



City Council Staff Report

Date:

6/21/2023

REQUEST

Consideration of a resolution to approve a sewer rate increase.

Prepared By:

Bryce Oyler

Public Hearing:

Yes

Attachments:

Sewer Rate Schedule

BACKGROUND & DESCRIPTION

In 2020, Mapleton entered an interlocal agreement with Spanish Fork for the construction, use and Maintenance of a joint wastewater treatment facility. Mapleton's share of the cost was \$18,000,000. Since then, the costs to complete the project have increased to an estimated \$26,000,000. Staff will provide funding options to the Council but will likely recommend bonding for the full amount. Because of the additional costs, staff recommends increasing sewer rates for 1 ERU by \$10.00 this year and tentatively another \$10.00 next year. Over the next few months, staff will finalize an analysis to set the proposed FY 2025 rate increase and provide guidance on whether additional rate increases may be required in future years.

There are over 20 types of sewer connections, each with different rates. Refer to attached Exhibit A to see all rate increases. The following table shows the rate increase for our three most common connection types:

	<u>2022 Rate</u>	<u>2023 Rate</u>
Sewer-Connected 1 ERU	46.14	56.14
Sewer-Not Connected 1 ERU	38.34	48.34
Accessory Apt, Connected	69.21	84.21

This rate increase would take effect in July 2023, residents will see the increase on the bill received in August.

RECOMMENDATION

Adopt a resolution approving a sewer rate increase.

EXHIBIT A		
Description	Current 2023	New 2024
ACCESSORY APT, CONNECTED	\$ 69.21	\$ 84.21
ACCESSORY APT, NOT CONNECTED	\$ 57.51	\$ 69.97
SEWER-CONNECTED 1 ERU	\$ 46.14	\$ 56.14
SEWER-NOT CONNECTED 1 ERU	\$ 38.34	\$ 46.65
SEWER-CONNECTED 2 ERU	\$ 92.28	\$ 112.28
SEWER-NOT CONNECTED 2 ERU	\$ 76.68	\$ 93.30
SEWER-CONNECTED 3 ERU	\$ 138.42	\$ 168.42
SEWER-NOT CONNECTED 3 ERU	\$ 115.02	\$ 139.95
SEWER-CONNECTED 4 ERU	\$ 184.56	\$ 224.56
SEWER-NOT CONNECTED 4 ERU	\$ 153.36	\$ 186.60
SEWER-CONNECTED 5 ERU	\$ 230.70	\$ 280.70
SEWER-NOT CONNECTED 5 ERU	\$ 191.70	\$ 233.25
SEWER-CONNECTED 6 ERU	\$ 276.84	\$ 336.84
SEWER-NOT CONNECTED 6 ERU	\$ 230.04	\$ 279.90
SEWER-CONNECTED 7 ERU	\$ 322.98	\$ 392.98
SEWER-NOT CONNECTED 7 ERU	\$ 268.38	\$ 326.55
SEWER-CONNECTED 8 ERU	\$ 369.12	\$ 449.12
SEWER-NOT CONNECTED 8 ERU	\$ 306.72	\$ 373.20
SEWER-CONNECTED 9 ERU	\$ 415.26	\$ 505.26
SEWER-NOT CONNECTED 9 ERU	\$ 345.06	\$ 419.85
SEWER-CONNECTED 10 ERU	\$ 461.40	\$ 561.40
SEWER-NOT CONNECTED 10 ERU	\$ 383.40	\$ 466.49
SEWER-CONNECTED 11 ERU	\$ 507.54	\$ 617.54
SEWER-NOT CONNECTED 11 ERU	\$ 421.74	\$ 513.14
SEWER-CONNECTED 12 ERU	\$ 553.68	\$ 673.68
SEWER-NOT CONNECTED 12 ERU	\$ 460.08	\$ 559.79
2 Sewer/1 connected 1 not conn	\$ 84.48	\$ 102.79

RESOLUTION NO. 2023-

**A RESOLUTION OF THE CITY OF MAPLETON, UTAH
ADOPTING A SEWER RATE INCREASE**

WHEREAS, the City's Sewer Fund has incurred an \$18,000,000 debt obligation; and

WHEREAS, the City's share of the plant construction increased to \$26,000,000;
and

WHEREAS, the City's current sewer rates are not sufficient to repay the debt
obligation; and

WHEREAS, Mapleton City has determined that a rate increase is necessary to cover
the cost of the construction of the plant;

NOW THEREFORE, be it resolved by the City Council of Mapleton, Utah, that the
sewer rate table as presented in Exhibit A be adopted with an effective date of July
1, 2023

Approved and adopted on June 21, 2023.

Dallas Hakes
Mayor

ATTEST:

Camille Brown, City Recorder