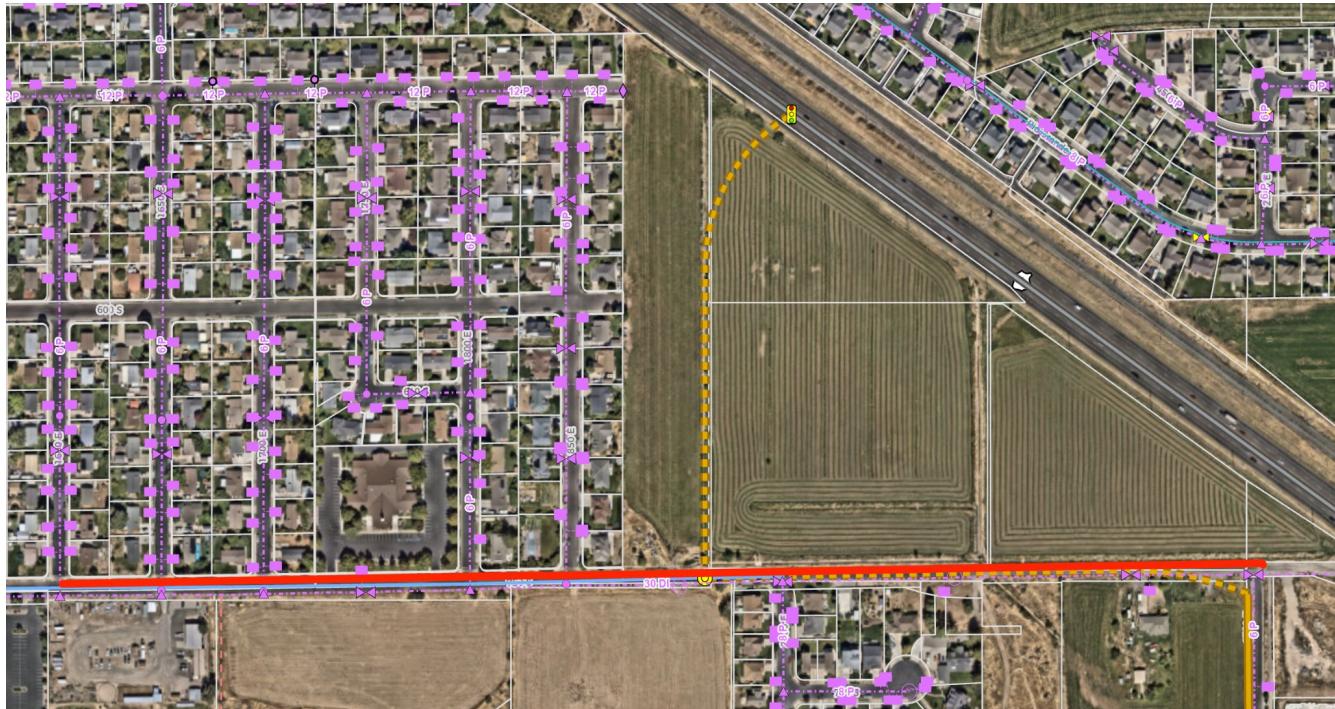
600 N MAIN-300W

- Finish Before Main Street Project
- Replace Existing 4" and 8" Lines
- \$546K Total Cost



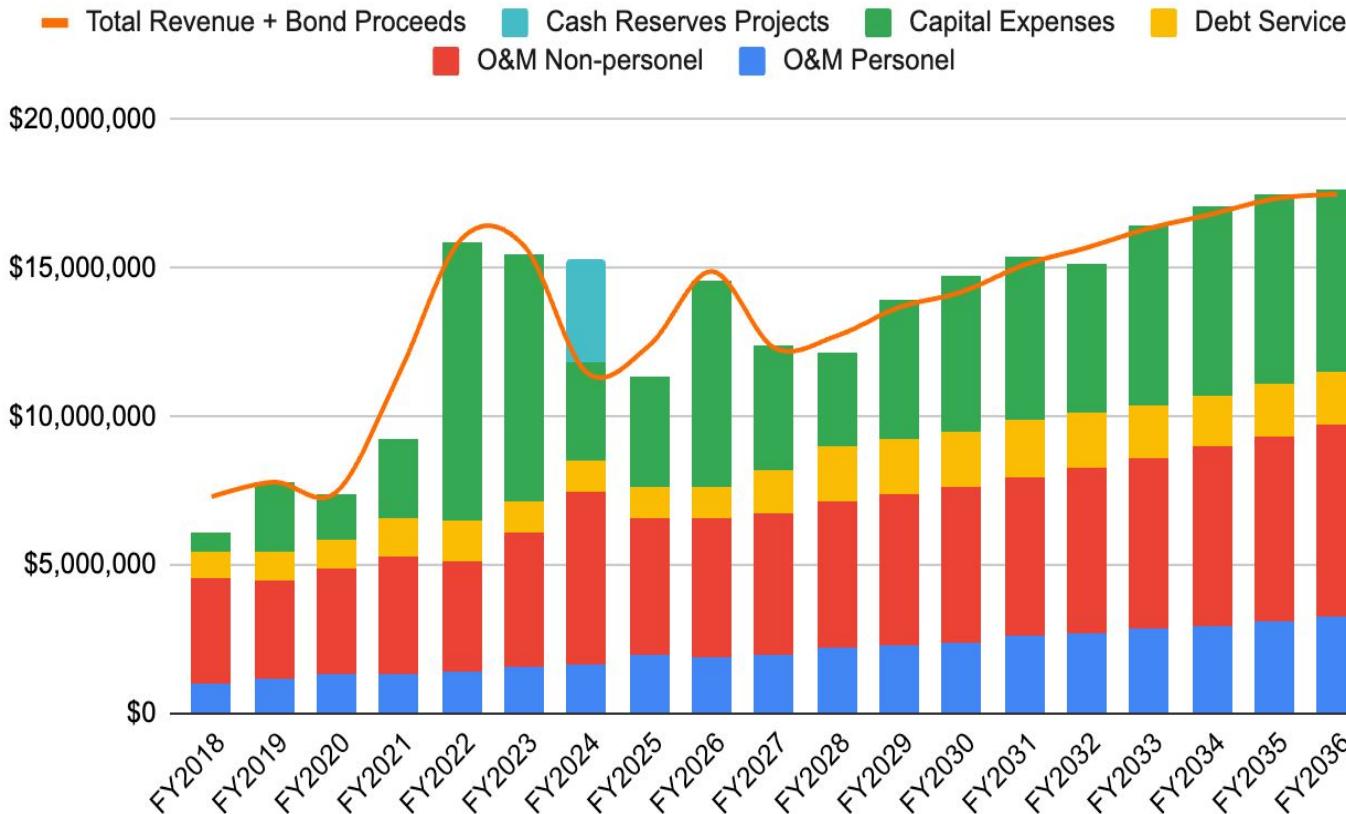
750 S 1600 E - 2300E

- Complete Before 2000 E Roadway
- Replace Existing 30" PI Line
- \$1M Total Cost



FUTURE WATER PLANNING

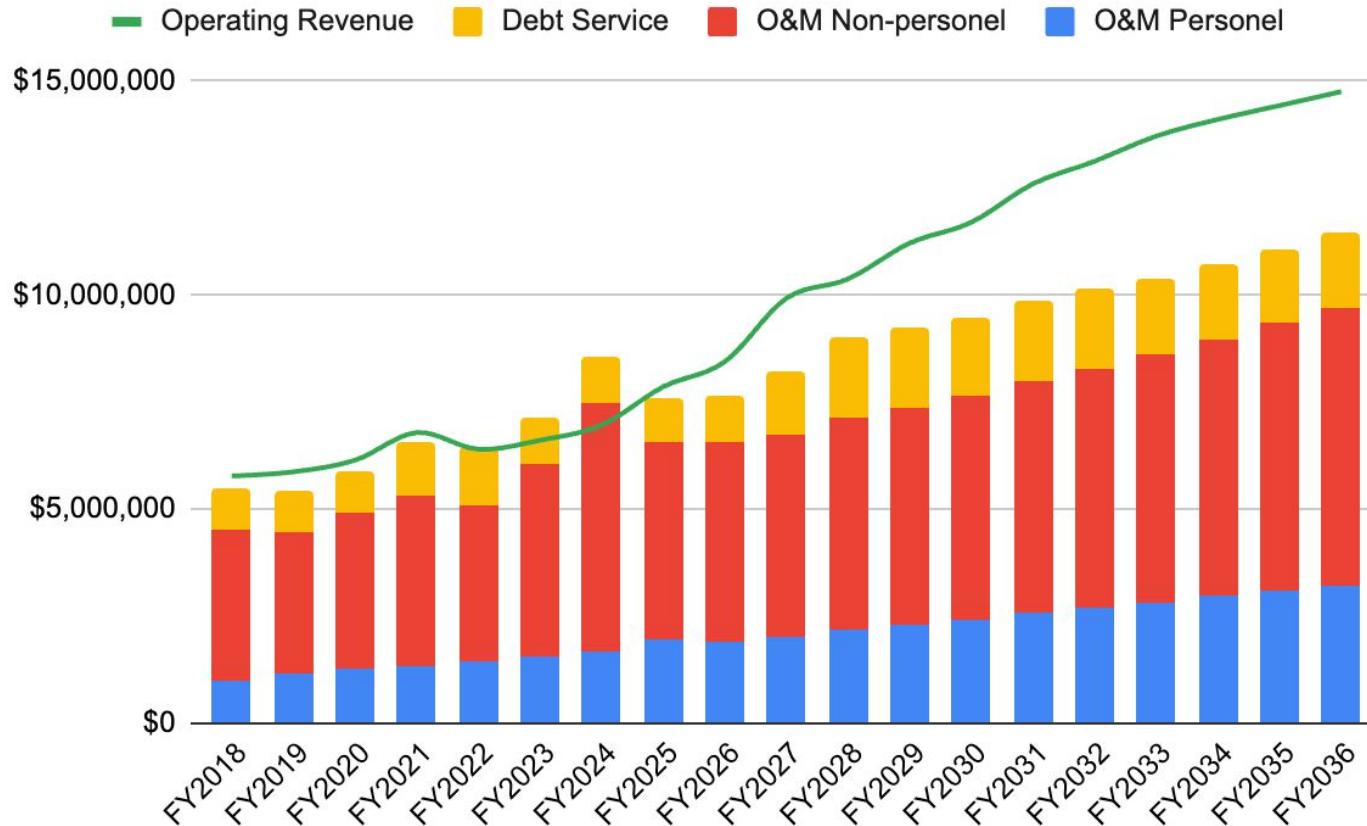
- Average Capital Expenditures for next 5 years - \$4.7M / Year
- Average Rate Increases of Approx. \$2.50/Month on Odd Years
- Growth Projected Using Historical Data



TOTAL WATER REVENUE VS. EXPENSES

- Fluctuations in Rev. due to Grants
- Cash or Bonds Used for Capital Expenses Exceeding Revenue
- FY24 Spike in O&M was from Flooding





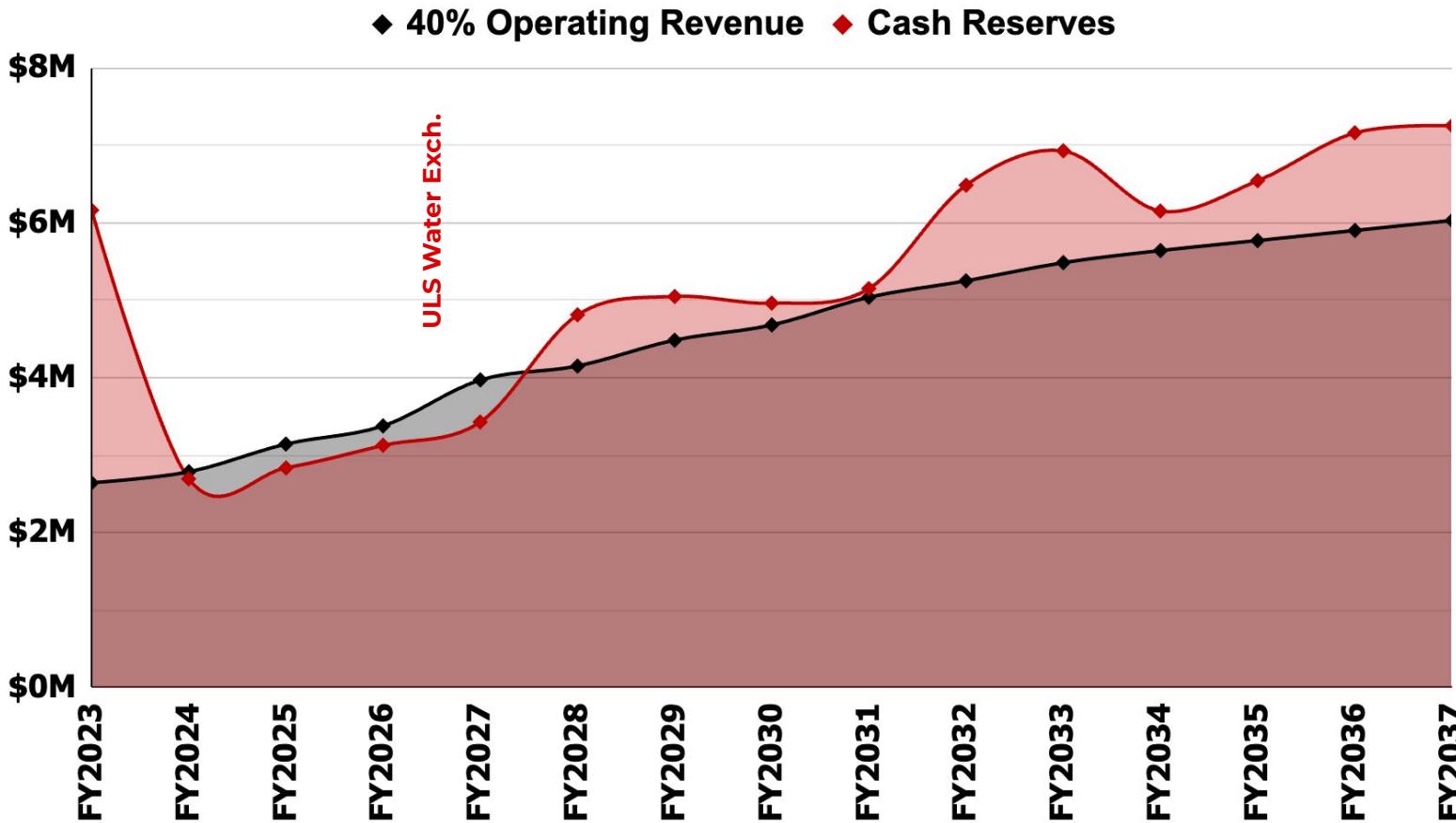
WATER OPERATING REVENUE VS. EXPENSES

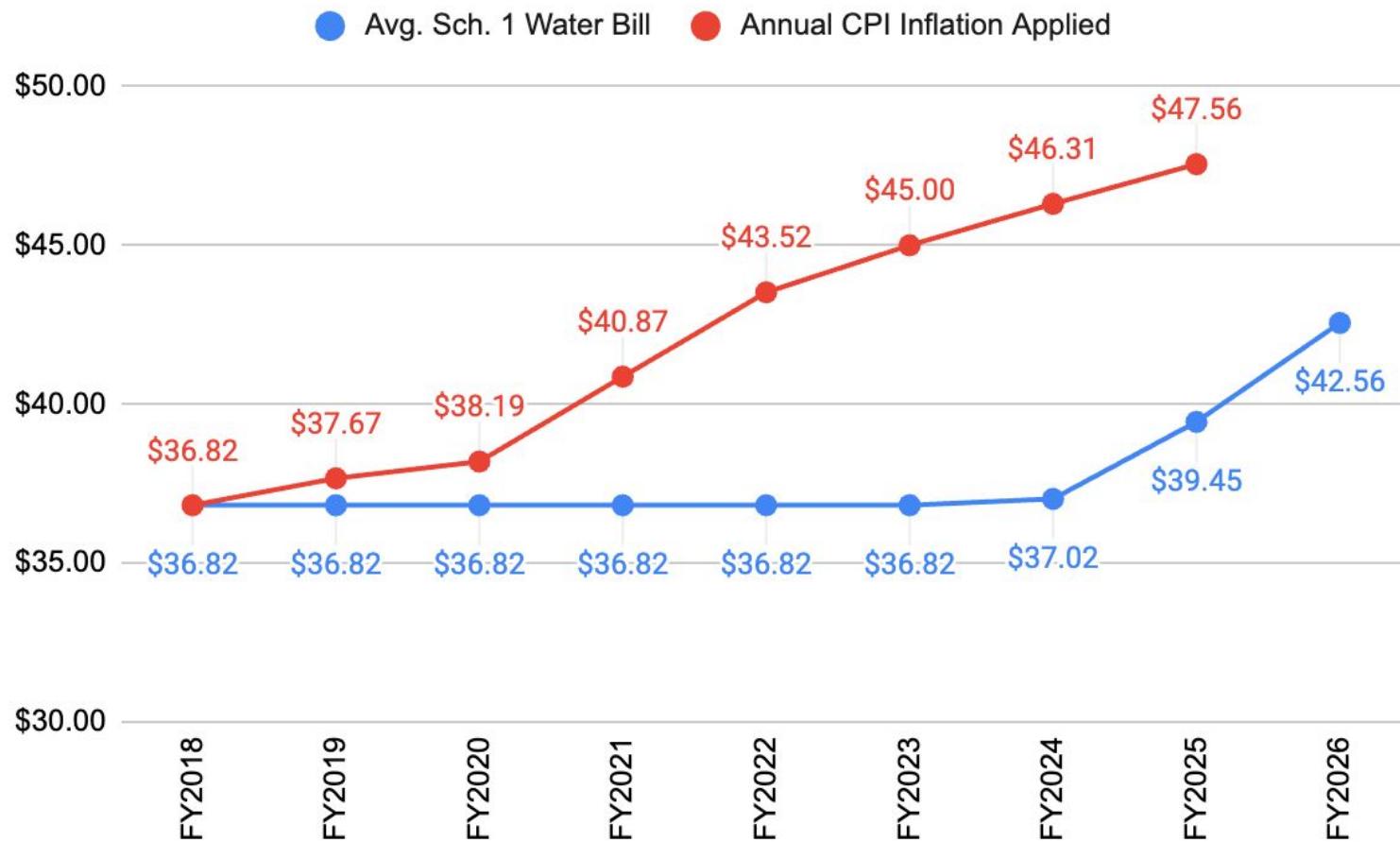
- Used Cash Reserves in FY23-FY24 (Flooding)
- Fund is Very Stable Moving Forward
- Excess Revenue Used for Capital
- FY23 & 24 Flooding Emergency



SPANISH FORK
WATER

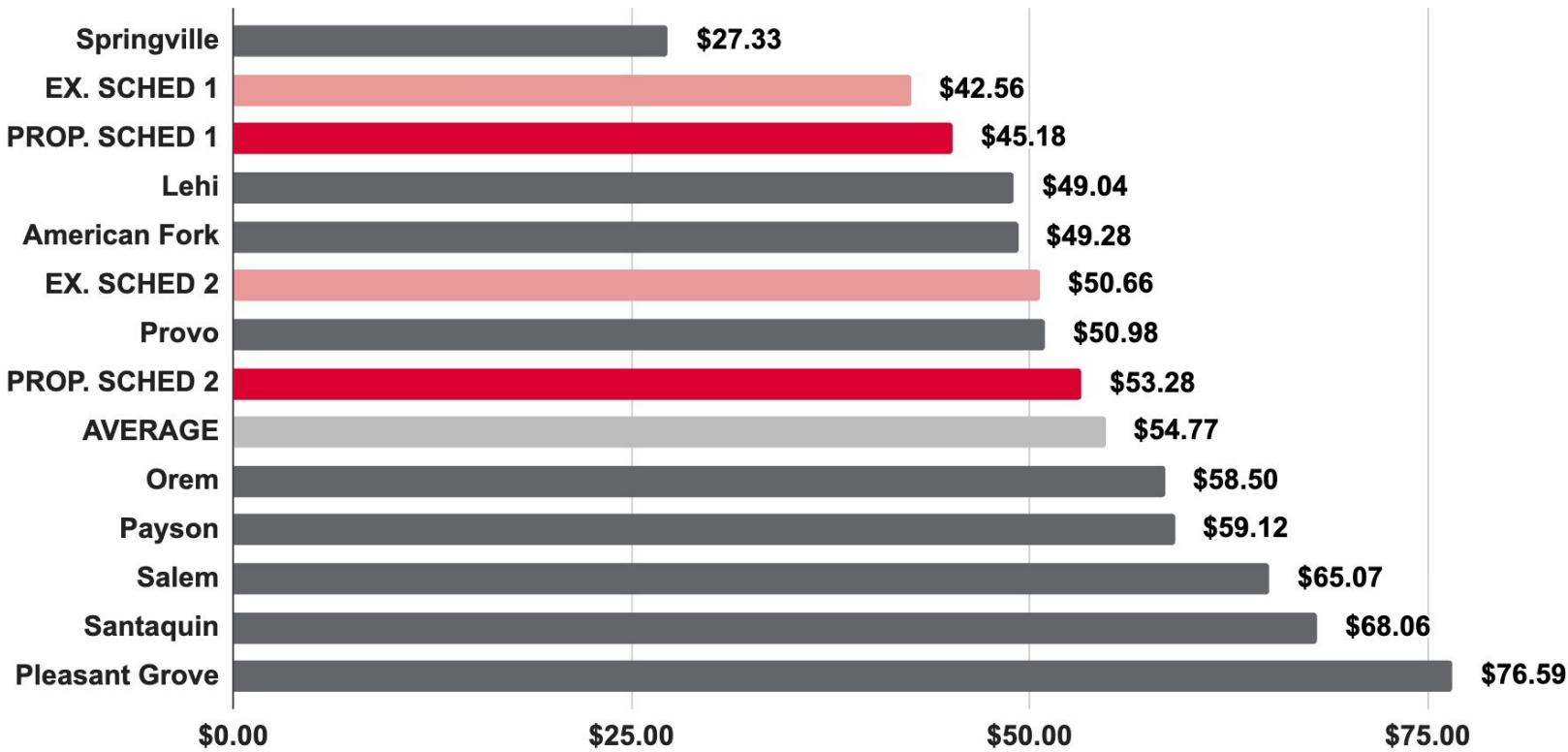
Cash Reserves - Water





SPANISH FORK
WATER

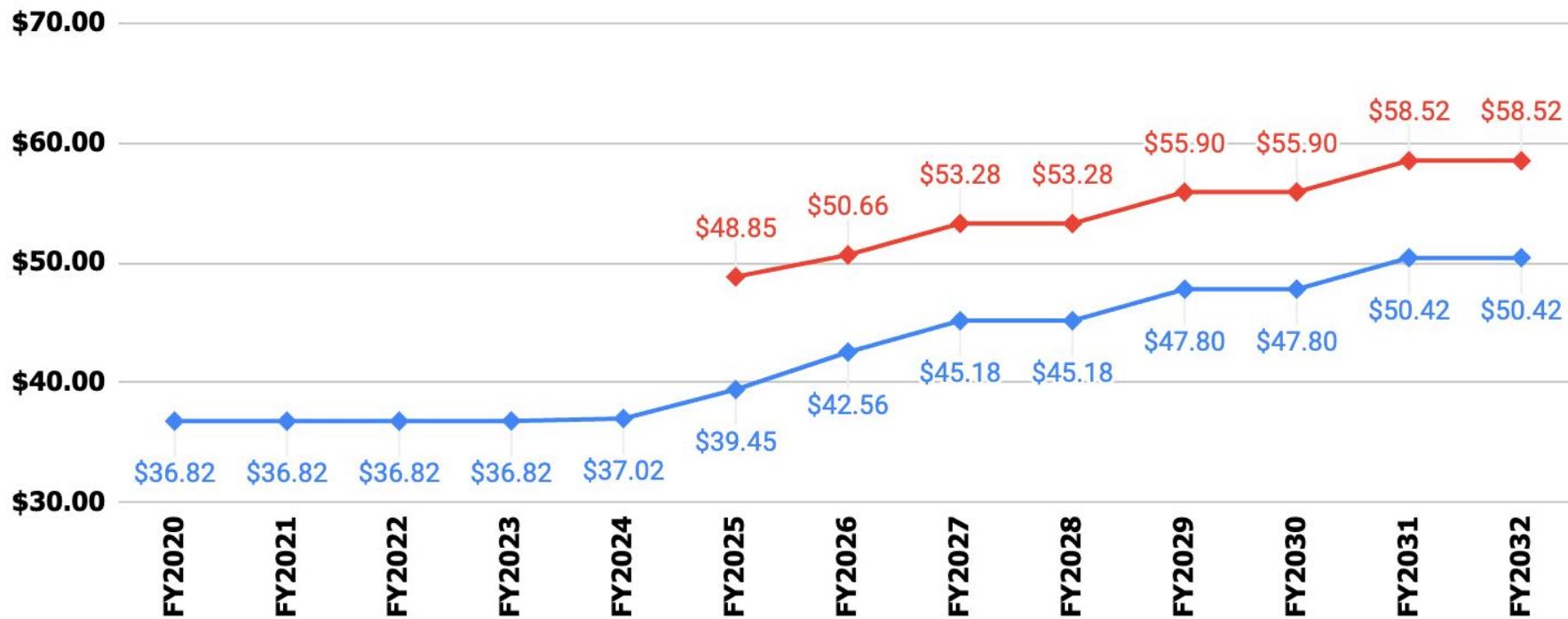
WATER: Proposed Average Monthly Residential Water Bill



Updated: January 2026

Average Residential Water Bill

◆ SFC SCH 1 ♦ SFC SCH 2



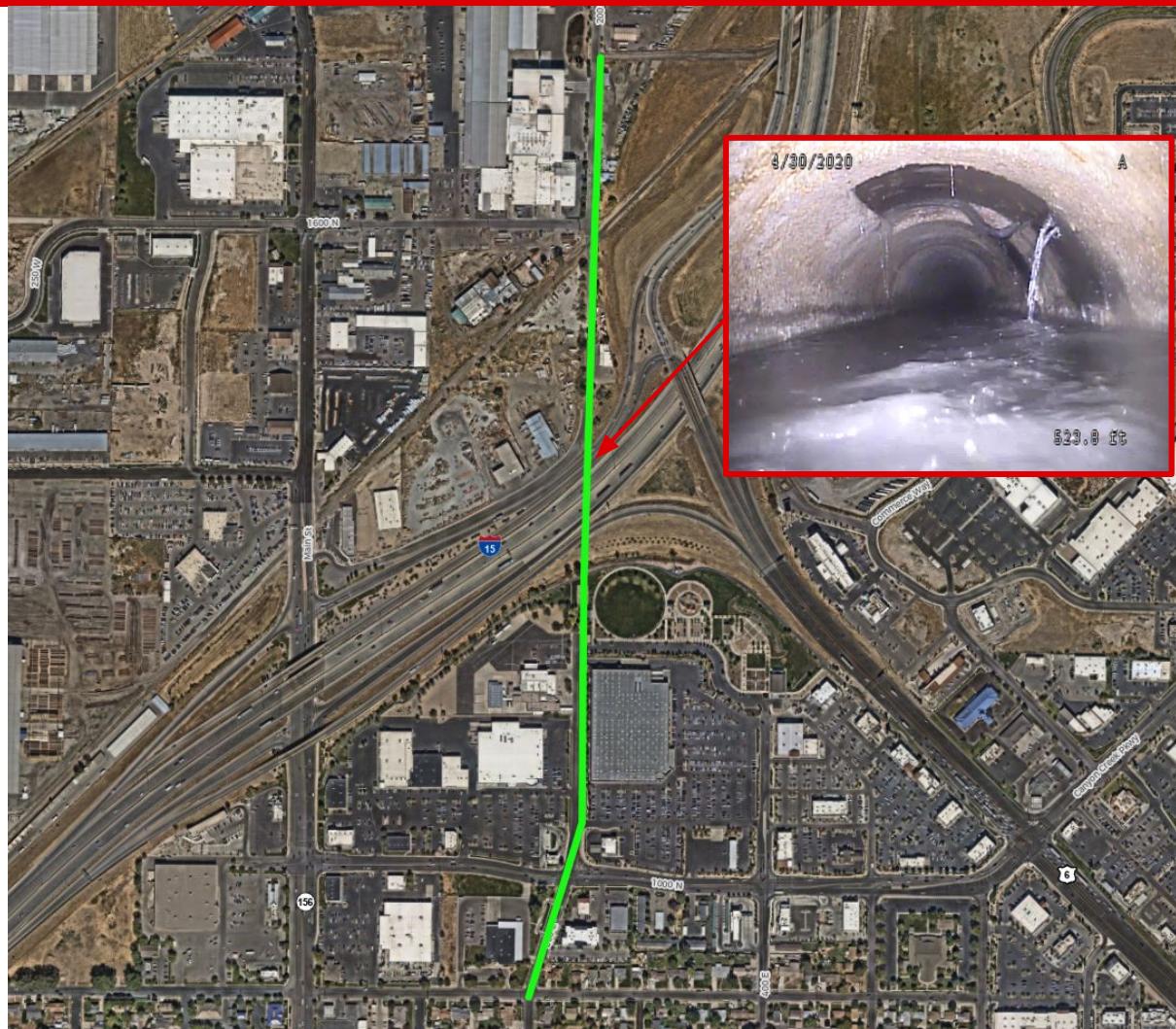
WASTEWATER RATES

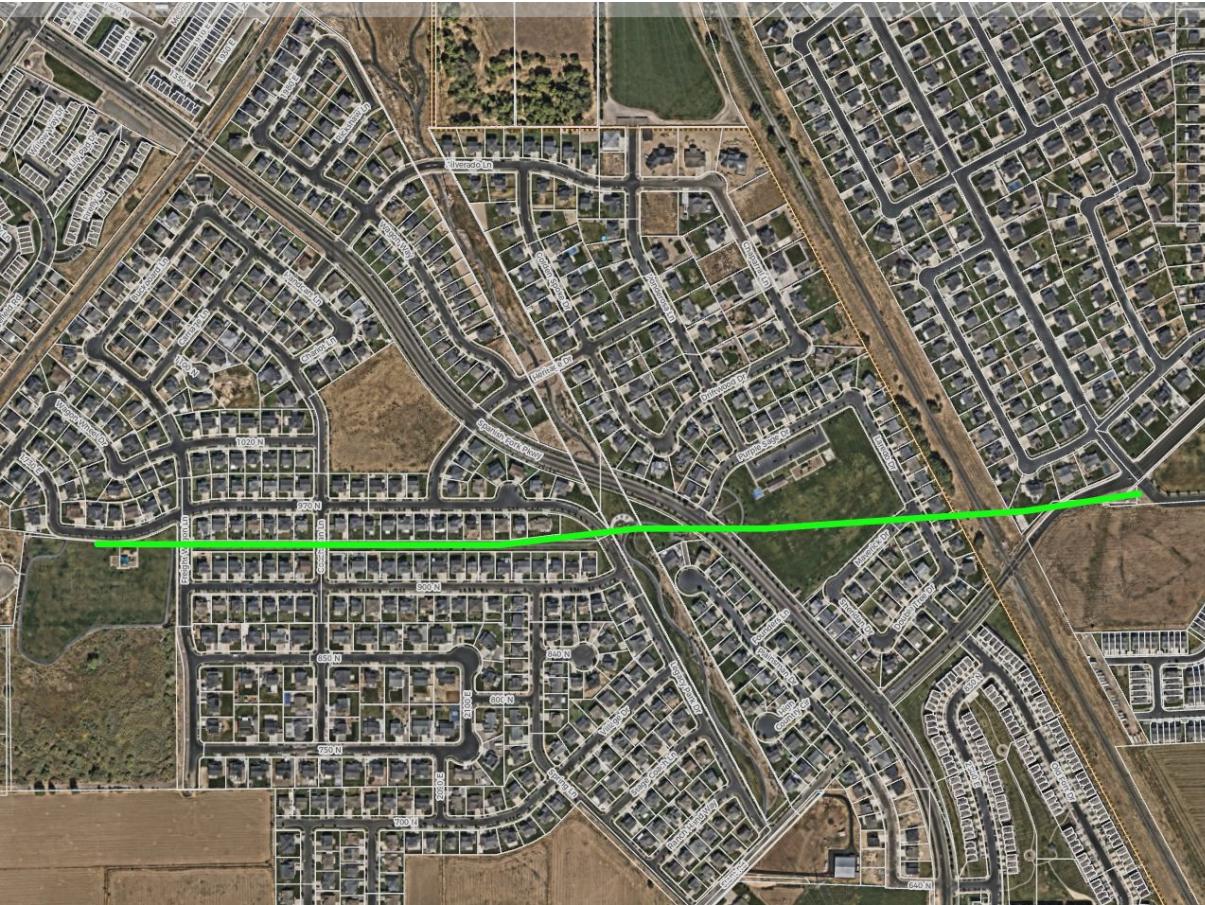


SPANISH FORK
WASTEWATER

200 E 900 N to WILLIAMS LN

- Line 3,960 ft of 24"
- Corroded Concrete
- Difficult Bypass Pumping
- \$1.25M Total Cost

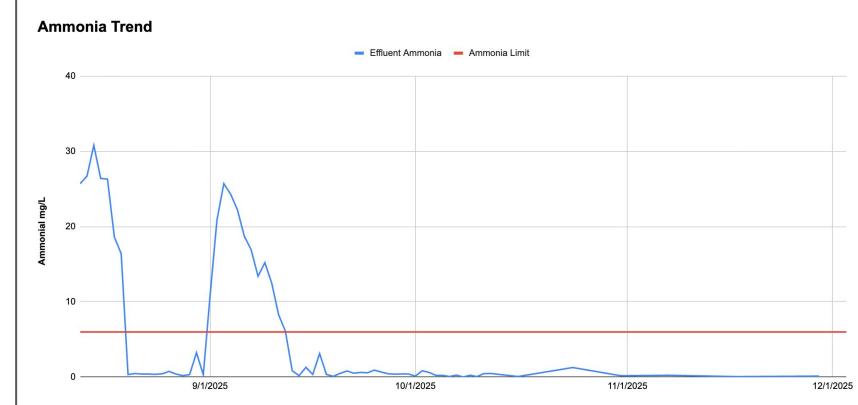
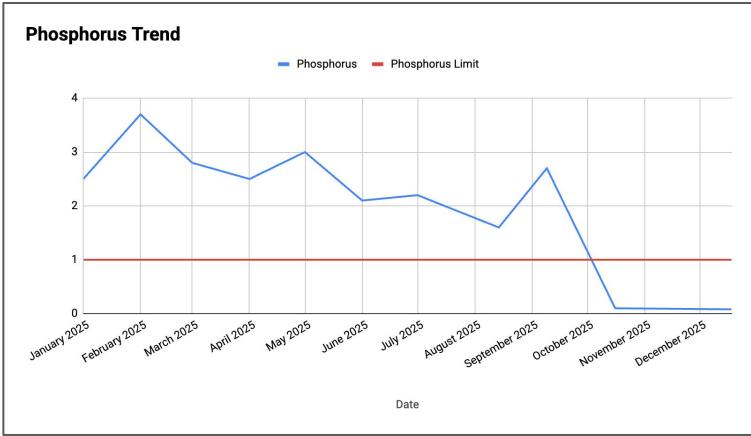
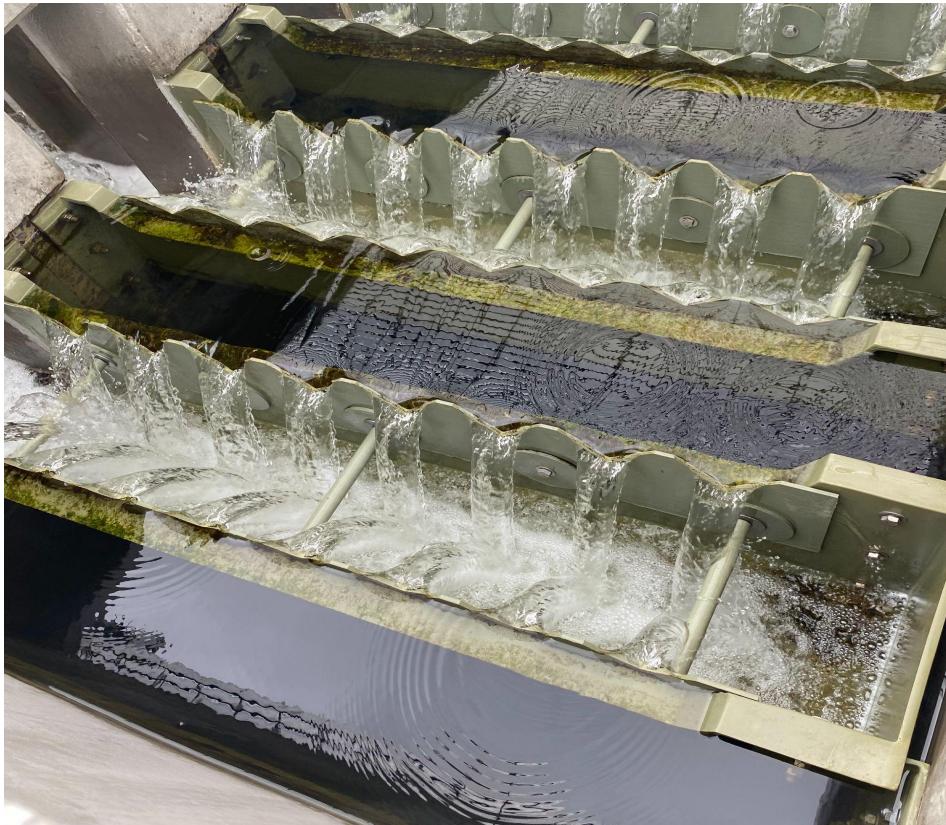


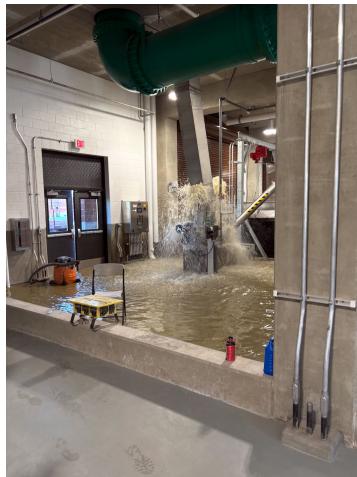


UPPER MAPLETON TRUNKLINE

- Line 4,225 ft of 30" Sewer
- Corroded Concrete
- \$1.75M Total Cost
 - Mapleton (61%) \$1.07M
 - SF (39%) \$680k

WRF PERFORMANCE





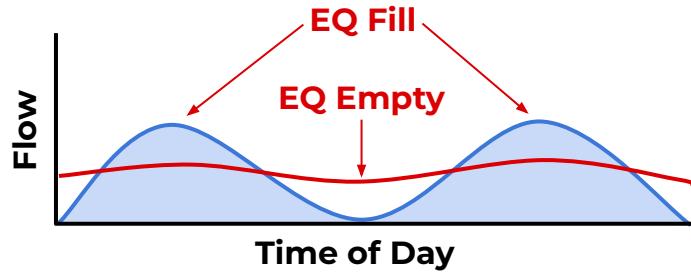
WRF CHALLENGES

- Fine Screens
Overwhelmed at
Random
- Adjusting Timing of
Equipment
- Plan to Add Mixers in
the Wet Well



WRF CHALLENGES

- Harmonic Filters Installed to Prevent Power Distortion
- Caused Problems With Transformer
- Had to Shut Down Plant for 45 Minutes
- Still Working On Solutions



PROPOSED EQUALIZATION TANK

- Smooths out Flow and Load
- Enhances Treatment Process
- Extends Capacity of the WRF
- Buys Time in Emergencies
- \$5M

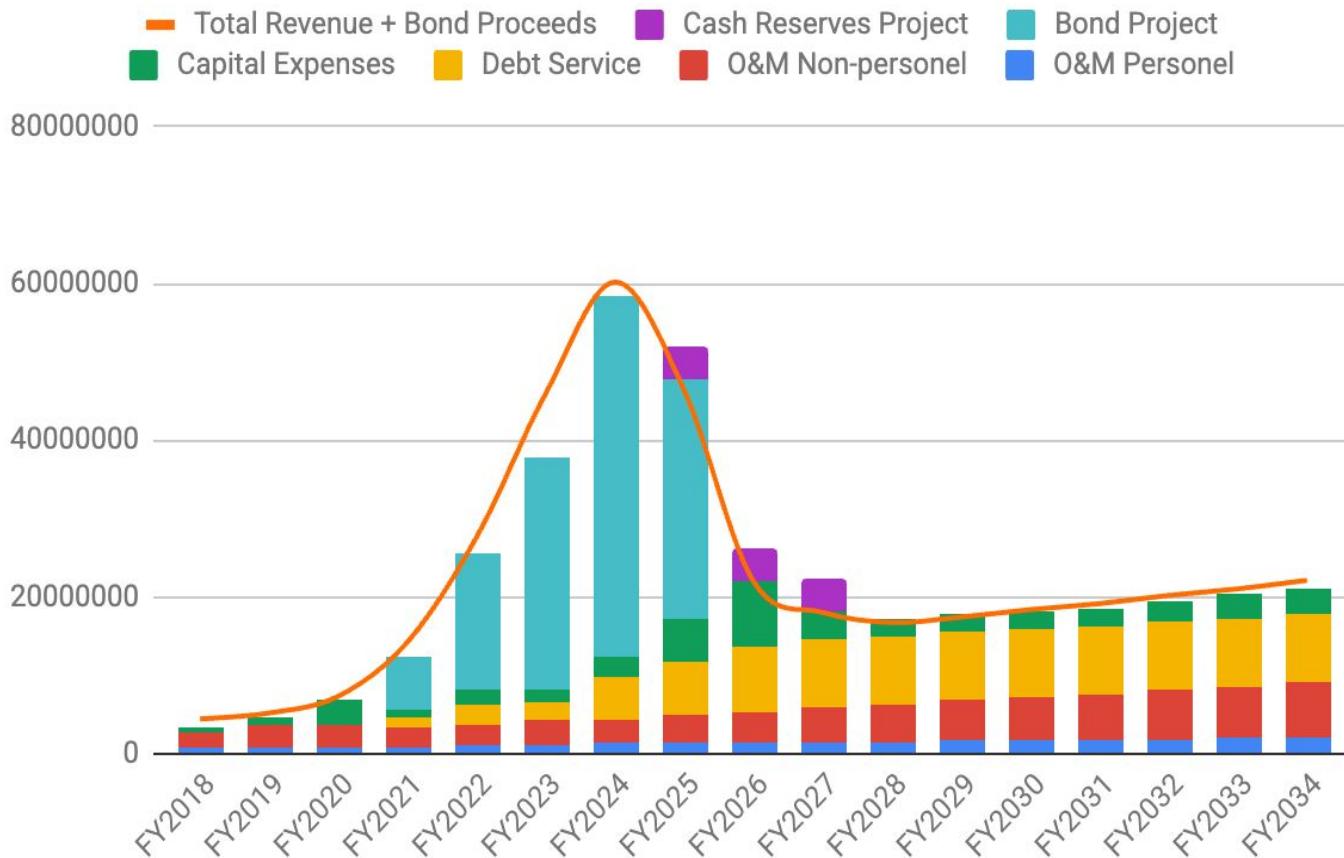


PROPOSED MAINT. SHOP

- Cut From the WRF Project Due to Cost
- Need Space for Spare Parts and Work Area
- Pre-engineered Metal Structure
- \$500,000

FUTURE WASTEWATER PLANNING

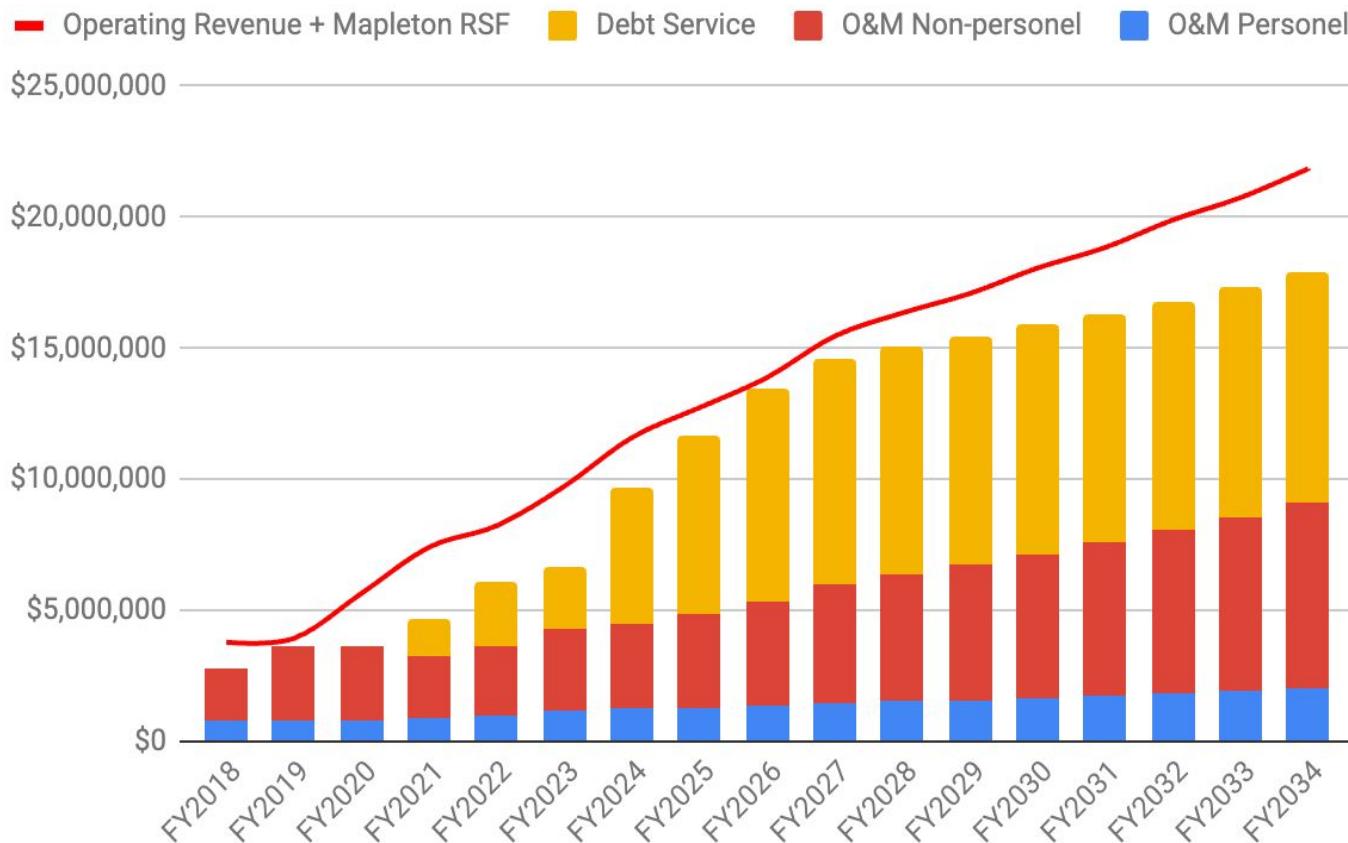
- WRF Project \$5M Under Budget
 - \$2M Saved Contingency
 - \$3M Saved Engineering Construction Consultation
- Average Capital Expenditures for next 5 years - \$2.2M/ Year
- Average Rate Increases of Approx. \$2.50/Month on Even Years



TOTAL WASTEWATER REVENUE VS. EXPENSES

- Very Large Debt Service for WRF
- Large Capital Projects Slowing Down



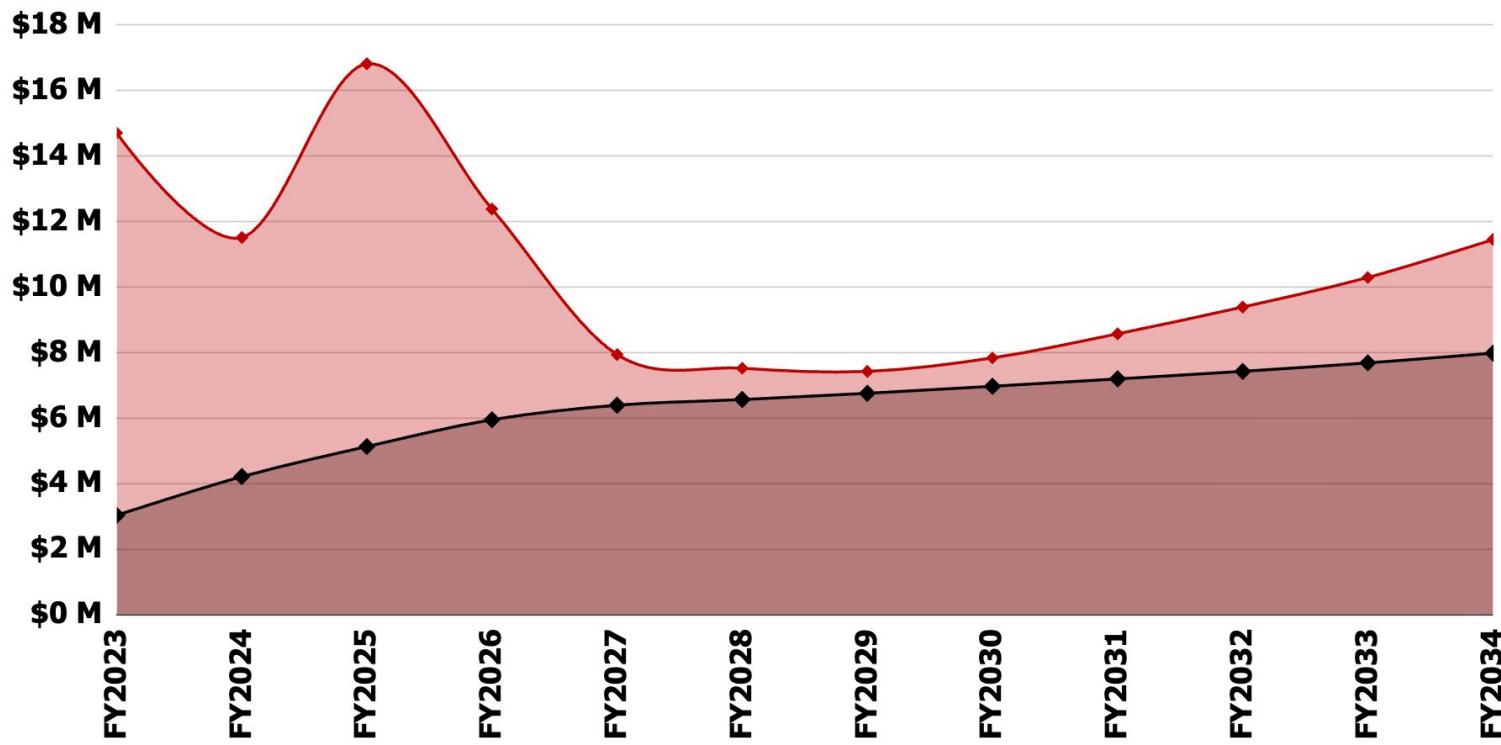


WASTEWATER OPERATING REVENUE VS. EXPENSES

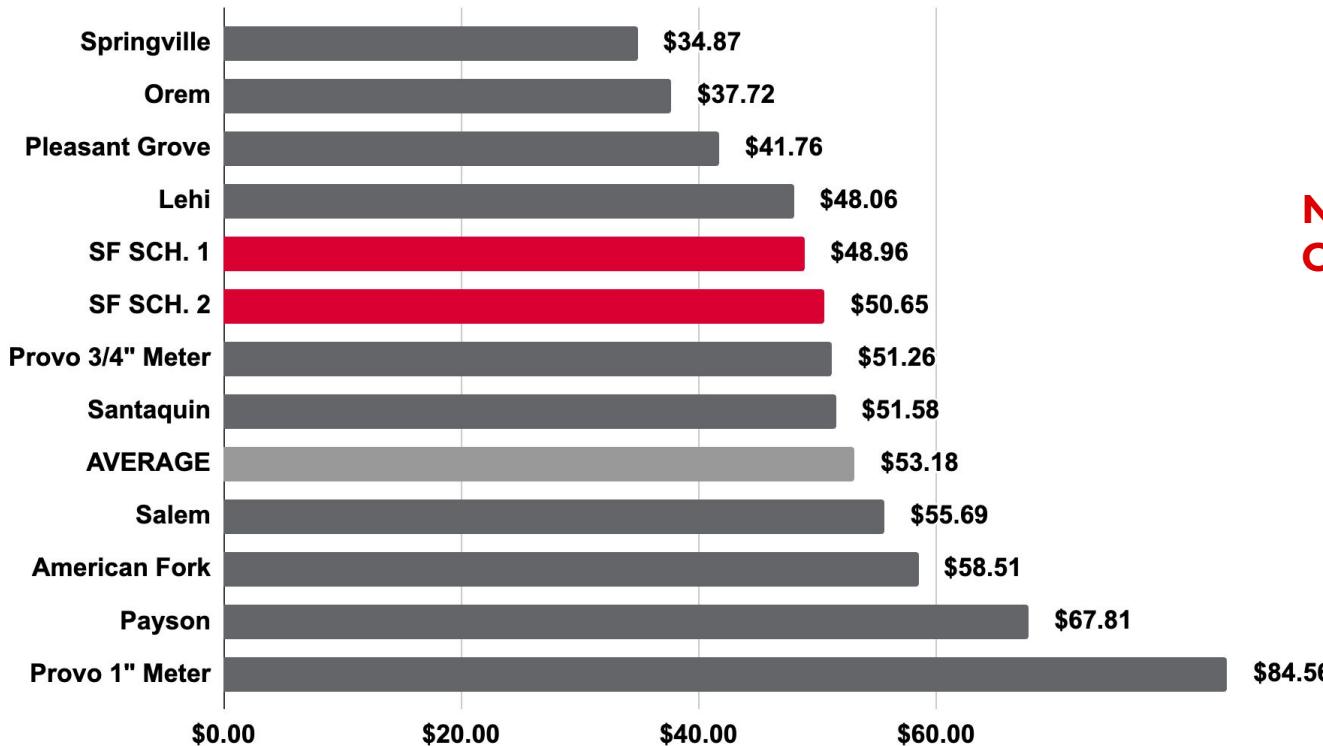
- Mapleton Rate Stabilization Fund Included (\$2M)
- Fund is Sustainable Moving Forward

Cash Reserves - Wastewater

◆ 6 Month O&M ◆ Cash Reserves



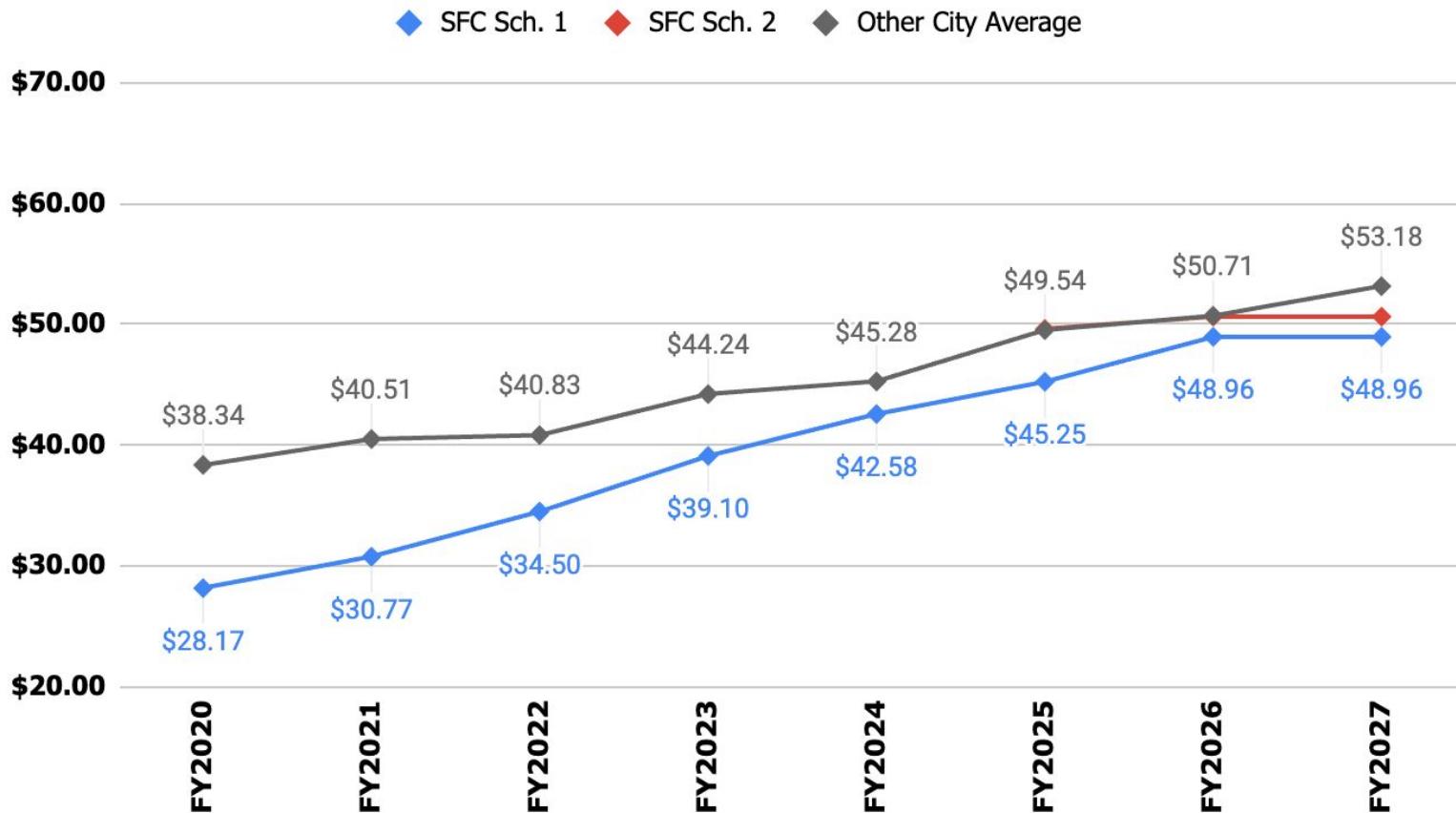
Average Monthly Residential Sewer Bill



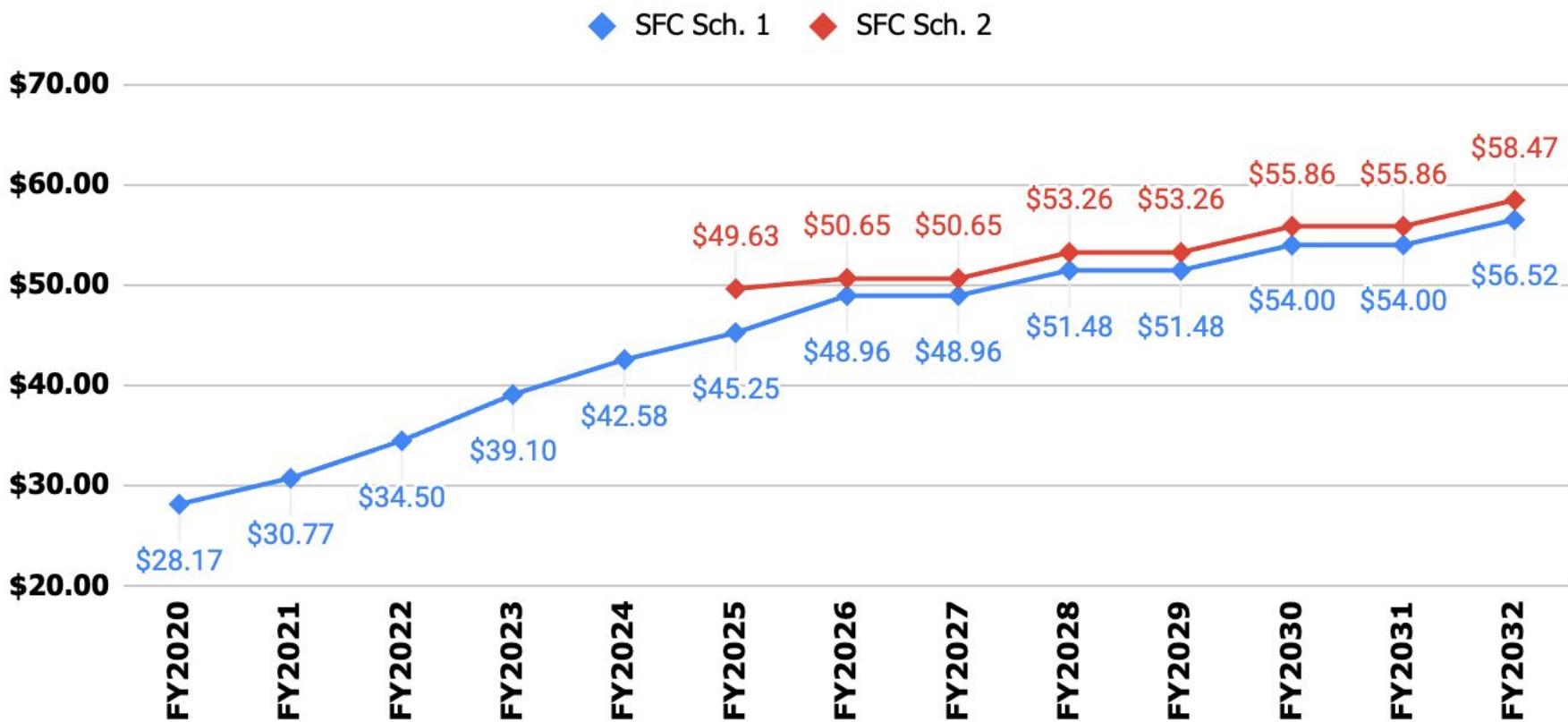
No Proposed Rate Change for FY27

Updated: September 2025

Average Sewer Bill Comparison



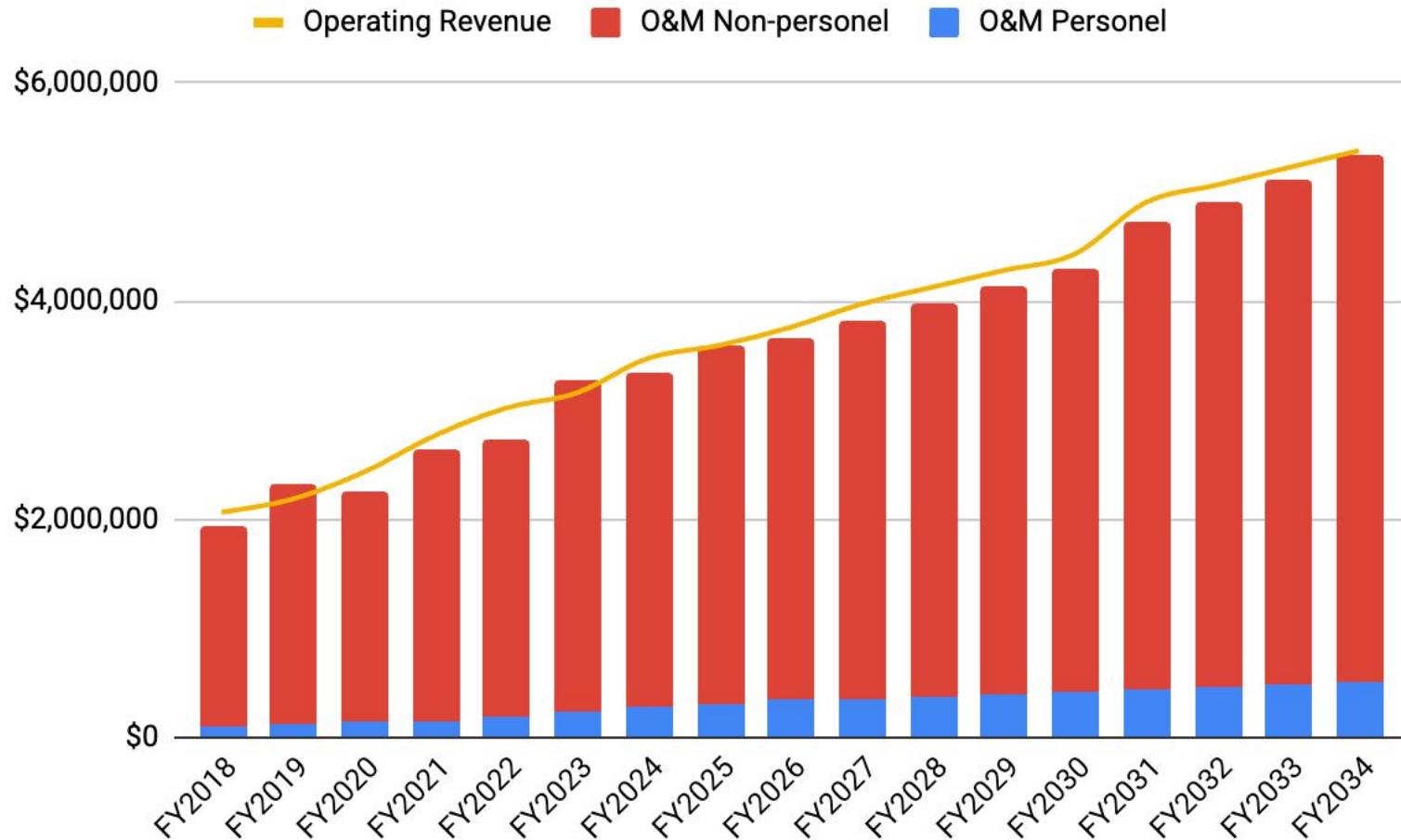
Average Sewer Bill Past and Future



GARBAGE RATES

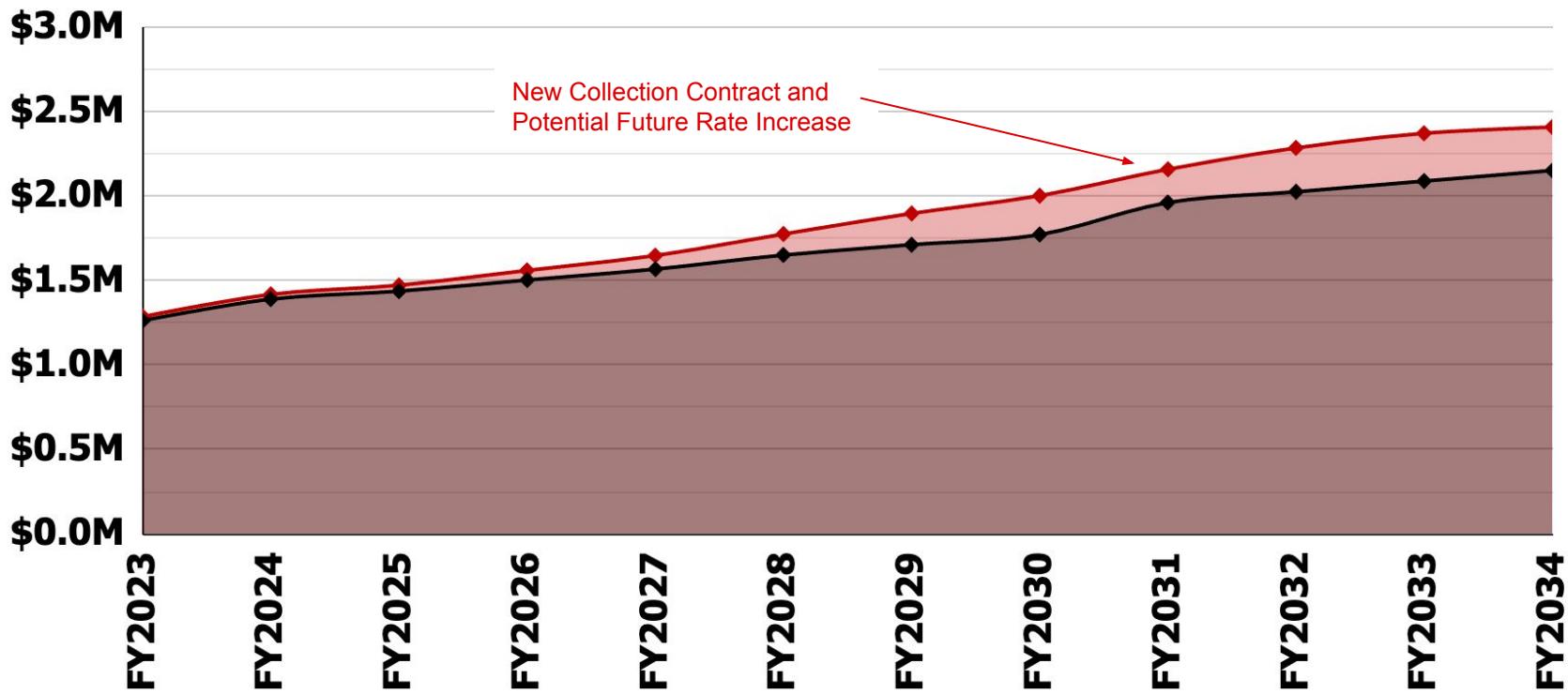


SPANISH FORK
FLEET & GARBAGE SERVICES



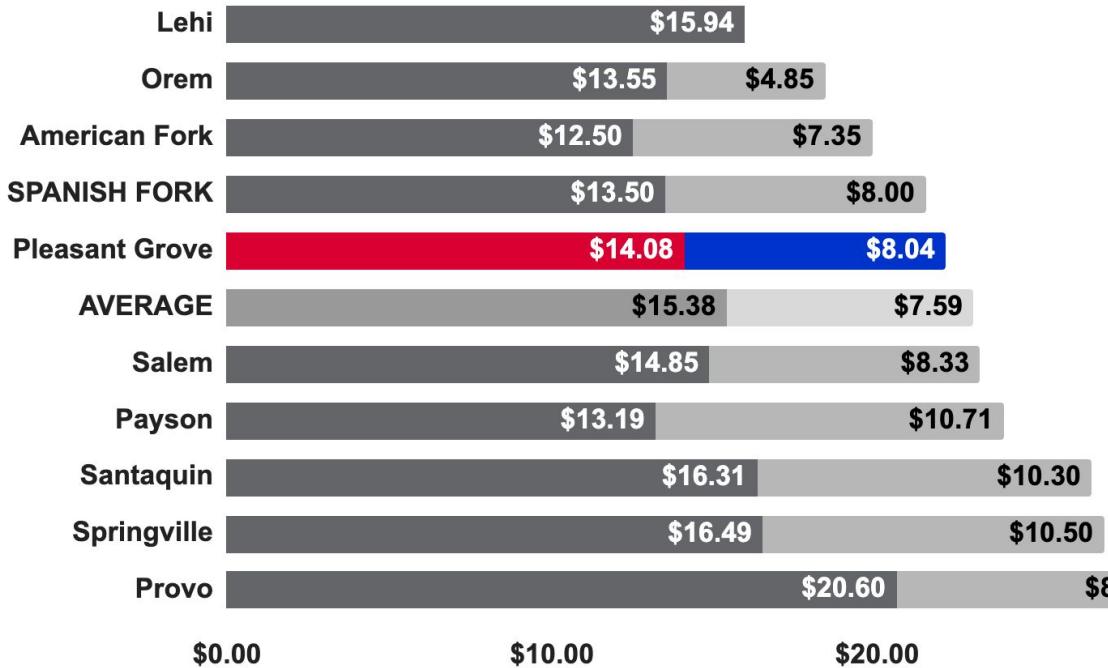
Cash Reserves - Garbage Services

◆ Cash Reserves ◆ 40% Operating Revenue



Average Garbage and Recycling Monthly Bill

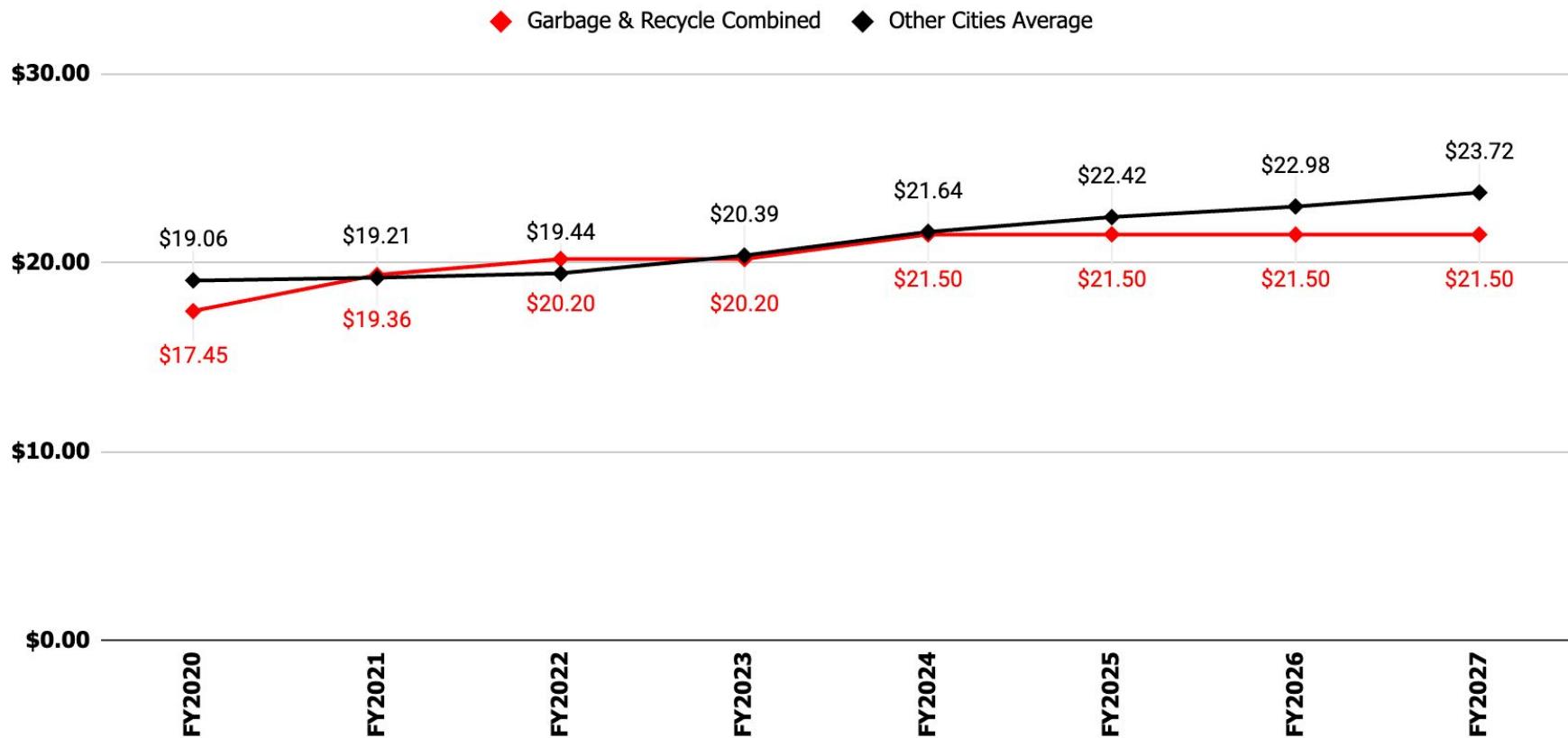
■ Existing Garbage Can Rate ■ Existing Recycling Can Rate



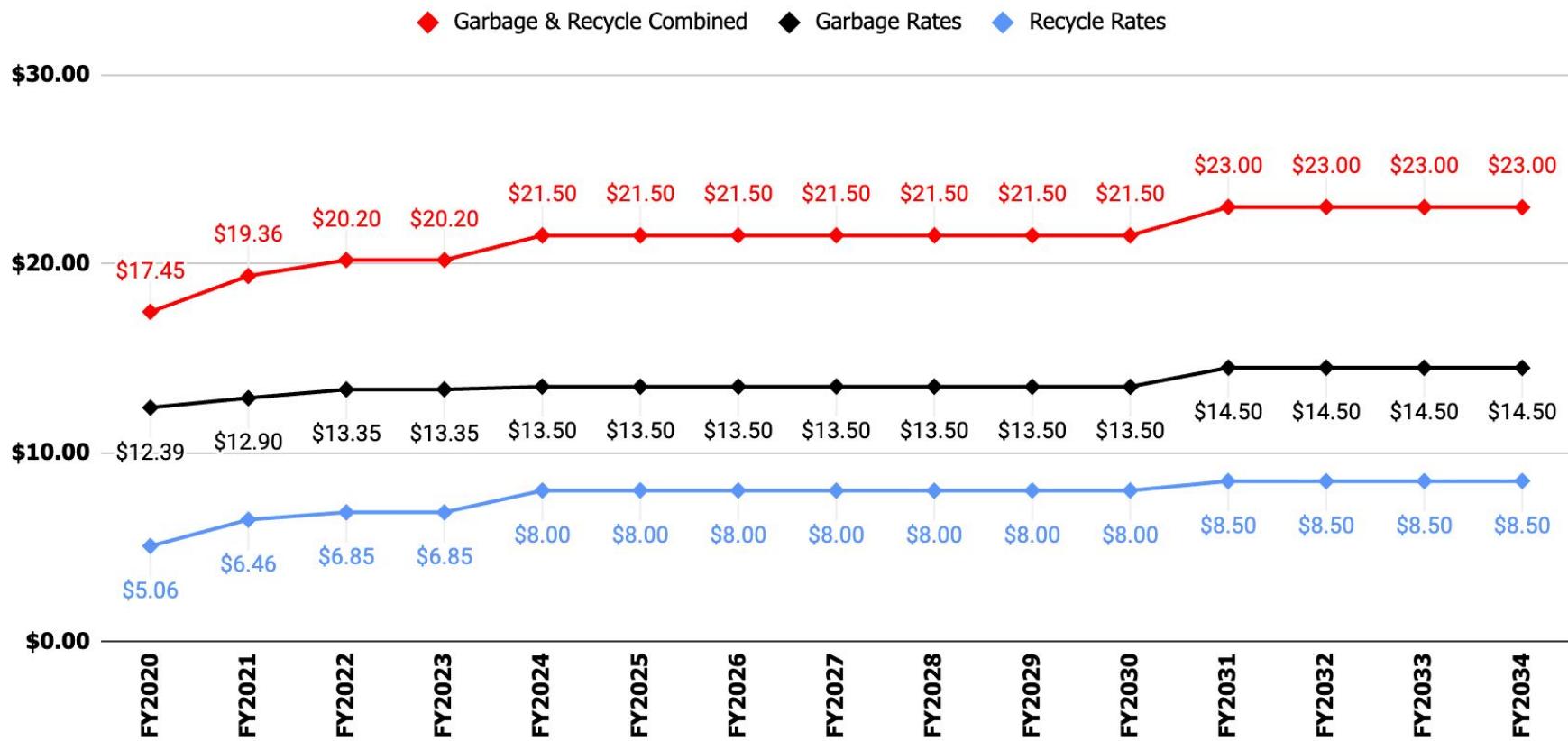
No Proposed Rate Change for FY27

Updated: September 2025

Garbage & Recycle Rates Comparison



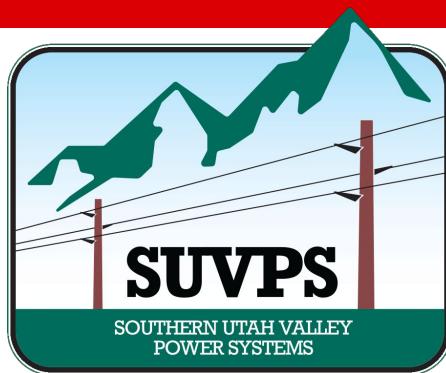
Garbage & Recycle Rates



POWER RATES



SPANISH FORK
POWER & LIGHT



SIGNIFICANT PROJECTS

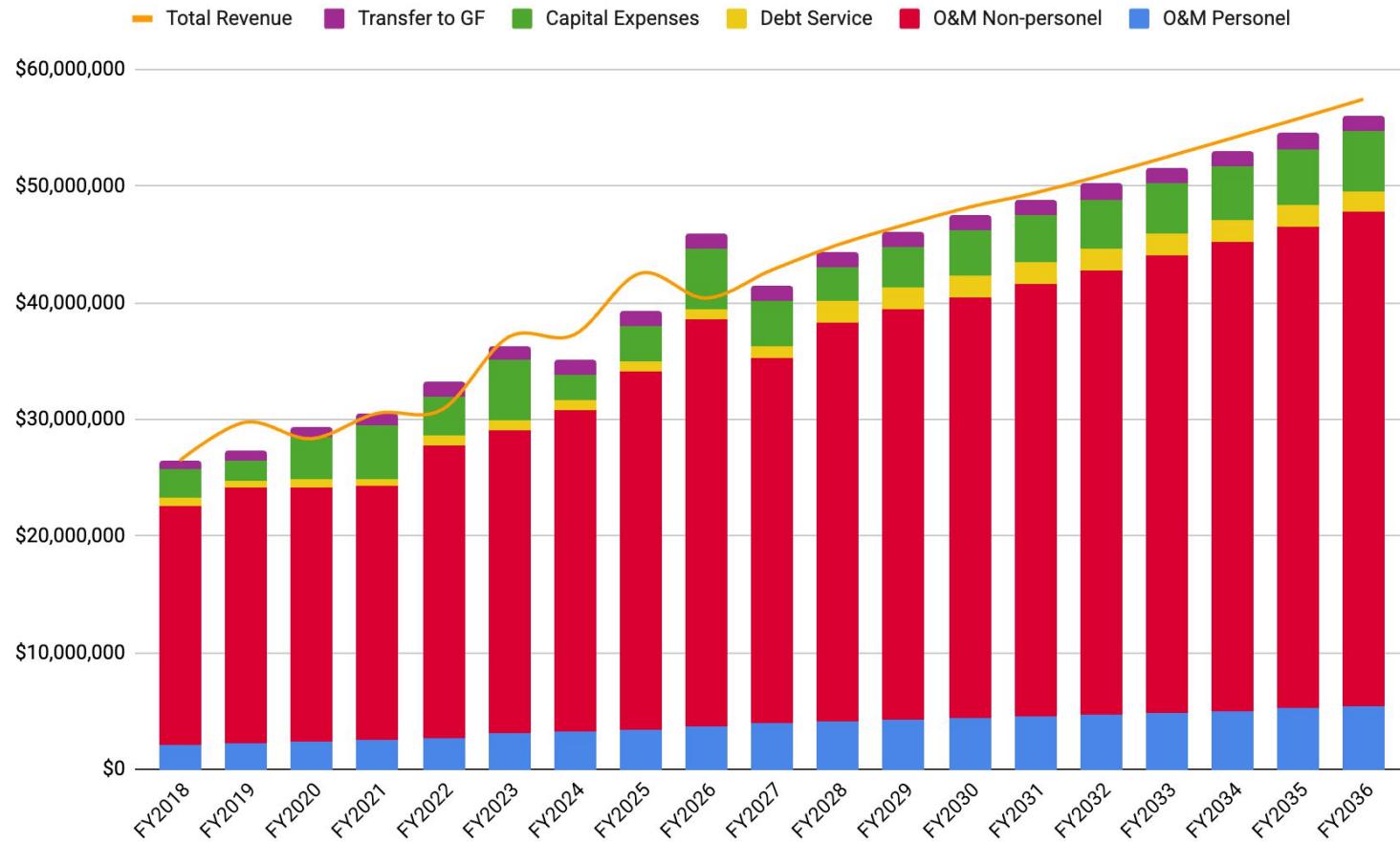
- FY26 True Up: **\$3.6M**
- SF Portion of Current Phase 1 Bond: **\$1.3M/yr**
- SF Portion of proposed Phase 2 Bond: **\$2M/yr**
- **\$31.5M** in the Next 10 Years vs. **\$6.6M** Invested in the Previous 10 years



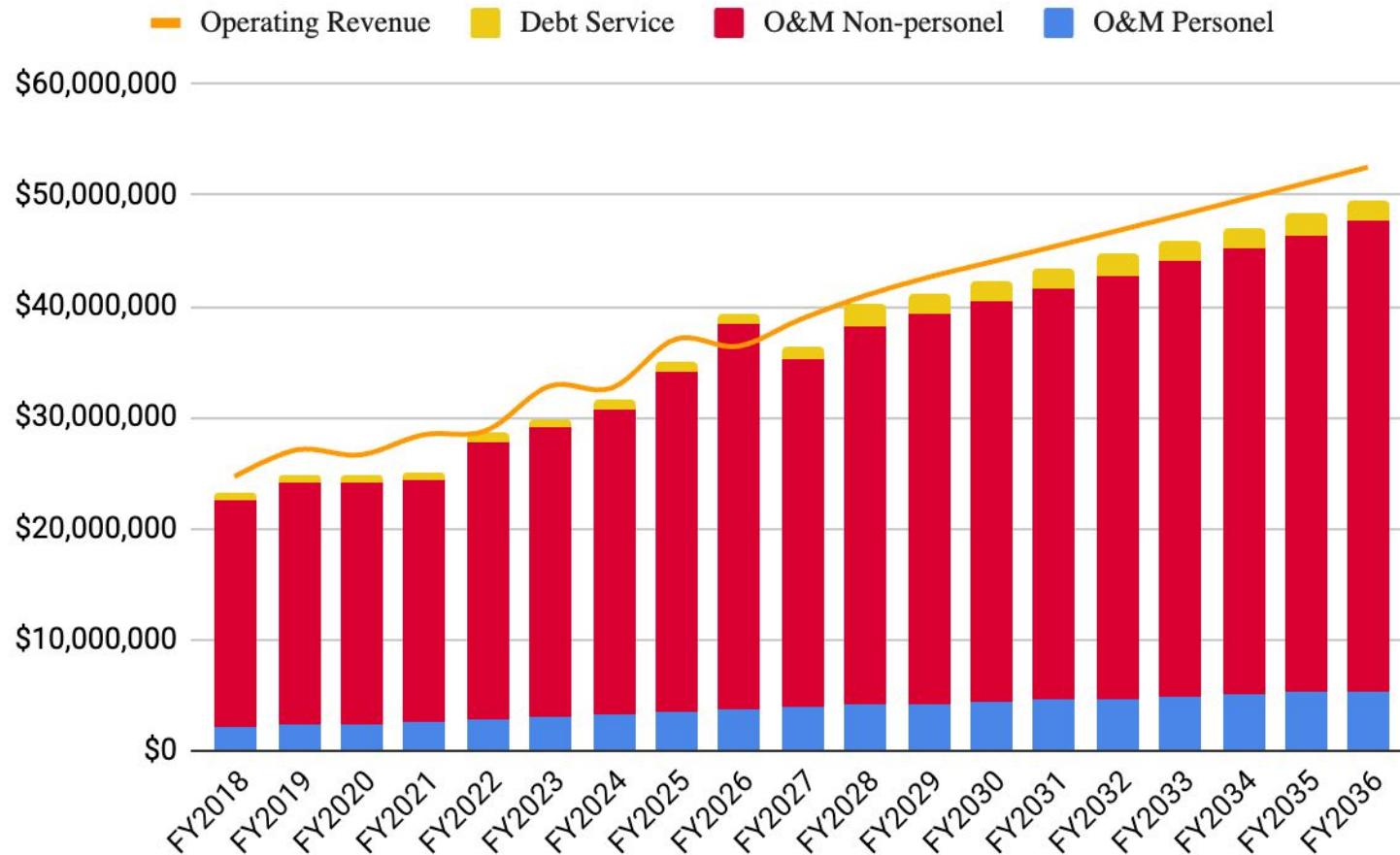
FUTURE POWER & LIGHT PLANNING

- UMPA Performing a Rate Study
- SF Rate Study to Follow
- SUVPS \$3.3M/yr
- Capital Expenditures: \$4M/yr
- Proposed Rate Increases:
 - FY27 & FY28 - \$2.50/Month Residential (2.75%)
 - Similar % Increase for Non-Residential

TOTAL POWER REVENUE VS. EXPENSES

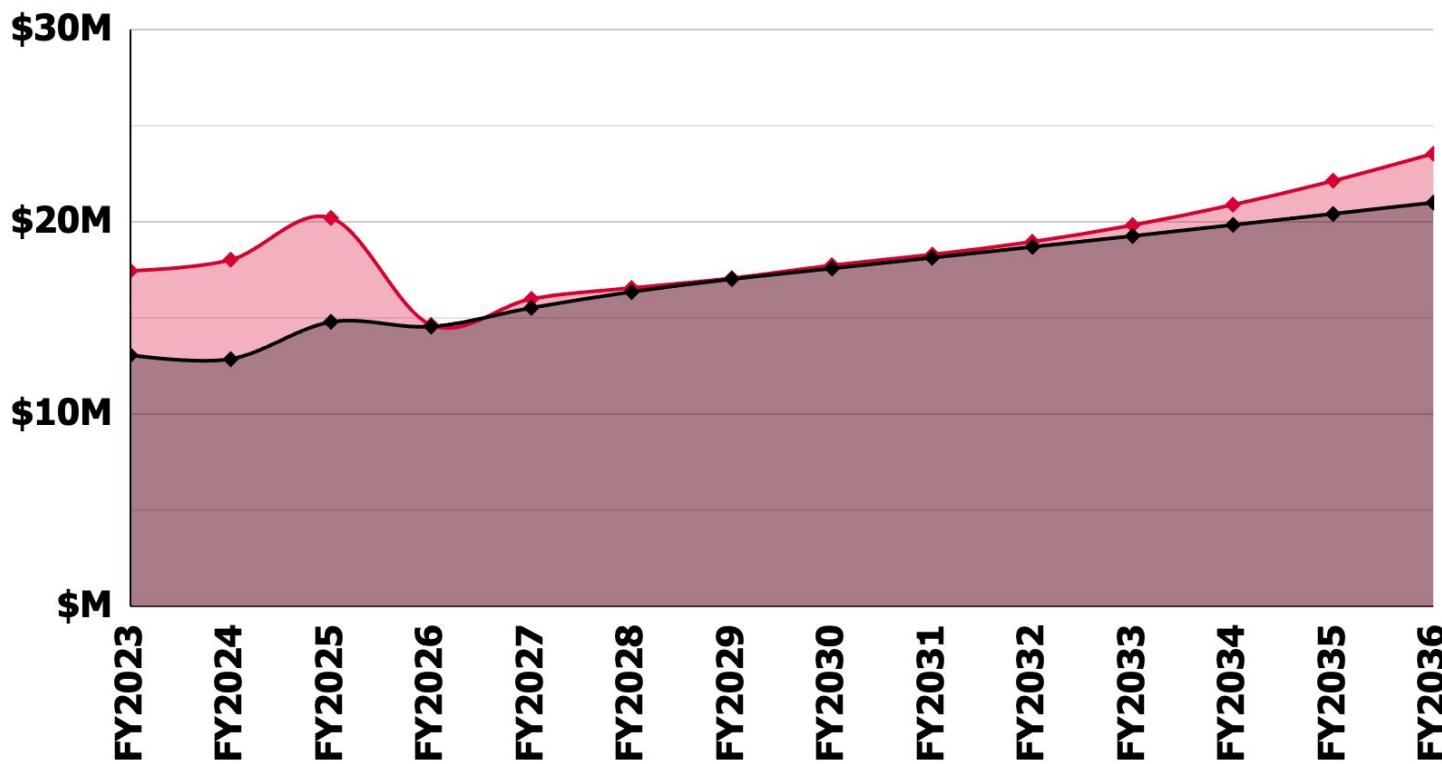


POWER OPERATING REVENUE VS. EXPENSES

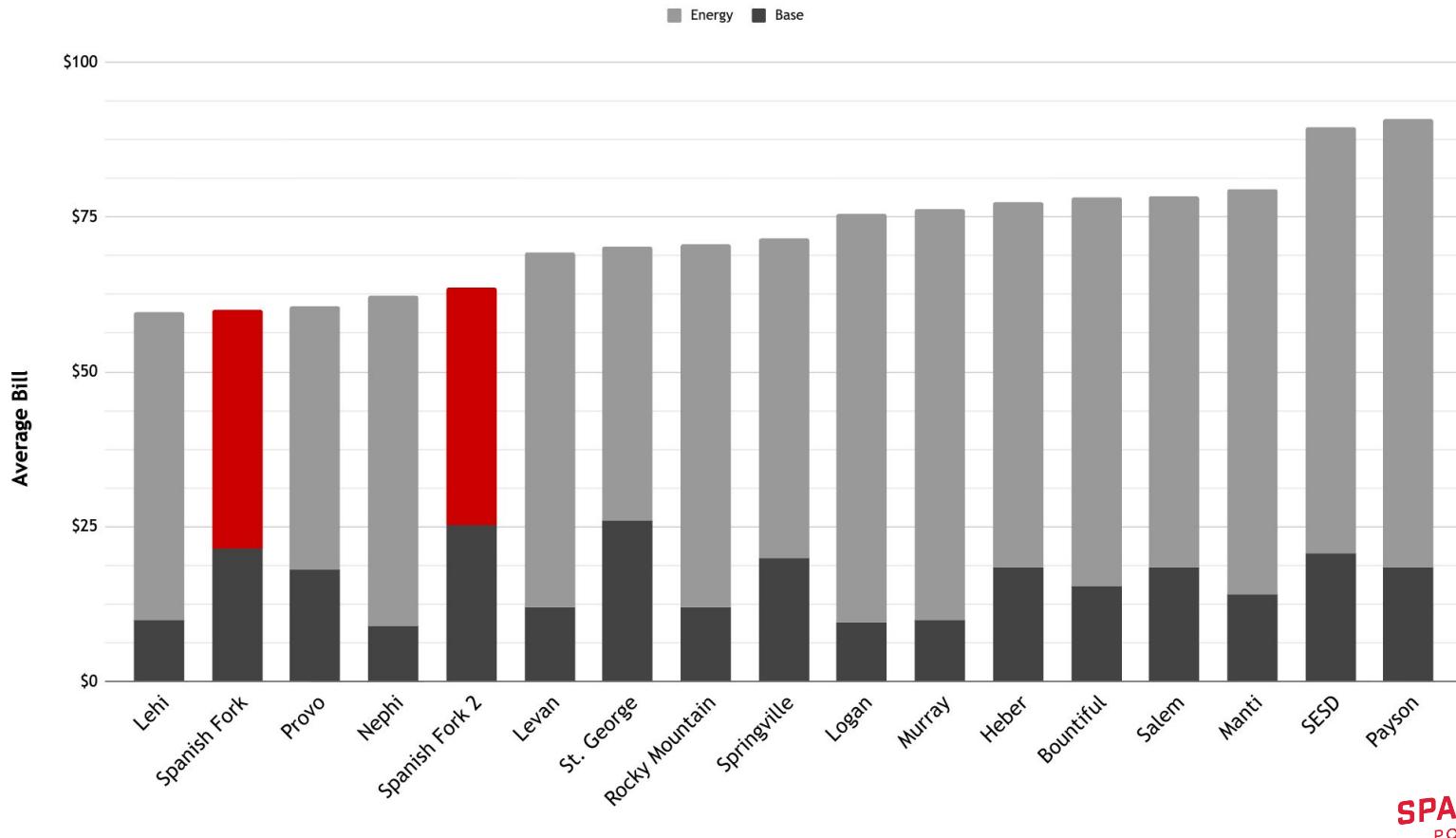


Cash Reserves - Power & Light

◆ Cash Reserves ◆ 40% Operating Revenue

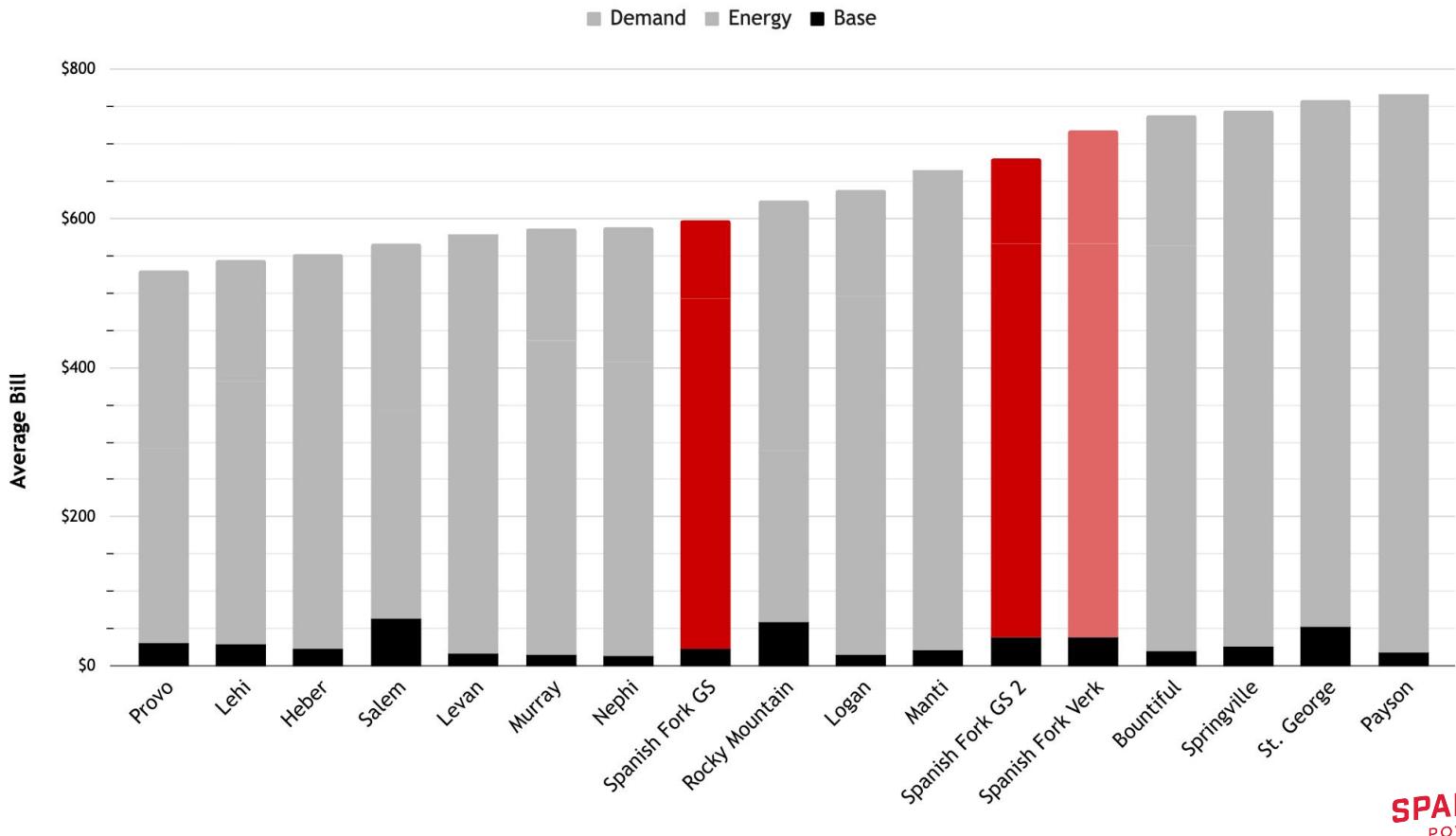


Residential Comparison - 572 kW Average



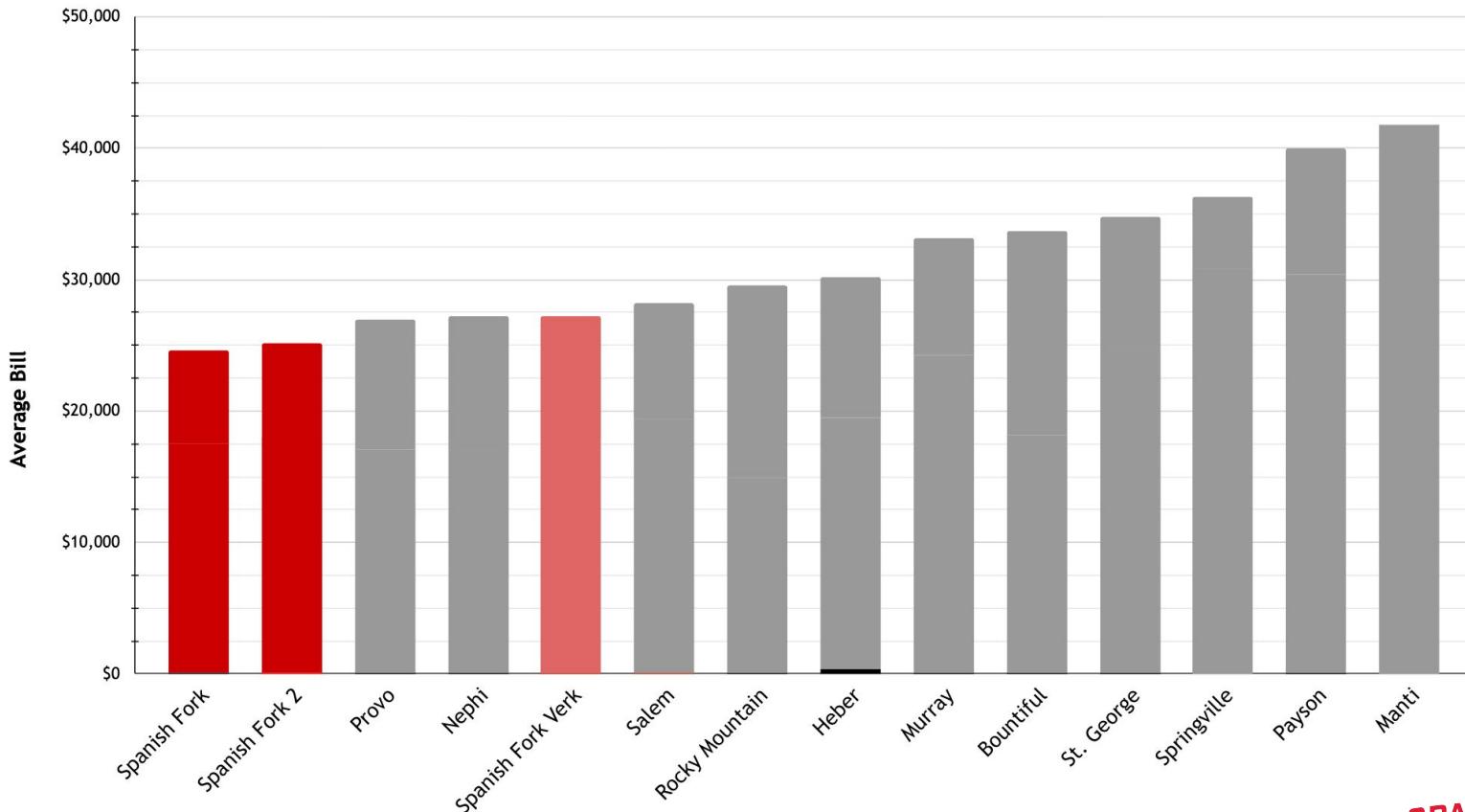
SPANISH FORK
POWER & LIGHT

Small Commercial Comparison



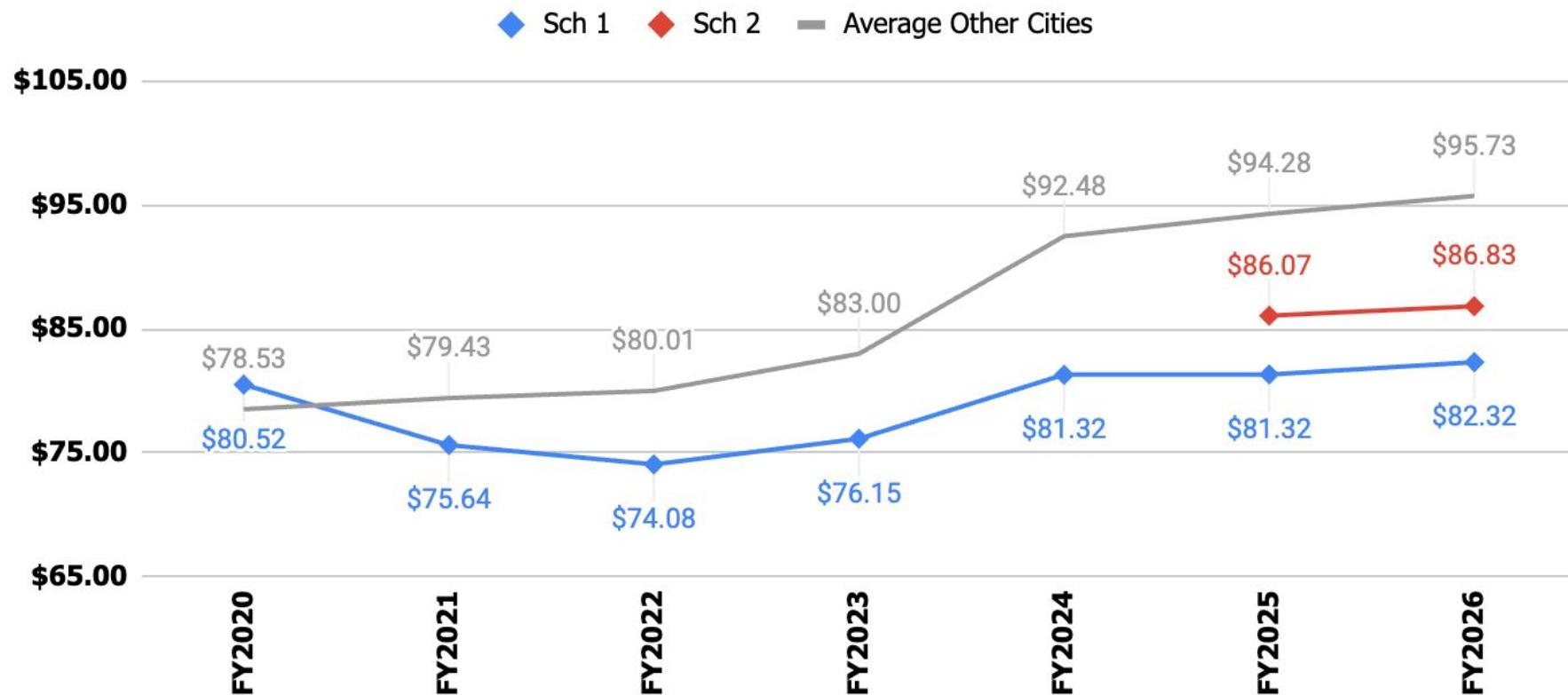
SPANISH FORK
POWER & LIGHT

Large Commercial Comparison

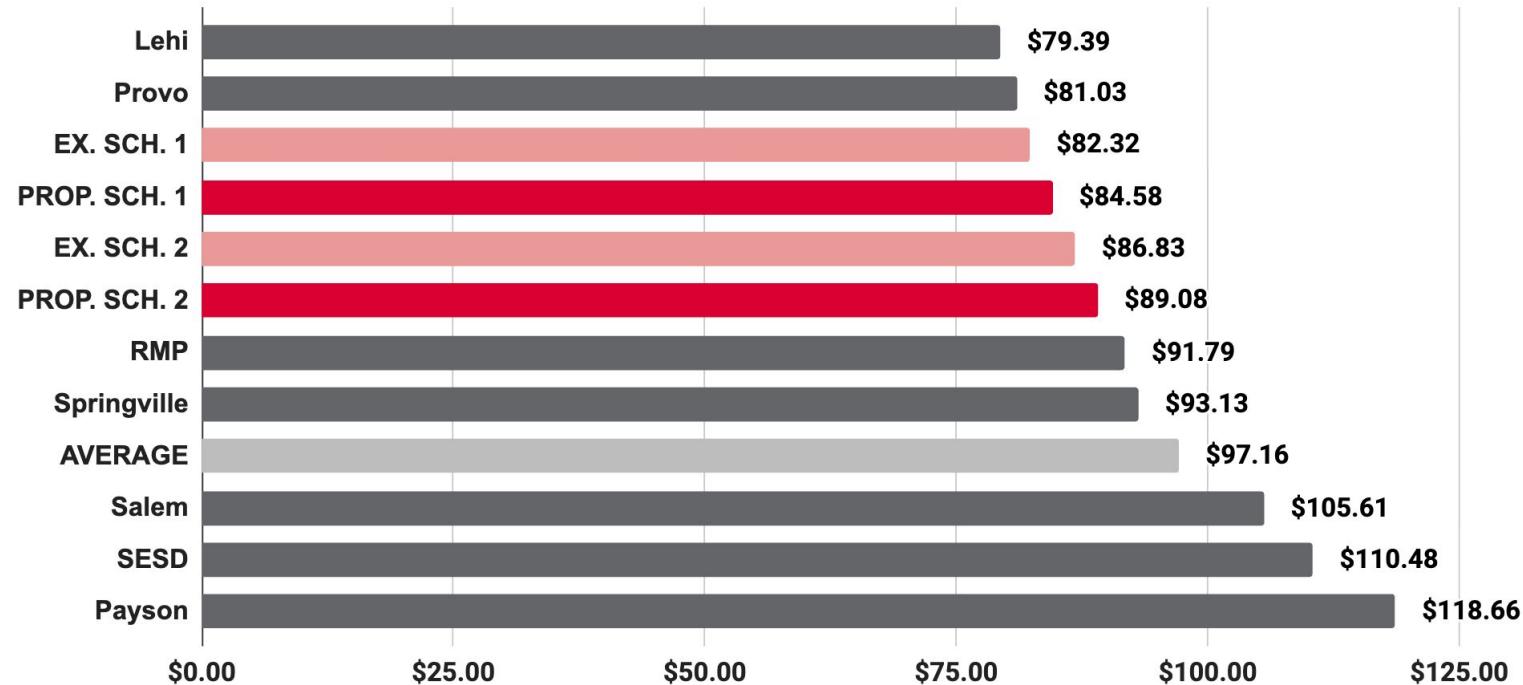


SPANISH FORK
POWER & LIGHT

Average Residential Power Bill Comparison- 750 Kwh

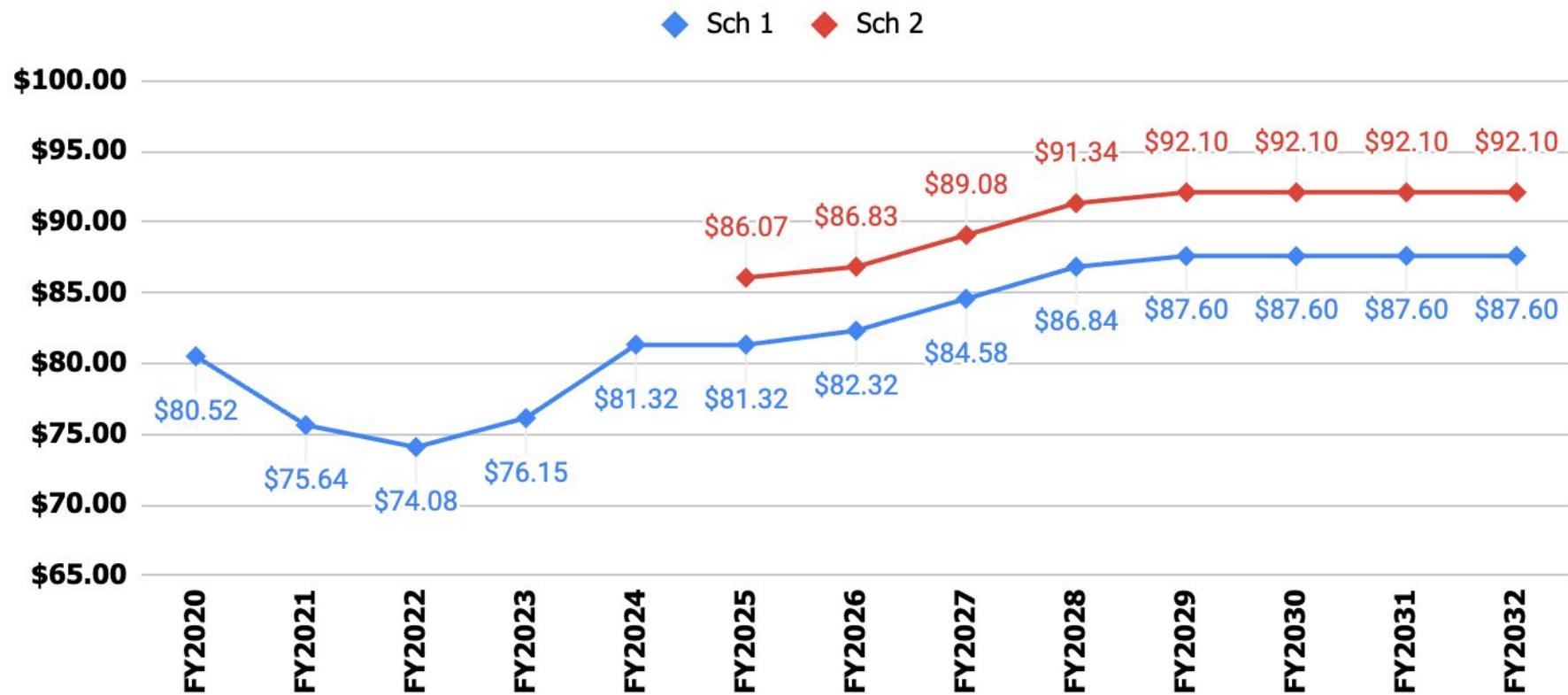


POWER & LIGHT: Proposed Avg Monthly Residential Bill: 750 Kwh



Updated: January 2026

Average Residential Power Bill - 750 Kwh



STREETS & STORMWATER



SPANISH FORK
STREETS & STORM WATER



SPANISH FORK
STREETS & STORM WATER

STREETS & STORMWATER FUNDING

FY25 Revenue	Amount	% Of Total
Storm Drain Revenue	\$3,076,436	19.77%
B&C Allotment	\$2,298,291	14.77%
County Highway & Transit Tax	\$1,262,469	8.11%
County Public Transit Tax	\$572,577	3.68%
Other Fees/Misc. Rev.*	\$695,241	4.47%
Road Repair Assessment	\$905,121	5.82%
Development Seal Coats	\$461,334	2.97%
Grants	\$799,858	5.14%
SD Impact Fees	\$3,617,952	23.26%
Transportation Impact Fees	\$1,868,201	12.01%
Total	\$15,557,480	

* Excludes Flooding Reimb. / Annie's Acres Basin Reimb. (\$512,925)

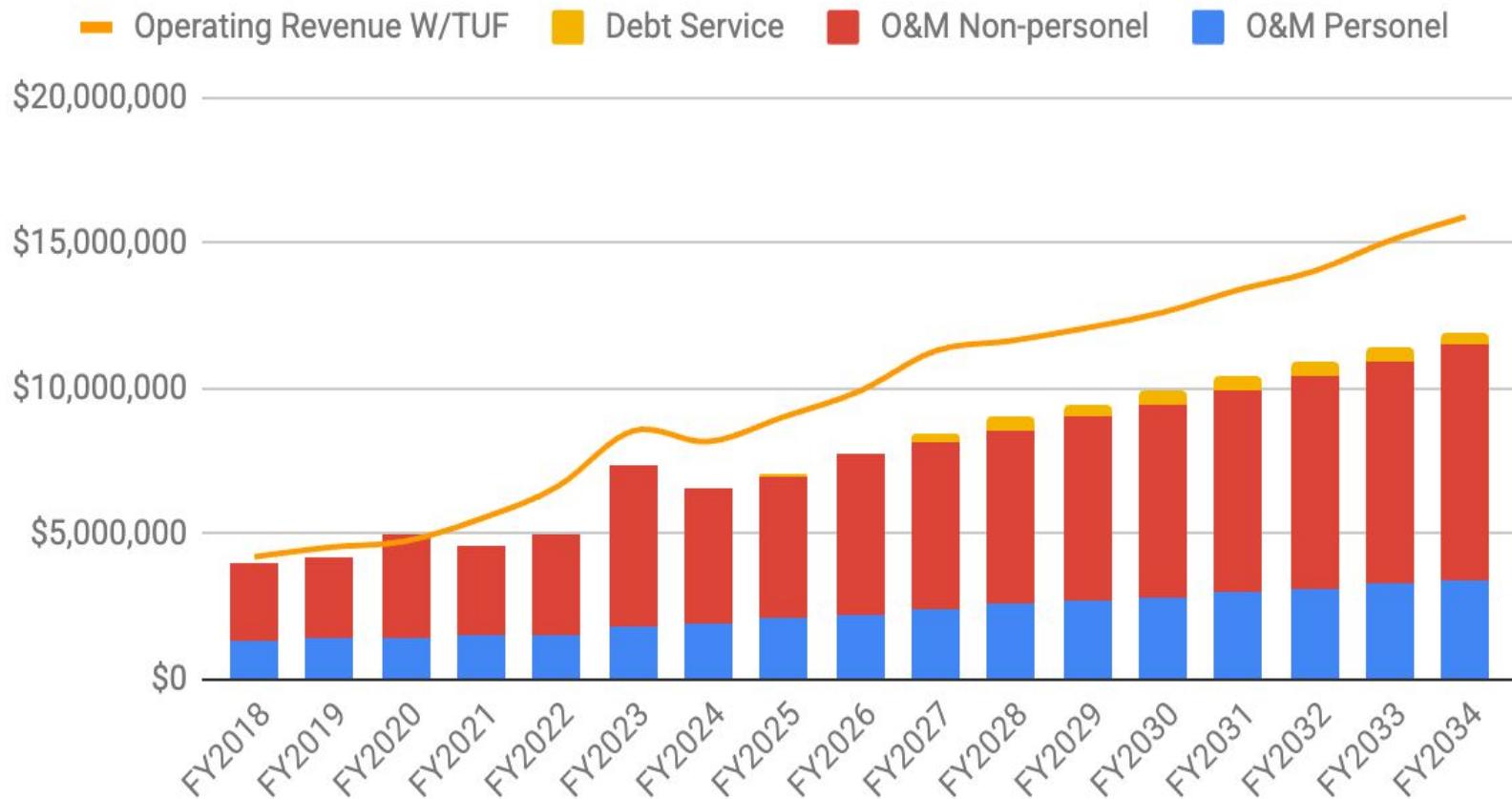
** Didn't have a GF transfer in FY25 but FY26 is \$475,000

- A Lot of Funding Sources
- Storm Drain Rate is What we Control
- Storm Drain Rate is High Compared to Other Cities
- 20% of Expenses are Storm Drain with 80% Streets
- Traffic is the #1 Complaint
- Do We Want to Continue the Road Repair Assessment?
- Do We Want to Continue \$475K from the General Fund?
- What is Your Comfort Level with a TUF?

STREETS & STORMWATER FUNDING

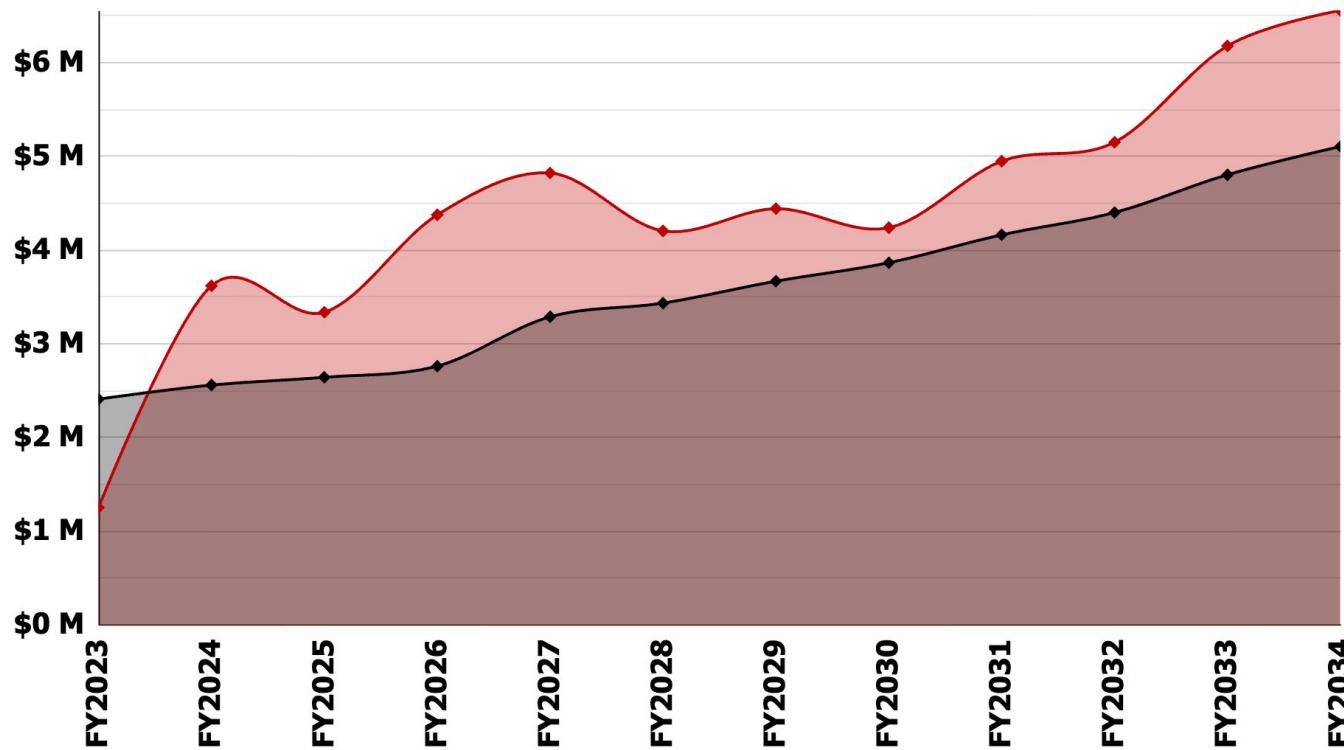
- Average Capital Expenditures
 - Previous 5 Years - \$8.7M
 - Next 5 Years - \$6.8M (Excludes Trail Bridge Funded by State)
- Assume Continuing the Road Repair Assessment - \$905K/yr
- Assume GF Transfer - \$475K/yr
- Proposed TUF Starting at \$1.72/Month Residential

Operating Revenue and Expenses With TUF

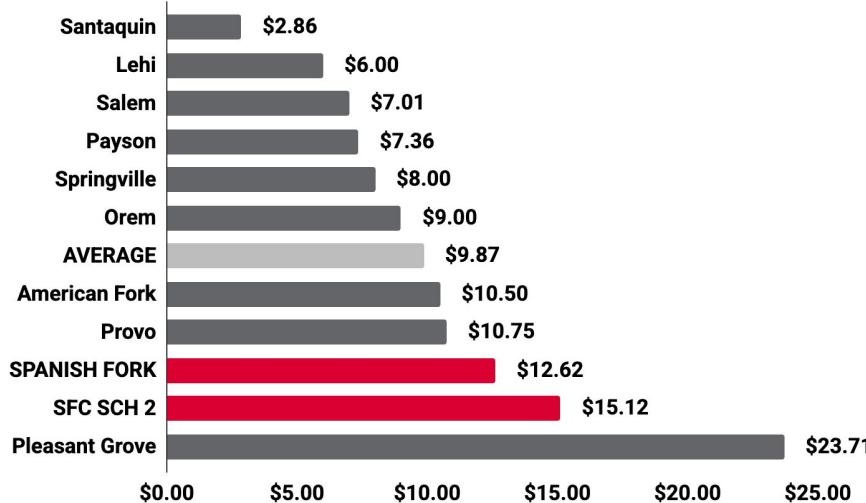


Cash Reserves - Streets & Storm Water w/Proposed TUF

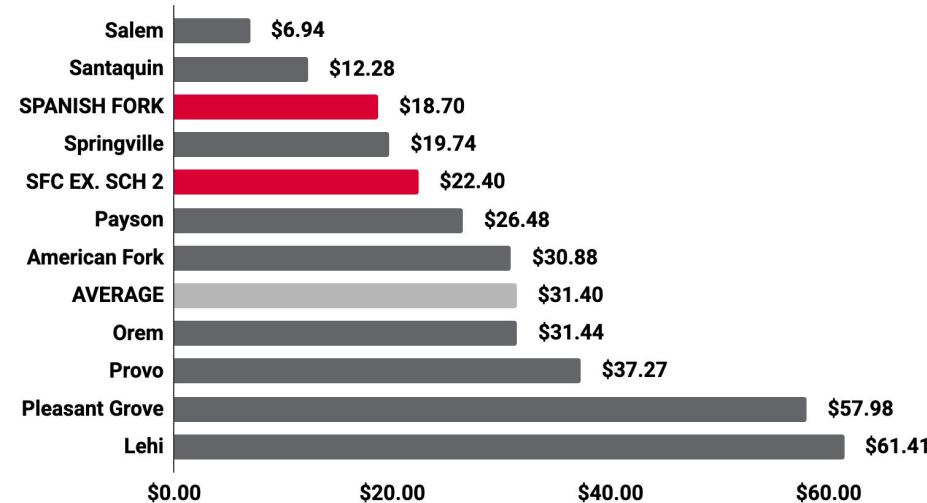
◆ Cash Reserves ◆ 40% Operating Revenue



Existing Avg Residential Storm Water Rate



Existing Avg Commercial Storm Water Rate



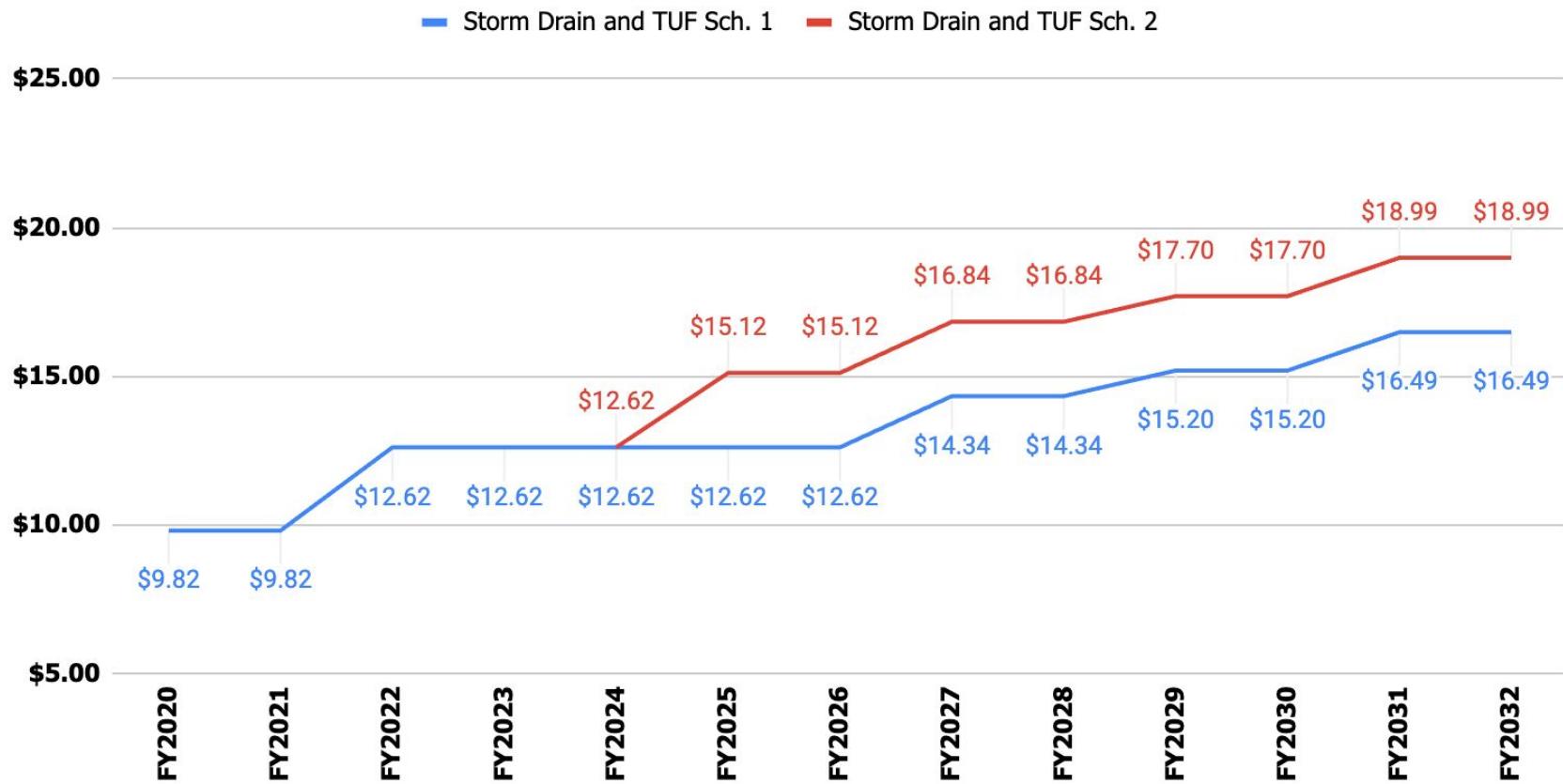
Model Does Not Include a Proposed SD Rate Increase

Proposed TUF Included in Model

ADT Range	FY2027	FY2028	FY2029	FY2030	FY2031	FY2032	FY2033	FY2034
0-100 ADT	\$1.72	\$1.72	\$2.58	\$2.58	\$3.87	\$3.87	\$5.81	\$5.81
100-200 ADT	\$10.67	\$10.67	\$16.01	\$16.01	\$24.01	\$24.01	\$36.01	\$36.01
300-600 ADT	\$27.48	\$27.48	\$41.22	\$41.22	\$61.83	\$61.83	\$92.75	\$92.75
600+ ADT	\$132.54	\$132.54	\$198.81	\$198.81	\$298.22	\$298.22	\$447.32	\$447.32
Revenue Generated	\$563,148	\$600,278	\$853,080	\$1,013,633	\$1,429,976	\$1,689,845	\$2,370,713	\$2,788,758

- What is your comfort level with TUF?
- How do you feel about these rates?
- Would you like to look at other funding options?

SD & Proposed TUF Combined Residential Rates



Traffic Safety

SR-51 400 N Roundabout



11.49%

decrease in economic cost of crashes since construction

- 6 crashes in the three years before construction
- 10 crashes in the three years since construction
- No injury crashes since construction

Mill Rd 1100 S Roundabout



100%

decrease in economic cost of crashes since construction



- 3 crashes in the three years before construction
- 0 crashes in the three years since construction
- No crashes since construction

Also Trending Down

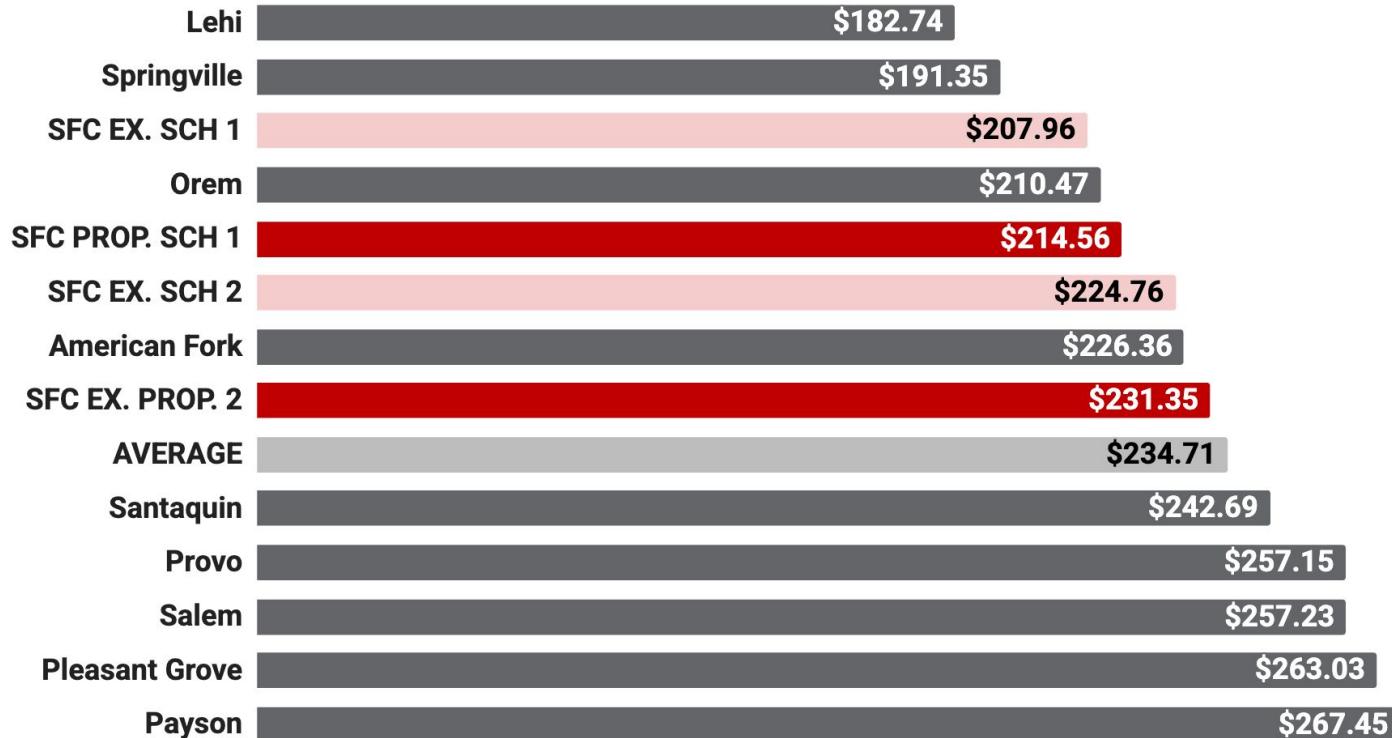
- 400 N 300 W Roundabout
- 800 N 400 E Traffic Signal
- Expressway Ln Marketplace Dr Traffic Signal

COMBINED UTILITY RATE

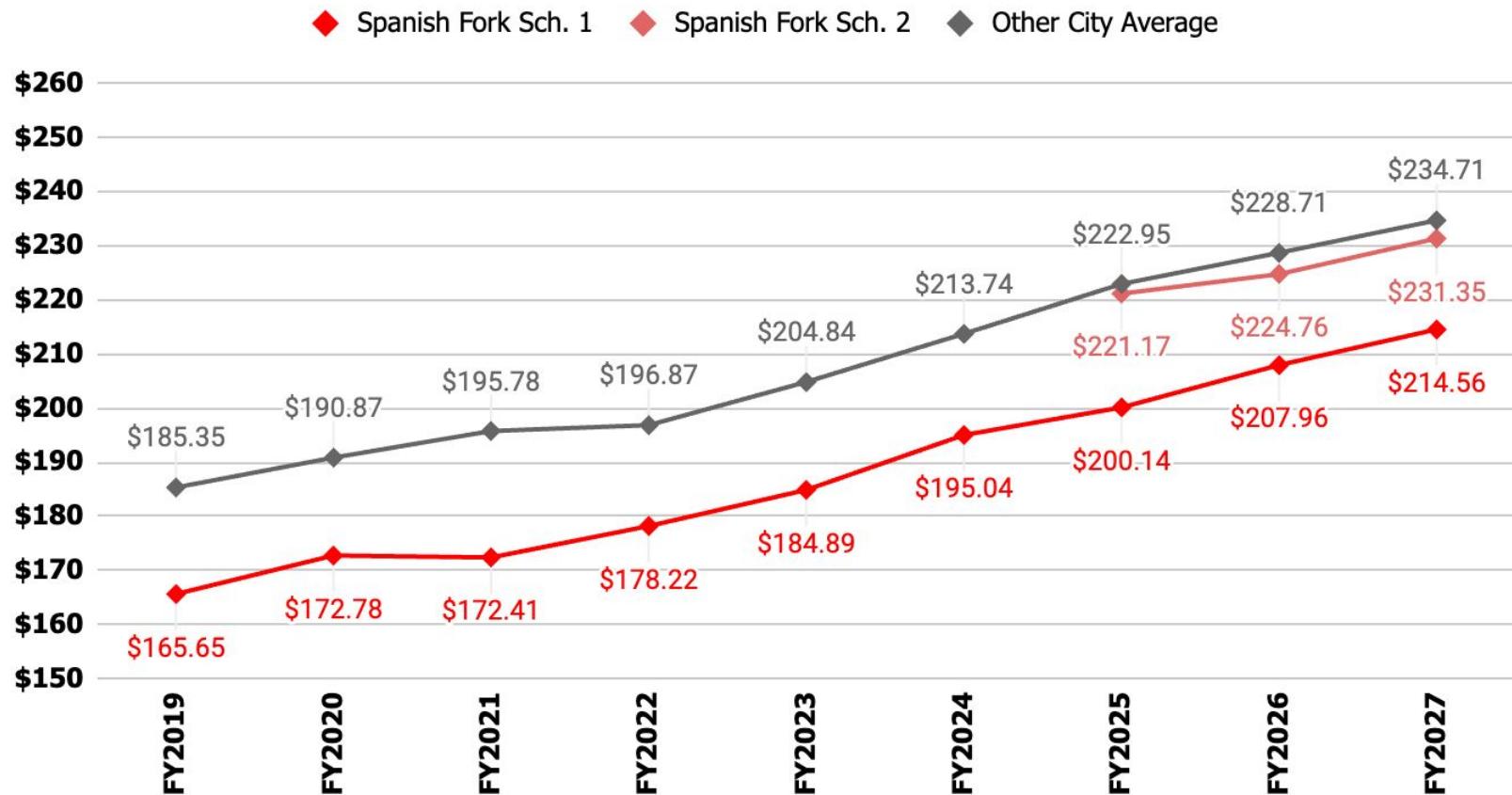


SPANISH FORK
PUBLIC WORKS

PROPOSED MONTHLY UTILITY BILL (Garbage & Recycling, Power & Light, Sewer, Storm Water, Streets, Water, TUF)



Combined Residential Utility Bill Comparison



Combined Residential Utility Bill Past & Future

◆ Spanish Fork Sch. 1 ♦ Spanish Fork Sch. 2



VERK BOND & EMPLOYEE REQUESTS

Friday 12:30 pm



SPANISH FORK
PUBLIC WORKS

VERK POWER & LIGHT PLANNING

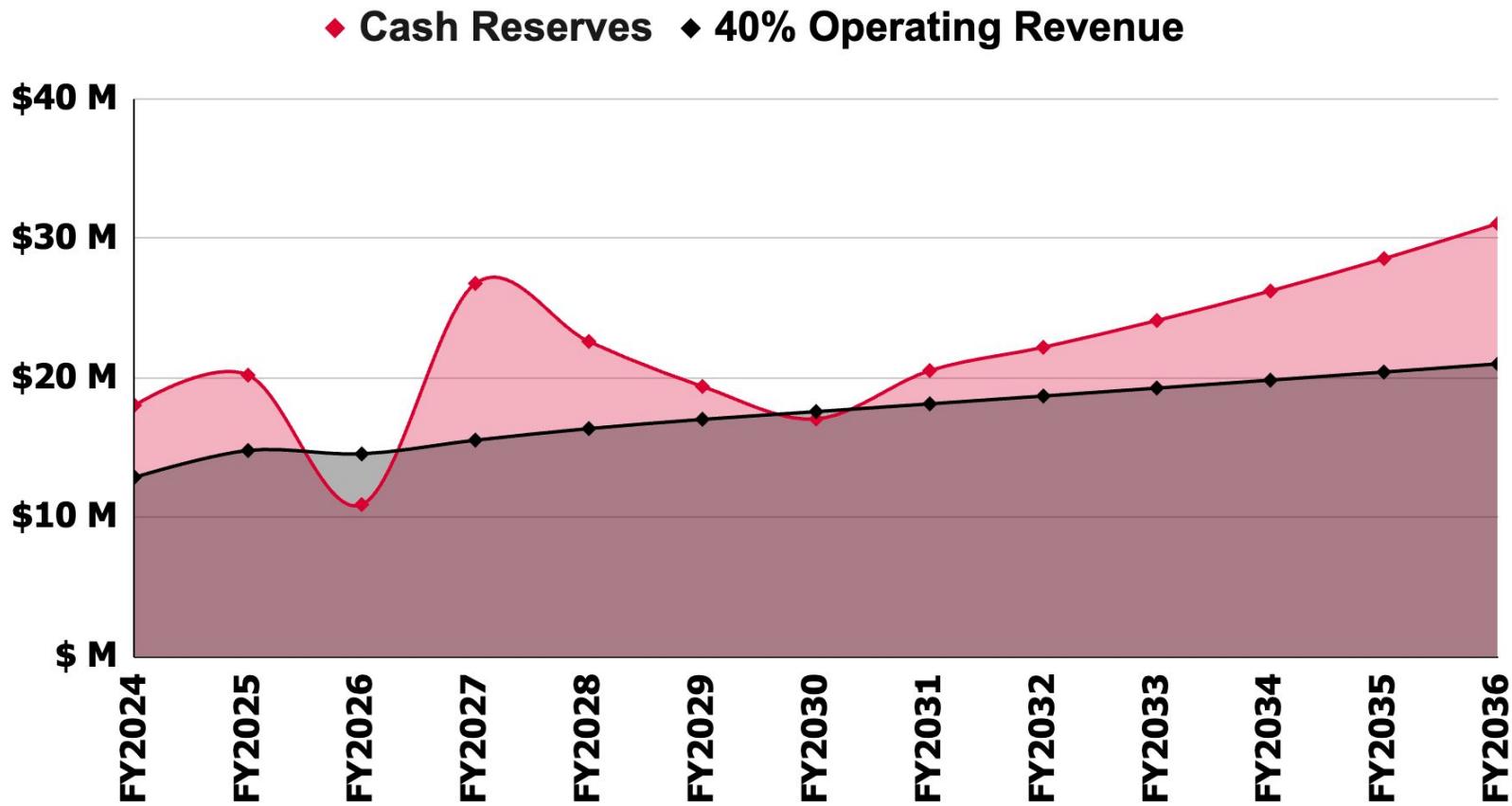
- 8/5/2025 - Resolution 2025-31
 - Allows the City to choose to issue electric revenue bonds and reimburse itself for project costs from 60 day prior
 - Procedural step with no binding effect but preserves options
 - We have done some further studies to look at the impact on the power fund.
- Special Verk rate to cover payment to ensure existing resident aren't supplementing Verk

VERK POWER & LIGHT PLANNING

- \$30M Cost for next phases of Verk power
 - 138kV Line and Substations
- Target of \$20M power bond
- Verk Growth Assumptions (Dave Berg Study)

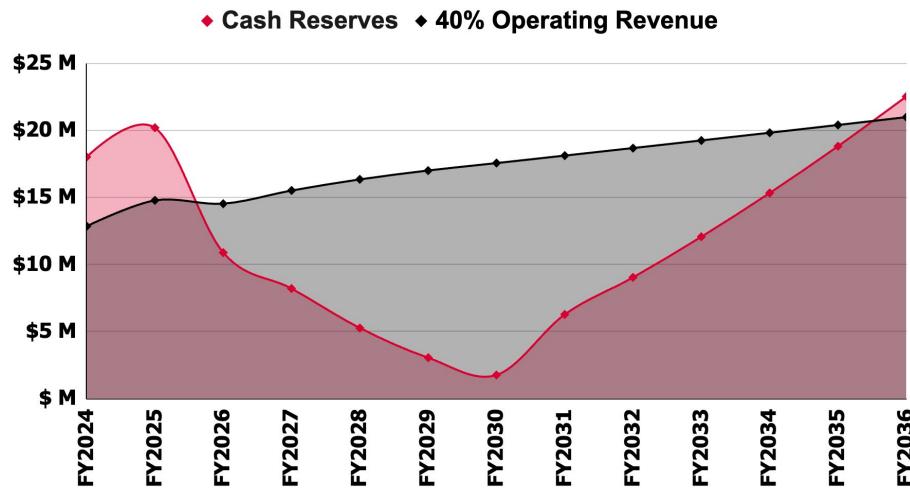
Item	FY26	FY27	FY28	FY29	FY30
Additional Load		6 MW	12MW	18MW	24MW
Power Cost		\$2,368,563	\$4,737,126	\$7,105,689	\$9,474,252
Increased O&M			\$250,000	\$250,000	\$300,000
Capital Cost	\$3,731,720	\$6,862,500	\$6,862,500	\$6,862,500	\$6,862,500
Bond Payment		\$1,454,352	\$1,454,352	\$1,454,352	\$1,454,352
Power Sales		\$3,028,908	\$6,057,815	\$9,086,723	\$12,115,630
Port Funds		\$1,875,000	\$1,875,000	\$1,875,000	\$1,875,000
Impact Fee		\$216,000	\$216,000	\$216,000	\$216,000

Cash Reserves - Power & Light (\$20M Verk Bond)



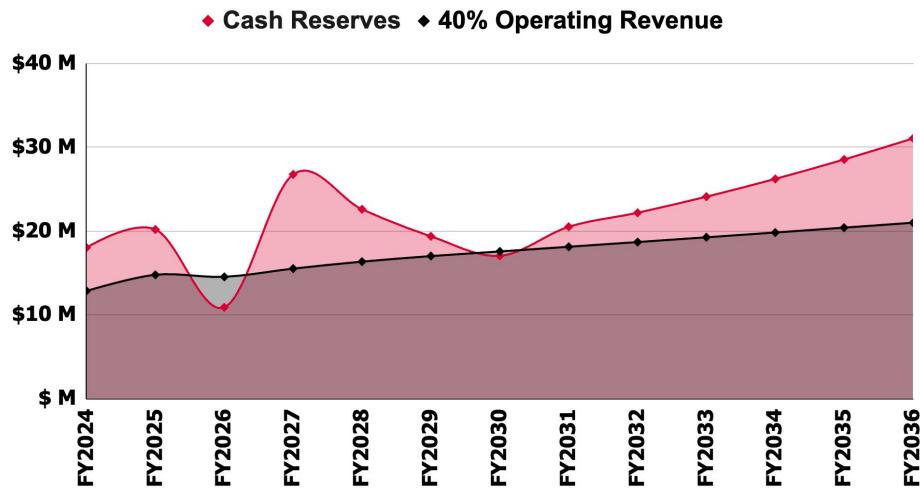
Project without a bond

Cash Reserves - Power & Light (No \$20M Bond)



Project with a bond

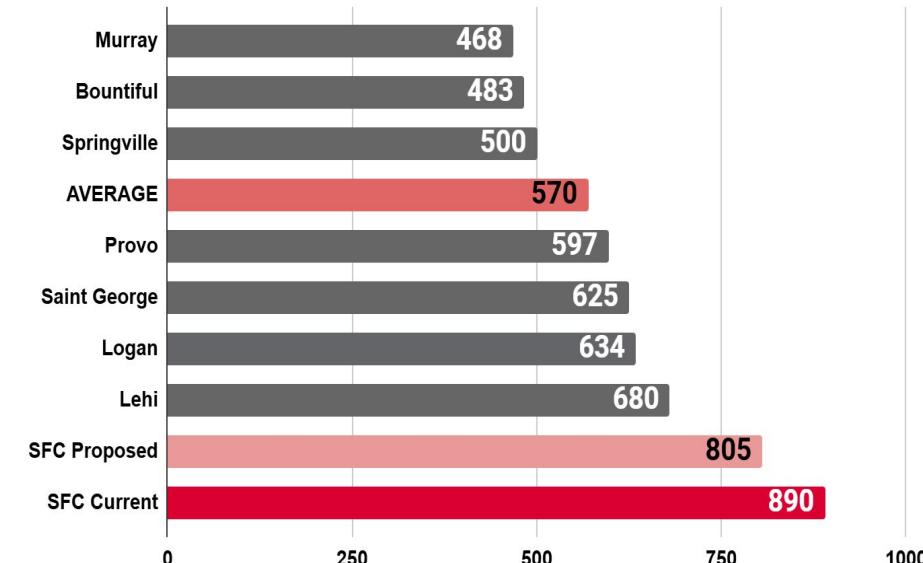
Cash Reserves - Power & Light (\$20M Verk Bond)



Power Division FY 2027 Employee Request

City	Customers	Customers Per	
		Employees	Emp.
Murray	22,000	47.00	468
Springville	13,512	27.00	500
Bountiful	17,389	36.00	483
AVERAGE			570
Saint George	30,000	48.00	625
Logan	21,558	34.00	634
Provo	40,000	67.00	597
Lehi	29,255	43.00	680
SFC Proposed	16,914	21.00	805
SFC Current	16,914	19.00	890

Customers Per Employee



- Capital project backlog - keep projects in house to save \$\$
- Give more priority to maintenance projects
- Have stretched staff for several years

Power & Light Superintendent	2	Asst P&L Superintendent		
	3	Line Foreman		
19 Employees			9	Journey Lineworker
			10	Journey Lineworker
			11	Journey Lineworker
	4	Line Foreman		
			12	Journey Lineworker
			13	Journey Lineworker
			14	Apprentice Lineworker
	5	Service/Substation Foreman		
			15	Inspector
			16	Journey Lineworker
21 Employees			17	Journey Lineworker
			18	App. Lineworker
			19	Substation Technician
			20	Substation Technician
	6	Senior Utility Planner		
7	Meter Technician			
			21	Apprentice Meter Tech

- Substation foreman (37 yr) currently inspecting.
- Allow the Service/ Substation crew to reorganize and add a new dedicated line crew
- Equipment: Inspector truck and foreman truck.

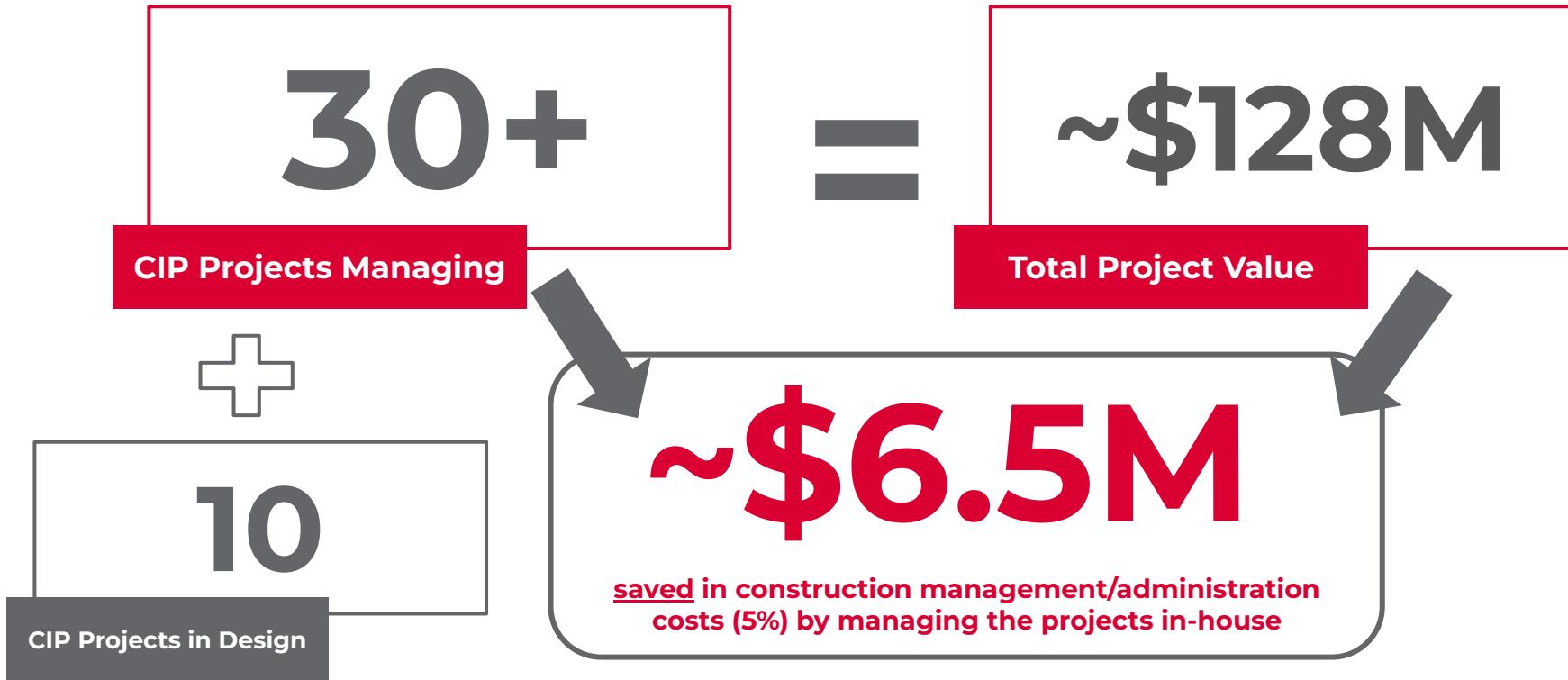
Engineering Division FY 2027 PM Employee Request

Previous Staffing - Current Staffing

Engineering Division Manager (Jered) → City Engineer (Byron)
Project Manager (Matt R) → Project Manager (Matt R)
Senior Engineer/ Project Manager (Byron) → Project Manager (.....)
Assistant City Engineer (Mike) → Assistant City Engineer (Josh W)
Staff Engineer (Dillon) → Traffic Engineer (Dillon)
Design Engineer (Josh R) → Design Engineer (Josh R)



Projects Summary



Upcoming Projects To Be Hired Out

Construction Projects	Project Cost	Construction PM cost
• Verk Ave. Roadway and PI line -	\$6,000,000	\$180,000 (3%)
• Oaks transmission waterline -	\$2,500,000	\$125,000 (5%)
• 400 N - Main St to 200 W -	\$650,000	\$32,500 (5%)
• 500 N 100 E to 300 E -	\$650,000	\$32,500 (5%)
• 600 N - Main St to 300 W Waterline -	\$650,000	\$32,500 (5%)
• 750 South Waterline 1600 East to 2400 East -	\$900,000	\$45,000 (5%)
• 2040 E. 400 N. roundabout -	\$1,800,000	\$54,000 (5%)
• 2000 E. connection -	\$6,500,000	\$195,000 (3%)
• I-15 Benjamin Interchange Storm Drain -	\$5,000,000	\$150,000 (3%)
• Main St. Corridor -	\$13,500,000	\$337,500 (2.5%)
• River trail Mapleton connection MAG project -	\$5,500,000	\$165,000 (3%)
Total=		\$1,349,000

Project Manager Annual Cost

- Truck Yearly lease/insurance - \$12,000
- Computer - \$1,500
- Yearly Wage & Benefits = \$82,368 & \$46,258
- Allowances - \$1,000
- Total Each Year = **\$143,126**

MAIN STREET PROJECT

Saturday 8:15 am



SPANISH FORK
PUBLIC WORKS

Main St Vision

**Project History & Status Update
Council Midway Work Session
January 2026**



Brief Project History

- **May 2023:** Concept and Scoping Work Commences
- **March 2024:** Concept Geometry and Aesthetic Improvement packages submitted
- **April 2024:** It is determined that impacts to existing features like trees are unavoidable; public involvement strategy is devised
 - **Step 1:** Work with City Council to finalize concepts and ensure they are fully briefed on constraints
 - **Step 2:** Bring in public for feedback on concepts
- **August 2024:** First City Council work session presentation
- **September 2024:** Second City Council presentation
- **October 2024:** Third and final City Council presentation
 - Public involvement messaging approved, focusing on decisions made by Council and project impacts
- **February 2025:** Two public meeting held and feedback gathered
 - Property/Business owner meeting
 - General public open house

POTENTIAL SCHEDULE

2018

**Main Street
Vision Plan**

2022

**UDOT Identified
Safety Funding**

2024

**Concept
Development**
Grant Applications
through 2026

2028

Phases 1 & 2 Construction
Phase 3
Pending Successful
Grant Applications



**Phase 3:
Seeking Funding**

**Phase 1 & 2:
Funded**

Funding History

Funding Source 1
August 2020

MAC: \$3.18M
SFC: \$231k
UDOT HSIP: \$2M

Total: \$5.41M

Funding Source 2
August 2024

MAC: \$4.74M
SFC: \$344k

Total: \$5.09M

Funding Source 3
November 2025

UDOT HSIP: \$1.1M

Total: \$1.1M

Total
January 2026

MAC: \$7.92M
SFC: \$575k
UDOT HSIP: \$3.1M

Total: \$11.6M



Total Expenditures (as of January 2026)

UDOT & CITY PROJECT EXPENDITURES

UDOT PROJECT EXPENDITURES:

~\$680k

Local Match: ~\$46k

TOTAL CITY EXPENDITURES (including match):

~\$220k

EXPENDITURE ACTIVITIES

- Preliminary design, concepts, and plans
- Public involvement efforts
- Grant solicitation efforts

WE WOULD OWE

~\$634k



Moving Forward

- Moving forward on design
- What information do you need?
- Do you need any further studies?
- How aggressive do we pursue funding for 400 North going south?

