



SPRINGVILLE UTILITY ADVISORY BOARD
REGULAR AGENDA
ELECTRIC OPERATIONS CENTER
MULTI-PURPOSE ROOM
777 NORTH 425 WEST, SPRINGVILLE UTAH
APRIL 8, 2026 - 6:30 A.M.

CALL TO ORDER

APPROVAL OF THE MINUTES

1. Utility Advisory Board - March 11, 2026

BUSINESS

1. Introduction of New Board Members
2. Power Department Rate Discussion
3. Public Works Department Rate Discussion
4. Board Chair and Vice-Chair Election
5. Training Presentation - Councilman Snelson

OTHER

1. 2025 APPA Annual Reliability Benchmarking Report
2. Capital Improvement Projects
 - a. Public Works Update
 - b. Power Update

ADJOURN

THIS AGENDA IS SUBJECT TO CHANGE WITH A MINIMUM OF 24-HOURS NOTICE

Copies of the agenda were posted on the City website at www.springville.org/agendasminutes, the Civic Center, and the Utah Public Notice website in accordance with Utah State Law.

In compliance with the Americans with Disabilities Act, the City will make reasonable accommodations to ensure accessibility to this meeting. If you need special assistance to participate in this meeting, please contact the Board Assistant, Kami Ashby at 801-491-7843, at least three business days prior to the meeting.



PROPOSED POWER RATE CHANGES

APRIL 8, 2026



Fiscal Year 2027 Rate Change Recommendations:

- 2025 CPI inflation approximately 2.6%
 - Potential to increase to approximately 4% during 2026
- UAMPS (power purchase and project) cost budgeted to increase by 9%
 - 55% of total Power Department budget
 - Leads to 2.7% GL line increase for Springville
 - NEBO issues + timing differences
 - EDAM-related expenses
 - Transmission
- July usage (August billing)



Fiscal Year 2027 Rate Change Recommendations:

Residential

Electric Utility Fees										
	FY 2026 Approved Fee	FY 2027 Proposed Fee	Percentage Change	Rocky Mountain Power	Provo	Payson	Springville 750 kW	Payson 750 kW	RMP 750 kW	Provo 750 kW
Residential Customers:										
Monthly Service Charge	20.00	20.00		SF 1x Phase \$12.00	18.00	18.50				
Charges per kilowatt hour used:				SF 3x Phase \$19.50			\$ 1,117	\$ 1,393	\$ 1,230	\$ 933
0-400	0.0809	0.0825	2%	0.0861	0.0700	0.1195				
401-1000	0.1155	0.1178	2%	0.1110	0.1030	0.1467				
1,001 and above	0.1430	0.1458	2%	0.1110	0.1300	0.1529				

\$25 = approximate annual increase for residential customers



Fiscal Year 2027 Rate Change Recommendations:

Commercial

Electric Utility Fees								
	FY 2026 Approved Fee	FY 2027 Proposed Fee	Percentage Change	Rocky Mountain Power	Payson	Springville 35 kW 4500	Payson 35 kW 4500	RMP 35 kW 4500
Small Commercial Customers:								
Monthly Service Charge	26	26		55+Facilities charge 4.14 per kW	46.63			
Charges per kilowatt hour used:						\$ 733.73	\$ 896.81	\$ 790.03
0-500	0.1405	0.1419	1%	0.03638	0.12753			
501-10,000	0.1087	0.1098	1%	0.03638	0.08639			
10,001 and above	0.0725	0.0733	1%	0.03638	0.08639			
Demand Charge per kilowatt	7.399	7.5465	2%	12.703	13.83			
Large Commercial Customers:						Springville 1000 kW 150000	Payson 1000 kW 150000	RMP 1000 kW 150000
Monthly Service Charge	35	35		73+Facilities charge 4.96 per kW	46.63			
Charges per kilowatt hour used:						\$ 35,328.00	\$40,205.03	\$33,063.00
0-10,000	0.1338	0.1338	0%	0.045	0.12753			
10,001-100,000	0.0902	0.0902	0%	0.045	0.08639			
100,001 and above	0.0815	0.0815	0%	0.045	0.08639			
Demand Charge per kilowatt	7.797	7.9529	2%	14.98	13.83			

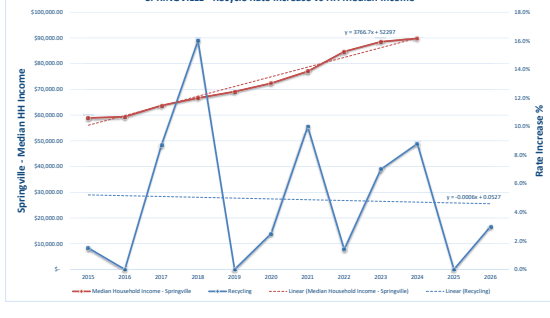
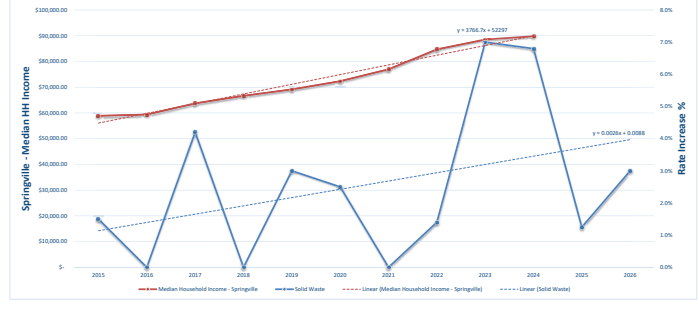
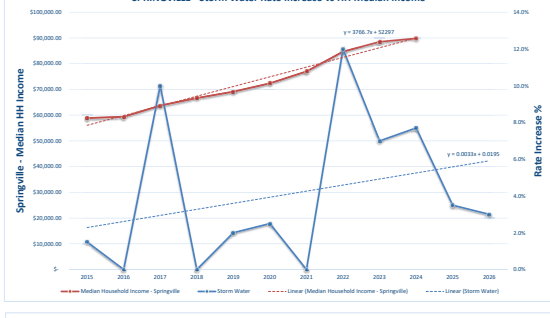
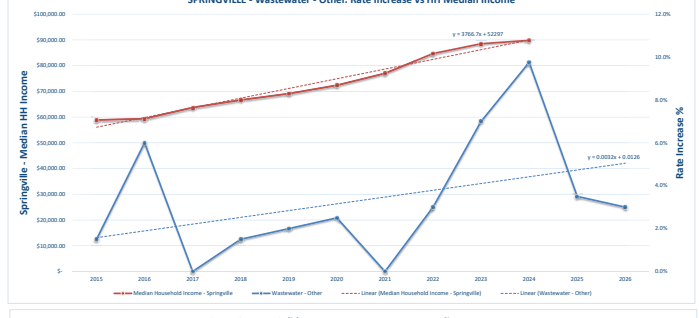
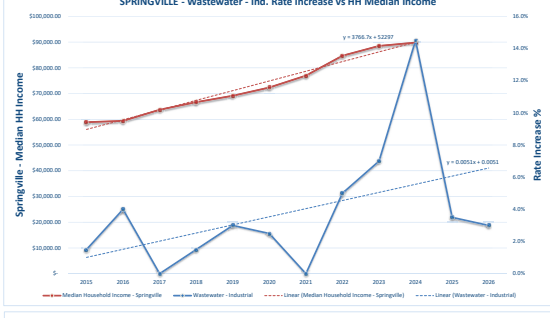
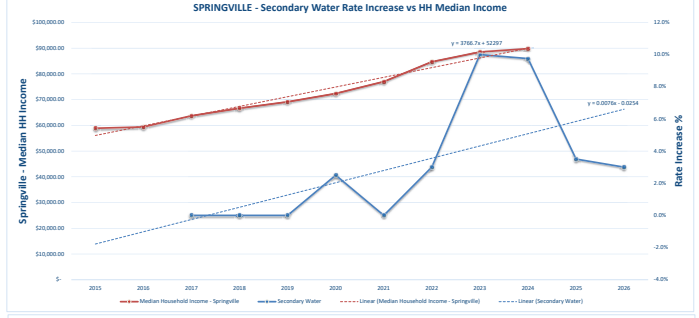
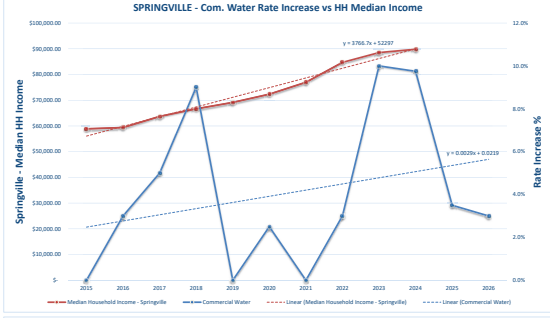
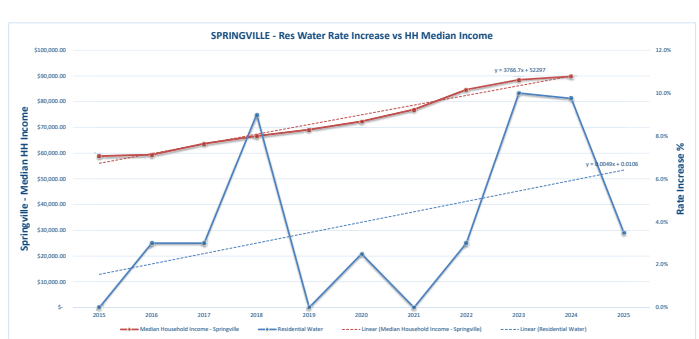
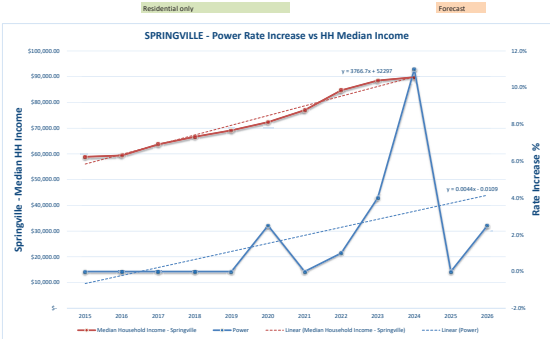


Fiscal Year 2027 Rate Change Recommendations:

Interruptible + Large Industrial

Electric Utility Fees			
	FY 2026 Approved Fee	FY 2027 Proposed Fee	Percentage Change
Interruptible Power Customers:			
Monthly Service Charge	35	35	
Charges per kilowatt hour used:			
0-10,000	0.1351	0.1378	2%
10,001-100,000	0.0911	0.093	2%
100,001 and above	0.0823	0.0839	2%
Demand Charge per kilowatt	8.031	8.1915	2%
Large Industrial Customers:			
Monthly Service Charge	100	100	
Charge for all kilowatt hours used	0.0716	0.0723	1%
Demand Charge per kilowatt	11.468	11.5831	1%

Utility	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	Edy Ave	By Ave
Power	0.0%	0.0%	0.0%	0.0%	2.5%	0.0%	0.0%	0.0%	10.0%	11.00%	0.0%	2.2%	2.5%	4.5%
Residential Water	0.0%	3.0%	3.0%	0.0%	0.0%	2.5%	0.0%	3.0%	10.0%	9.75%	3.50%	3.00%	3.00%	4.4%
Commercial Water	0.0%	3.0%	5.0%	0.0%	0.0%	2.5%	0.0%	3.0%	10.0%	9.75%	3.50%	3.00%	4.6%	5.4%
Secondary Water													3.2%	5.4%
Wastewater - Industrial	1.5%	4.0%	0.0%	1.5%	3.0%	2.5%	0.0%	5.0%	7.0%	14.50%	3.50%	3.00%	4.0%	7.0%
Wastewater - Other	1.5%	6.0%	0.0%	1.5%	2.0%	2.5%	0.0%	3.0%	7.0%	9.75%	3.50%	3.00%	3.2%	5.4%
Storm Water	1.5%	0.0%	10.0%	0.0%	2.0%	2.5%	0.0%	3.0%	7.0%	7.00%	3.50%	3.00%	4.8%	4.7%
Solid Waste	1.5%	0.0%	4.20%	0.0%	3.0%	2.5%	0.0%	1.4%	7.0%	6.80%	1.25%	3.00%	2.9%	3.7%
Recycling	1.5%	0.0%	8.7%	16.0%	0.0%	2.5%	10.0%	1.4%	7.0%	8.80%	0.00%	3.00%	5.7%	3.9%
Average													3.88%	5.06%
Median Household Income - Springville	\$ 58,880.00	\$ 59,375.00	\$ 63,724.00	\$ 66,650.00	\$ 69,139.00	\$ 72,356.00	\$ 76,982.00	\$ 84,699.00	\$ 88,516.00	\$ 89,816.00	\$ -			



Public Works Department

Summary

The Public Works Department consists of four (4) divisions: Culinary Water & Pressurized Irrigation; Wastewater Treatment & Collection / Stormwater Collection; Streets Maintenance / Solid Waste & Recycling; and Engineering.

Public Works leadership have meticulously crafted operations and maintenance budgets reflective of “needs” versus “wants.” Capital improvement projects have been selected to provide timely *coordinated* improvements over all divisions of Public Works that will effectively meet the service needs of the community.

All divisions of Public Works have carefully investigated various consumer price indices (equipment, materials, services, and labor) to determine if rate increases are appropriate based on their findings.

It has been determined that all divisions of Public Works are recommending the following rate increase for fees and charges.

Division	Rate Increase (%)	Implementation Date
Solid Waste	2.0	November 2026
Recycle	3.0	November 2026
Culinary Water	4.4	November 2026
Pressurized Irrigation	4.4	November 2026
Wastewater	4.6	November 2026
Stormwater	4.4	November 2026

A more detailed explanation of each Public Works division’s budget highlights is found below.

Public Works proposed the implementation of a Transportation Utility Fee (TUF) to provide additional funding for roadway maintenance, safety improvements, active transportation, and capital improvement projects. The proposed fee will meet the methodology requirements of recent legislation passed by the State.

FY 2027 Public Works Budget Memo

Engineering Division

I. Summary

Engineering has coordinated with Public Works Divisions to cover all costs of the Engineering budget.

II. Revenues

Total fee revenues are estimated to increase by 7% from last year's estimates due to increased anticipation of new development. These estimates are very conservative even with the possibility of larger spikes in development potential.

III. Personnel Changes

One full-time Staff Engineer position budget increased to Chief/Senior Engineer position with supervisory roles to facilitate capital improvement projects initiation and completion.

IV. Service Level Changes

No service level changes anticipated.

V. Significant Line-item Changes

- Line 110 & 130 Full-Time Payroll and Benefits- beyond general cost of living and merit increases, \$27,000 was augmented for the Chief/Senior Engineer position.

VI. Capital Expenditures

None

VII. Utility or Fee Changes

Encroachment Permit Fees

- Application fee increased from \$400 to \$420, based on full cost recovery investigation.
- Daily inspection and other inspection fees increased from \$67 to \$71, based on full cost recovery investigation.

Land Disturbance Fees were increased based on full recovery investigation. Increases vary from 7% to 95% based on duration of permit.

FY 2027 Public Works Budget Memo

Streets & Solid Waste Divisions

I. Summary

The Streets and Solid Waste budgets focus on maintaining infrastructure, supporting growth, and implementing long-term funding solutions. Key efforts this year include initiating a Transportation Utility Fee (TUF), completing major capital road projects, and adjusting solid waste and recycling fees to reflect rising disposal costs. Overall, the budget reflects stability in services with targeted investments in infrastructure.

II. Revenues

The Streets Division anticipates implementing a new Transportation Utility Fee (TUF) to provide a sustainable funding source for ongoing street maintenance and varying capital projects.

Solid Waste revenues are increasing modestly to offset higher disposal costs from SUVSWD:

- Solid Waste Collection: 2% increase (tonnage cost rising from \$56/ton to \$57/ton)
- Recycling Services: 3% increase (tonnage cost rising from \$125/ton to \$150/ton)

III. Personnel Changes/Additions

- Streets: Converting one (1) part-time Administrative Assistant position to full-time to support growth and increased capital project workload
- Solid Waste: No changes

IV. Service Level Changes/Program Additions

- Streets: Transportation Utility Fee initiation.
- Solid Waste: None

V. Significant Line Item Changes

- Reduced GL 43-441-310 by \$170,000 (prior year TUF study and Master Plan update completed)
- Reduced snow removal budget due to minimal salt usage and remaining stockpile
- Reduced GL 57-5700-255 to reflect lower ongoing software costs (\$1,700/month vs. prior purchase year expense)

VI. Capital Expenditures

Significant investments include:

- \$2,905,309 - Road Maintenance Projects
- \$750,000 - New high school road (400 S to 1200 W, includes signals and roundabouts)
- \$1,000,000 - Mill & Overlay (200 N from 400 E to 1470 E)
- \$500,000- Wavetronix Bridge at Hobble Creek Oversizing
- \$250,000 - Center Street & Main Street - Right Turn Lane Improvement
- \$3,500,000 - MAG 2600W/ SR75 Pioneering Rd (Buc-ees)
- \$350,000 - Active Transportation projects
- \$430,000 - 1600 S Pioneering Bus Road (400 West roadway stub, south of 1600 South)
- \$310,000 - Replacement of Dump Truck #317
- \$61,000 - New garbage cans
- \$18,590 - New recycling cans

VII. Utility or Fee Changes

- New Transportation Utility Fee (TUF): \$4/month
- Solid Waste Fees: +2%
 - First can: \$16.49 → \$16.82
 - Second can: \$12.40 → \$12.65
- Recycling Fees: +3%
 - \$10.50 → \$10.82

FY 2027 Public Works Budget Memo

Culinary Water & Pressurized Irrigation Divisions

I. Summary

The proposed FY27 Water Budget balances operational needs, capital improvements, and customer rate impacts. CIP prioritizes critical infrastructure, including addressing fire flow deficiencies and supporting growth-related projects.

Weather conditions are expected to increase water demand and revenues, helping offset rising costs. A 4.6% rate increase is recommended, effective November, to reduce summer bill impacts, though the delay is projected to create a temporary \$129,000 revenue shortfall.

II. Revenues

Weather: Current conditions are influencing revenue projections. This winter's snowpack has been notably below average, and March temperatures have reached record highs. These factors are expected to increase outdoor water demand earlier and more significantly than in typical years. As a result, we are forecasting increased revenue from water sales, which will help offset some operational and capital cost pressures.

III. Personnel Changes/Additions

- The currently jointly funded Full-Time Employee (FTE) Administrative Assistant position (one position) shared by Water (40%), Wastewater (40%), and Stormwater (20%) will be shifted as follows:
 - Water to increase wages and benefits by 60% to allow one (1) FTE Administrative Assistant position in the Water Division.
 - Wastewater & Stormwater Divisions to increase wages and benefits by 20% respectively to allow one (1) additional FTE Administrative Assistant position to serve the Wastewater & Stormwater Divisions.
- Pressurized Irrigation: No changes

IV. Service Level Changes/Program Additions

- Water: None
- Pressurized Irrigation: The Highline Ditch will be permanently closed after this summer's irrigation season. All remaining Highline Ditch users will be transitioned to culinary water according to the Highline Ditch Policy.

V. Operations

- Notable O&M Budget Adjustments below:
 - Line 244 - Increased by \$50,581 to purchase additional water meters as part of the division's meter replacement program.
 - Line 245 - Increased by \$20,979 to purchase additional fittings and supplies.
 - Line 310 Culinary Water - Decreased by \$56,734. No full master plan update this fiscal year.
 - Line 310 Pressurized Irrigation - Decreased by \$48,998. No full master plan update this fiscal year.

VI. Capital Expenditures

Significant investments include:

- \$650,000 - General Water Pipeline Renewal and Replacement
- \$940,000 - Addressing Fire Flow Deficiencies in the water system
- \$107,550 - Jurd Springs Electrical Update
- \$6,000 - New Transport Trailer
- \$85,000 - 10th South Well Rehabilitation
- \$150,000 - PRV and Air Vac Preventative Maintenance
- \$518,000 - New High School Water and Pressurized Irrigation Infrastructure
- \$910,000 - 1600 South UDOT Project Water and Pressurized Irrigation Infrastructure
- \$50,000 - Pressurized Irrigation Water Main Connection at 400 South & 2200 West
- \$34,508 - Jurd Tank Improvements
- \$520,000 - Bucee's Water Pipeline Bore Under I-15

VII. Utility or Fee Changes

Water is recommending a 4.6% fee increase for FY27, effective beginning with the November billing cycle. This timing is intended to lessen the impact on customers during peak summer water-use months, when bills are typically high. By not implementing the rate adjustment in July and instead delaying until November, the utility is estimated to experience a revenue shortfall of approximately \$129,000 if weather and usage mirror last year's July through October.

FY 2027 Public Works Budget Memo Stormwater Division

I. Summary:

- The FY27 Stormwater budget maintains operational stability with no major program additions, focusing on efficient resource use and thoughtful planning. Revenues will see a modest rise from a rate increase and anticipated growth. Staffing adjustments include a greater share of wages (from 20% to 40%) toward a shared full-time Administrative Assistant to better support administrative needs.

II. Revenues:

- Revenues are anticipated to increase by 4.9% (4.4% rate increase coupled with a 0.5% increase due to growth).

III. Personnel Changes/Additions:

- The Stormwater payroll budget is increasing the total wages and benefits of an Administrative Assistant position by 20% as part of a funding-shift. 40% of the wages currently funded by the Water Division for this position will be reallocated to the Wastewater (20%) and Stormwater (20%) payroll budgets.

IV. Service Level Changes/Program Additions:

- No service level or program additions this year.

V. Significant Line-Item Changes:

- Line 9000-710 transfers to admin fee to general fund increased \$112,212K
- Line 313 Springville Irrigation increased \$125,000K Invoice FY26 was \$483K
- Line 255 Computer Operations increased \$16k New software for CCTV truck & Langen Open-Gov asset management software
- Line 242 Maintenance of existing lines increased \$10k cover costs of increased construction materials and planned projects

VI. Capital Expenditures:

- Line 6050-027 High school reimbursement added \$400k payment due for agreed stormwater pipeline project on high school property
- Line 6800- new 1600 South UDOT betterments \$360k for agreement between Springville and UDOT for upsizing of a new shared stormwater pipeline.

VII. Utility or Fee Changes:

- +4.4% increase in rates for hard surface & gravel surface rates, to cover increases in material and installation costs, wages and cost of living increases.

FY 2027 Public Works Budget Memo Wastewater Division

I. Summary:

- The FY27 Wastewater budget reflects minimal operational increases. Revenue is expected to increase modestly, with a larger increase in wastewater treatment surcharges. The increased surcharge rates remain competitive in the market.
- Staffing adjustments include reallocating a greater share of wages (from 40% to 60%) toward a shared full-time office assistant to better support administrative needs.
- Several GL's show strategic increases to address real cost pressures, such as overtime, training of new employees, chemical supplies, and fuel.
- Capital planning remains a priority with major investments in digester rehabilitation, pump replacements, general sewer repairs, and upgrades to the Valtec Sewer Pumping Station and pressure pipelines.

II. Revenues:

- Revenues are anticipated to increase by 5.1% (4.6% rate increase coupled with a 0.5% increase due to growth).
- Industrial & pretreatment surcharge rates increasing
 - BOD from \$0.17 per pound to \$0.27 per pound
 - TSS from \$0.190 per pound to \$0.254 per pound

III. Personnel Changes/Additions:

- The Wastewater payroll budget is increasing the total wages and benefits of an Administrative Assistant position by 20% as part of a funding-shift. 40% of the wages currently funded by the Water Division for this position will be reallocated to the Wastewater (20%) and Stormwater (20%) payroll budgets.

IV. Service Level Changes/Program Additions:

- No service level or program additions this year.

V. Significant Line-Item Changes:

- Sewer Treatment
 - Line 140 Overtime Pay - increased by \$8K. Currently underfunded
 - Line 236 Training & Education - increased 10K. New employee training, CDL training and licenses, and attending a National Conference.
 - Line 241 Operation Supplies - increased \$34k due to an increase in chemical cost of Alum and Polymer for the Water Reclamation Facility.

- Line 251 Fuel - increased \$6K
- Line 260 Building & Grounds - increased \$15K. SUVSWD fee and grit removal disposal increased.
- Line 310 Professional & Technical Services - Increased \$11K Sampling for pre- treatment on industrial businesses
- Wastewater Collections
 - Line 255 Computer Operations - Increased by \$20K for new software for CCTV truck inspections and Langen Open-Gov Asset Management Program
 - Line 310 Professional & Technical Services - reduced \$130K, full master plan update completed previous fiscal year (updated every 3 to 5 years).

VI. Capital Expenditures

- Line 6150-224 - Equipment/pump replacement \$126k
- Line 6190-242 - Digester Rehab \$800K
- Line 6190-825 - General sewer repairs and PW projects \$450K
- Line 6190 - new Spring Pointe sewer pressure line \$160K
- Line 6190 - new 1600 S UDOT betterments \$200K
- Line 6190 - 866 Valtek pump replacement and rehabilitation \$436K

VII. Utility or Fee Changes:

- WRF & Wastewater Collection is proposing a 4.6% increase in rates due to inflationary increase in materials, chemical costs, personnel wages and cost-of-living increases.
- Green waste dump fees and compost fees will be increased 4.6% to cover the cost of operations and employee wages.



PROPOSED CULINARY, PI,
WASTEWATER, &
STORMWATER RATES

UTILITY BOARD MEETING APRIL 8TH 2026



WHY UTILITY RATE INCREASES?

- Keep up with inflation:
 - City Council has given direction and support for small annual incremental rate increase to keep up with rising cost/inflation
 - Rising operation costs.
 - Personnel Merit/COLA Increase - Budgeted 4.5% increase
 - Personnel Costs = on average $\approx 40\%$ of a Utility's Operations Budget
 - Material cost increase
 - Went line by line in O&M budget for cost increase
 - $\approx 1.10\%-1.20\%$ increase



WHY UTILITY RATE INCREASES?

- Keep up with inflation (cont):
 - Capital Projects
 - construction and materials cost increase.
 - Infrastructure repairs on aging assets.
 - Western Region CPI and ENR Construction Cost Index have predicted inflation to be between a 4-8% for heavy civil construction.
 - Infrastructure inflation is predicted by the Construction Analytics Index (for 2027) to be 3.7%.
 - Increased AC and concrete costs (roughly 2% in AC and 6% in concrete).
 - **≈ 3%-3.5% increase**
- Small annual increases help prevent large “catch up” increases



DRINKING WATER AND PI

DRINKING WATER (with or w/o PI):

Springville City is proposing a **4.4% increase** to the base and tiered rate

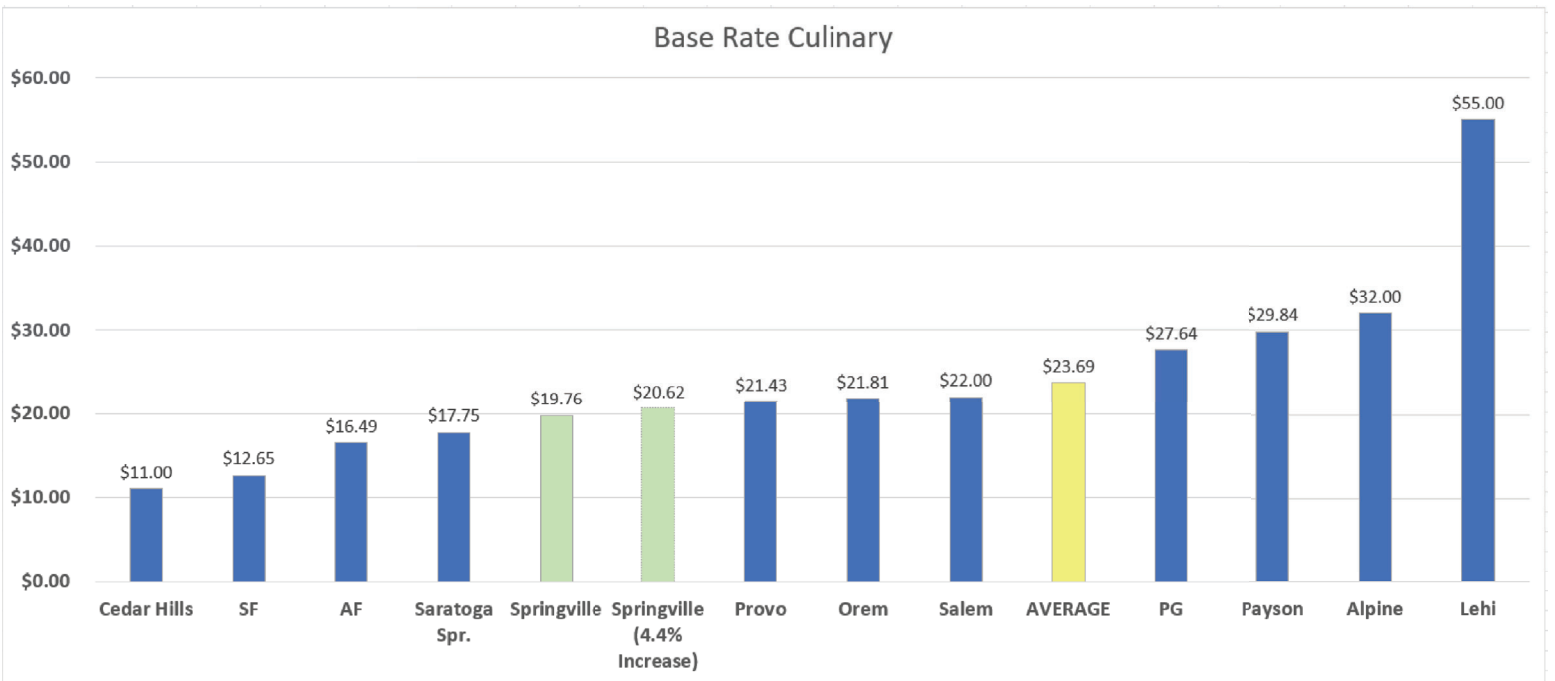
- Residential, Commercial, and Industrial:
 - Current base rate = \$19.76
 - Proposed new base rate = \$20.62





DRINKING WATER - RATE COMPARISON

Base Rate Culinary





PRESSURIZED IRRIGATION

Springville City is proposing **4.4 % increase** to PI

PRESSURIZED IRRIGATION

- Residential, Commercial, and Industrial have NO base rate
 - Get the first 5000 gallons free
- Proposed **4.4% increase** to tiered rate
 - Tiered rate is less than the drinking water
 - Looking into a base rate this year





WASTEWATER

Springville City is proposing a **4.6%** base rate increase.

- O&M Inflation Increase $\approx 1.10\%$
- CIP Inflation Increase $\approx 3.50\%$

- Resident Current base rate \$27.80
- Resident Proposed base rate \$29.08

- Industrial Customers Current base rate \$27.55
- Industrial Customers Proposed base rate \$28.82





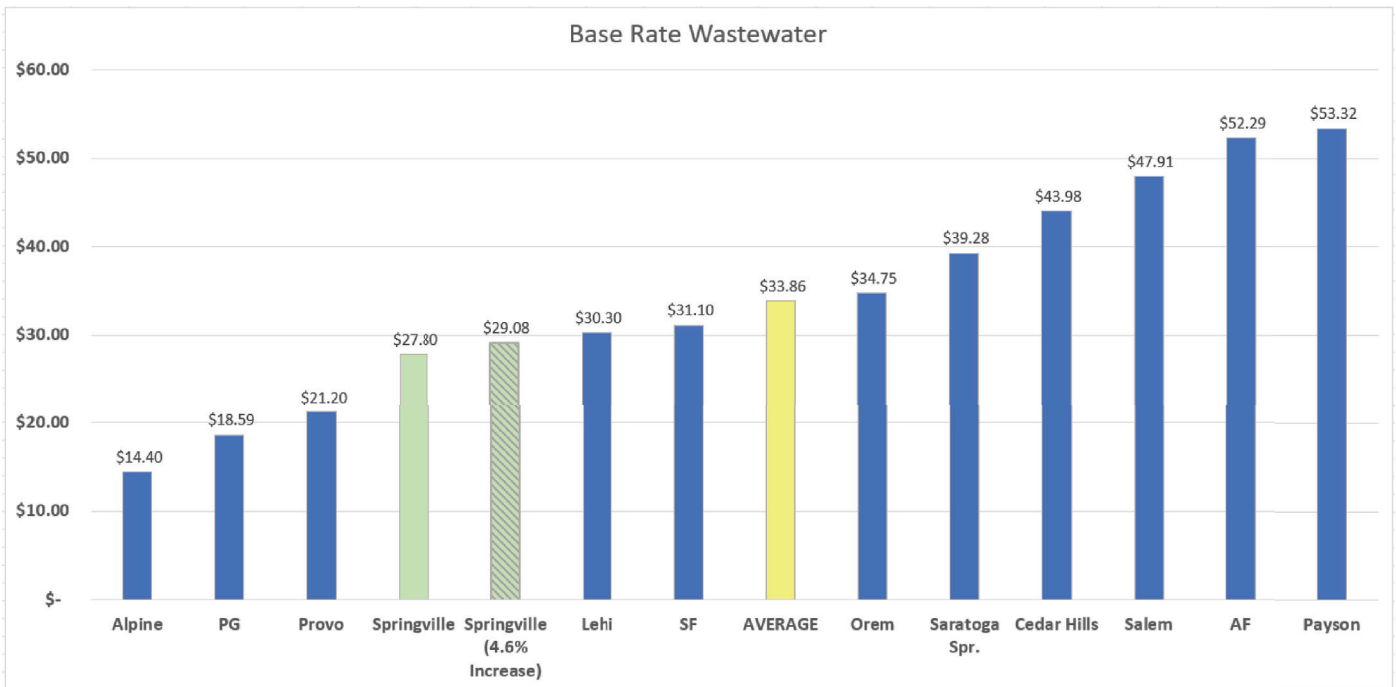
WASTEWATER

- Current average sewer bill is **\$35.60 for residential**.
- Current per 1,000 gallons of discharge is **\$1.65 for residential**.
- Proposed per 1,000 gallons of discharge **\$1.73 for residential**.
- Average residential sewer bill increase would be **\$1.66 per month**.

- Current **Industrial customers** per 1,000 gallons of discharge is **\$2.13**
- Proposed **Industrial customers** per 1,000 gallons of discharge is **\$2.23**



WASTEWATER BASE RATE INCREASE PROPOSED 4.6%





WASTEWATER PROPOSED BOD SURCHARGE INCREASE.

Springville City is proposing a \$0.10 increase to BOD surcharge rate.

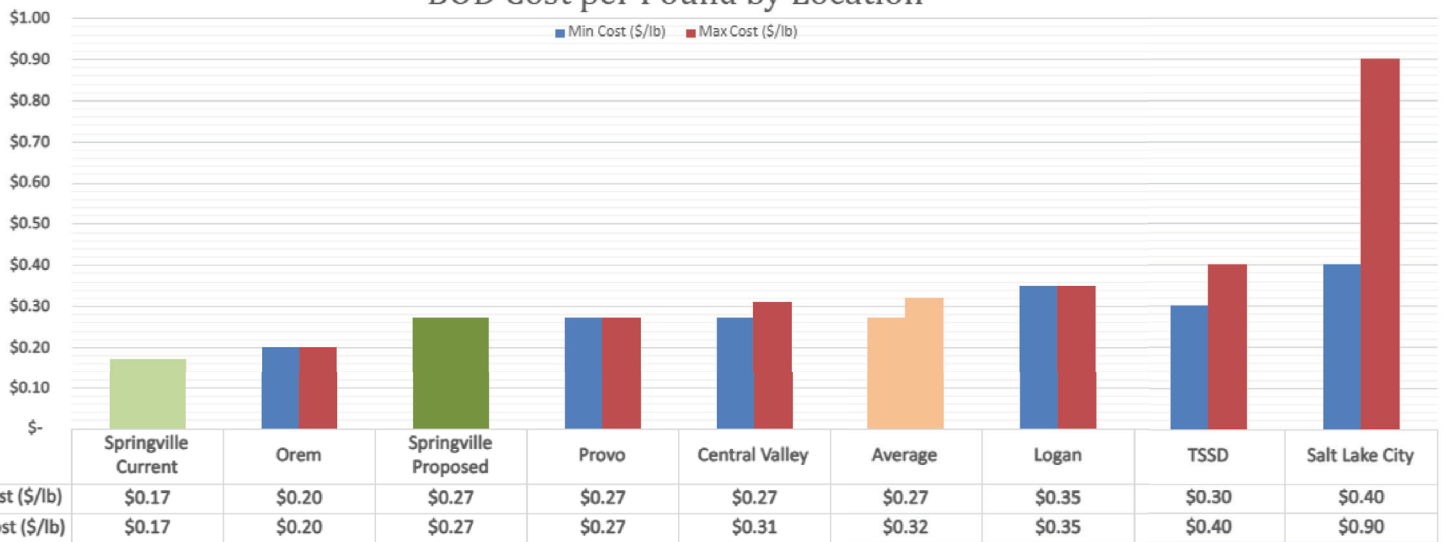
- Current rate is \$0.17 per lb per BOD discharged.
- Proposed rate is \$0.27 per lb per BOD discharged.

*Please note that a rate study was performed by AQUA Engineering.



WASTEWATER BOD SURCHARGE RATE

BOD Cost per Pound by Location





WASTEWATER PROPOSED TSS SURCHARGE INCREASE.

Springville City is proposing a \$0.06 increase on TSS surcharge rate.

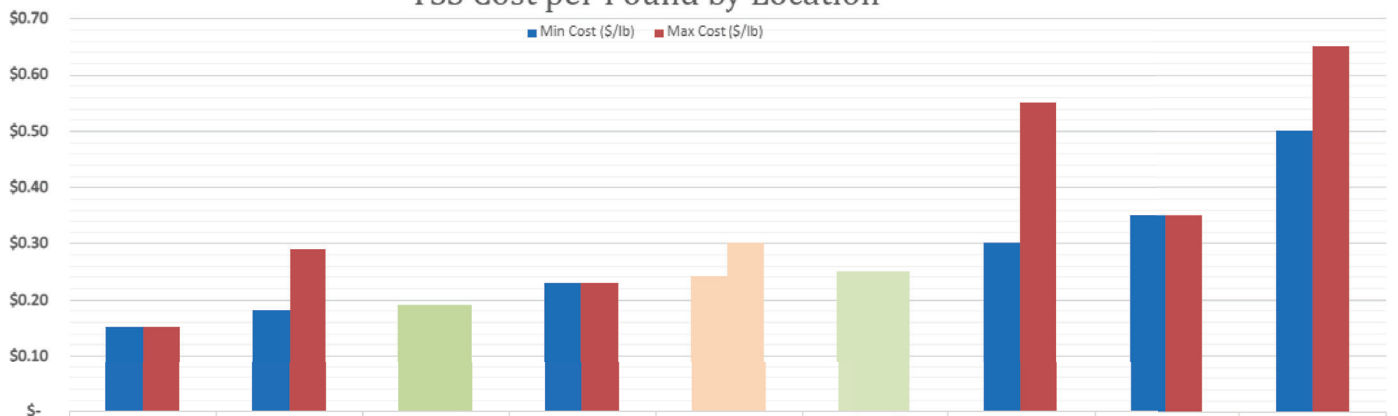
- The current TSS surcharge rate is \$0.190 per lb of TSS
- The proposed TSS surcharge rate is \$0.254 per lb of TSS

*Please note a rate study was performed with AQUA Engineering.



WASTEWATER TSS SURCHARGE RATE

TSS Cost per Pound by Location



■ Min Cost (\$/lb)
■ Max Cost (\$/lb)

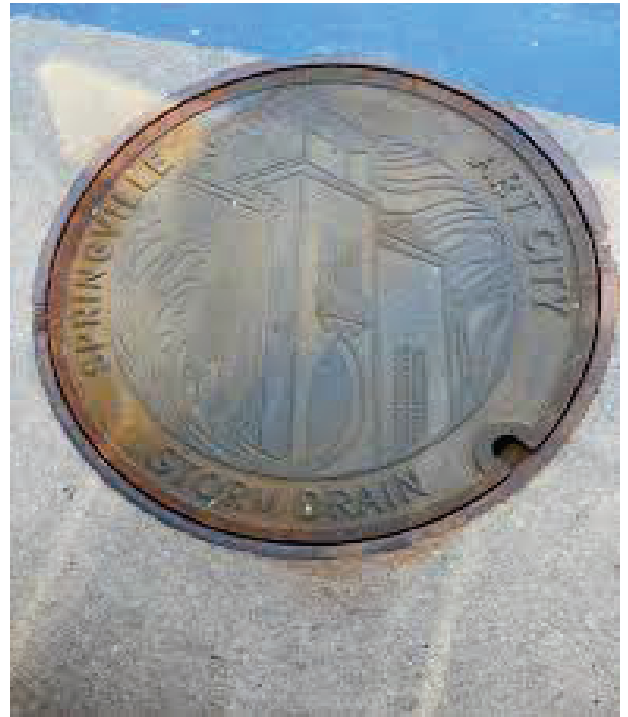
	Orem	TSSD	Springville Current	Provo	Average	Springville Proposed	Central Valley	Logan	Salt Lake City
Min Cost (\$/lb)	\$0.15	\$0.18	\$0.19	\$0.23	\$0.24	\$0.25	\$0.30	\$0.35	\$0.50
Max Cost (\$/lb)	\$0.15	\$0.29	\$0.19	\$0.23	\$0.30	\$0.25	\$0.55	\$0.35	\$0.65



STORM WATER

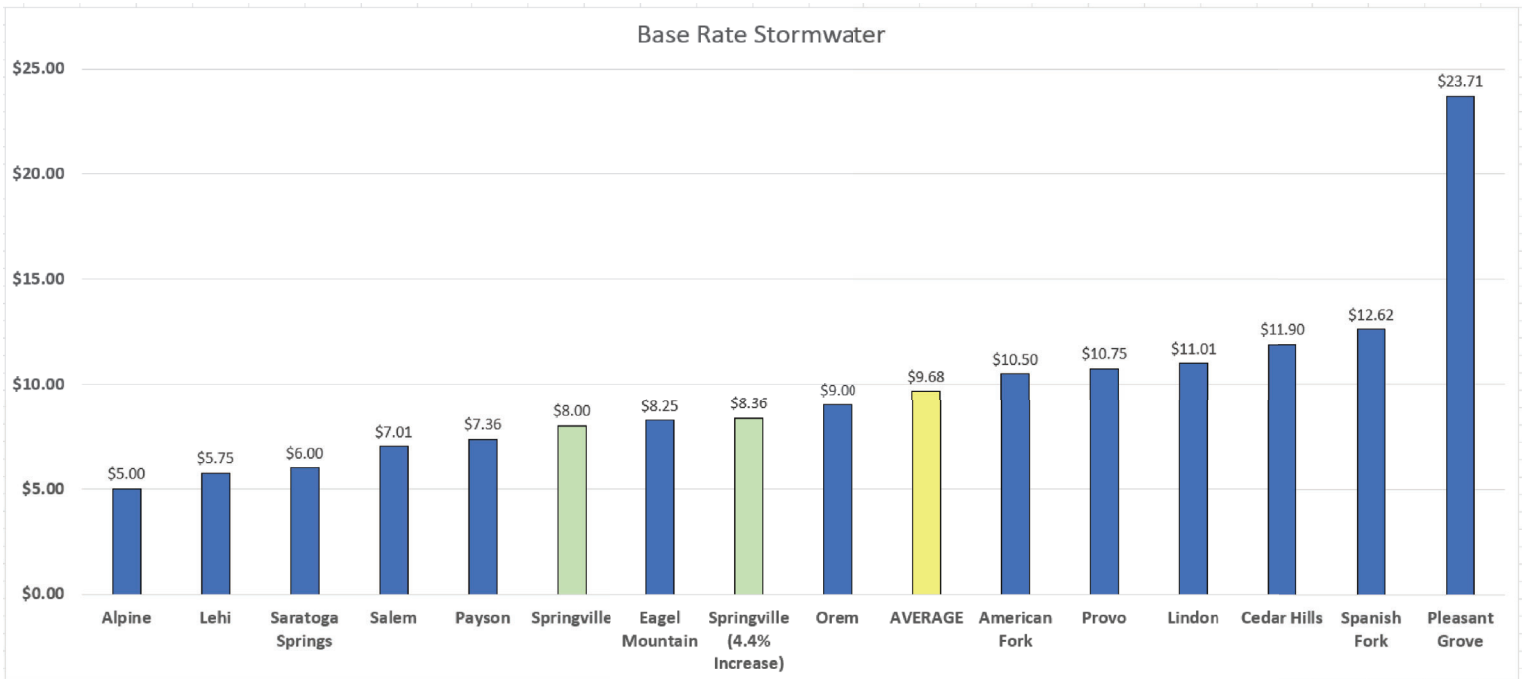
Springville City is proposing a **4.4 %**
rate increase

- Current base rate \$8.00 per ERU
- Proposed base rate \$8.36 per ERU





STORMWATER RATE PROPOSED INCREASE 4.4%





ANY QUESTIONS?

THANKS FOR YOUR COUNTINUED
SUPPORT IN PUBLIC UTILITIES.