

Austin Water Utility
 Joint Committee on AWU's Financial Plan
 Rate Design Option Summary

Option	Requested By	Date Provided To Committee	Assumptions Summary (Red indicates major change within option)
Base Option	AWU Staff	Meeting 9 3/7/2012	2012 Approved Water Rates with \$4.40 Revenue Stability Fee (RSF) <ul style="list-style-type: none"> - 2012 approved water rates for each customer class - Meter based RSF for all classes except wholesale - \$17.0M revenue from RSF revenue with \$4.40 for 5/8" meter - Volumetric rates increased by equal percentages for each residential rate block
Option #1	AWU Staff	Meeting 9 3/7/2012	2012 Approved Water Revenue with New Tiered Fixed Fee (NTFF) and Fixed Revenue at 20% of Total Revenue <ul style="list-style-type: none"> - Residential RSF transformed into NTFF with 5 tiers that are same as the current volume rate blocks - Fixed revenue goal of 20% of total revenue with goals by class based on cost of service allocation - \$23.1M revenue from NTFF to meet 20% fixed revenue goal - Customer class fixed revenue goals based on cost of service based allocation: Residential 25.3% Multifamily 17.8% Commercial 16.3% Large Volume 11.5% Wholesale 11.0% - Residential NTFF set at block 1 of \$2.40, block 2 at \$4.22, and block 3-5 at \$5.50 - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee
Option #2	AWU Staff	Meeting 9 3/7/2012	2012 Approved Water Revenue with New Tiered Fixed Fee (NTFF) and Fixed Revenue at 20% of Total Revenue <ul style="list-style-type: none"> - Residential RSF transformed into NTFF with 5 tiers that are same as the current volume rate blocks - Fixed revenue goal of 20% of total revenue with goals by class based on cost of service allocation - \$23.1M revenue from NTFF to meet 20% fixed revenue goal - Customer class fixed revenue goals based on cost of service based allocation: Residential 25.3% Multifamily 17.8% Commercial 16.3% Large Volume 11.5% Wholesale 11.0% - Residential NTFF set at block 1 of \$1.00, block 2 at \$4.40, and block 3-5 at \$5.78 - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation (Possibly Separate) - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee

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Option #3	AWU Staff	Meeting 9 3/7/2012	<p>2012 Approved Water Revenue with New Tiered Fixed Fee (NTFF) and Fixed Revenue at 20% of Total Revenue</p> <ul style="list-style-type: none"> - Residential RSF transformed into NTFF with 5 tiers that are same as the current volume rate blocks - Fixed revenue goal of 20% of total revenue with goals by class based on cost of service allocation - \$23.1M revenue from NTFF to meet 20% fixed revenue goal - Customer class fixed revenue goals based on cost of service based allocation: <ul style="list-style-type: none"> Residential 25.3% Multifamily 17.8% Commercial 16.3% Large Volume 11.5% Wholesale 11.0% - Residential NTFF set at block 1 of \$2.40, block 2 at \$2.40, and block 3 at \$4.75, block 4 at \$15.00 and block 5 at \$20.75 - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation (Possibly Separate) - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee
Option #4	AWU Staff	Meeting 9 3/7/2012	<p>2012 Approved Water Revenue with New Tiered Fixed Fee (NTFF) and Fixed Revenue at 20% of Total Revenue</p> <ul style="list-style-type: none"> - Residential RSF transformed into NTFF with 5 tiers that are same as the current volume rate blocks - Fixed revenue goal of 20% of total revenue with goals by class based on cost of service allocation - \$23.1M revenue from NTFF to meet 20% fixed revenue goal - Customer class fixed revenue goals based on cost of service based allocation: <ul style="list-style-type: none"> Residential 25.3% Multifamily 17.8% Commercial 16.3% Large Volume 11.5% Wholesale 11.0% - Residential NTFF set at block 1 of \$2.40, block 2 at \$4.30, and block 3-5 at \$4.40 - Residential volumetric rates set to achieve cost of service breakeven of just under 6,000 gallons - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation (Possibly Separate) - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee
Option #5	AWU Staff	Meeting 9 3/7/2012	<p>2012 Approved Water Revenue with New Tiered Fixed Fee (NTFF) and Fixed Revenue at 20% of Total Revenue</p> <ul style="list-style-type: none"> - Residential RSF transformed into NTFF with 5 tiers that are same as the current volume rate blocks - Fixed revenue goal of 20% of total revenue with goals by class based on cost of service allocation - \$23.1M revenue from NTFF to meet 20% fixed revenue goal - Customer class fixed revenue goals based on cost of service based allocation: <ul style="list-style-type: none"> Residential 25.3% Multifamily 17.8% Commercial 16.3% Large Volume 11.5% Wholesale 11.0% - Residential NTFF set at block 1 of \$1.00, block 2 at \$4.56, and block 3-5 at \$6.00 - Residential rate blocks set at average cost of service of \$4.36 per 1,000 gallons - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation (Possibly Separate) - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee

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Option #6	Clean Water Action	Meeting 9 3/7/2012	<p>2012 Approved Water Revenue with Minimum Charge of \$7.10 (5/8" Meter) and No Tiered Fixed Fee (NTFF)</p> <ul style="list-style-type: none"> - Eliminate the current Revenue Stability Fee for all classes - Maintain the current minimum charge structure with \$7.10 for 5/8" meter and higher for larger meters - Increase volumetric rates to offset the revenue collected from current RSF - Residential volumetric rates increased an equal dollar amount for each rate block to collect required revenue - Non-residential volumetric rates adjusted to collect required revenue
Option #7	AWU Staff	Meeting 10 3/21/2012	<p>2012 Approved Water Revenue with a Change to Block Increments</p> <ul style="list-style-type: none"> - New rate blocks to reduce total consumption in block 2: 0 - 2,000 gals, 2,001 - 5,000 gals, 5,001 - 15,000 gals, 15,001 - 25,000 gals, 25,001 and over - Fixed revenue goal of 20% of total revenue with goals by class based on cost of service allocation - \$22.3M revenue from NTFF to meet 20% fixed revenue goal - Customer class fixed revenue goals based on cost of service based allocation: Residential 25.3% Multifamily 17.8% Commercial 16.3% Large Volume 11.5% Wholesale 11.0% - Residential NTFF set at block 1 of \$2.40, block 2 at \$3.20, and block 3-5 at \$5.50 - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee
Option #8	AWU Staff	Meeting 10 3/21/2012	<p>2012 Approved Water Revenue with a Change to Block Increments</p> <ul style="list-style-type: none"> - New rate blocks to reduce total consumption in block 2: 0 - 2,000 gals, 2,001 - 7,000 gals, 7,001 - 15,000 gals, 15,001 - 25,000 gals, 25,001 and over - Fixed revenue goal of 20% of total revenue with goals by class based on cost of service allocation - \$22.3M revenue from NTFF to meet 20% fixed revenue goal - Customer class fixed revenue goals based on cost of service based allocation: Residential 25.3% Multifamily 17.8% Commercial 16.3% Large Volume 11.5% Wholesale 11.0% - Residential NTFF set at block 1 of \$2.40, block 2 at \$4.00, and block 3-5 at \$5.50 - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee
Option #9	Joint Committee	Meeting 10 3/21/2012	<p>2012 Approved Water Revenue with a Change to Block Increments</p> <ul style="list-style-type: none"> - New rate blocks to reduce total consumption in block 2: 0 - 2,000 gals, 2,001 - 8,000 gals, 8,001 - 15,000 gals, 15,001 - 25,000 gals, 25,001 and over - Fixed revenue goal of 20% of total revenue with goals by class based on cost of service allocation - \$22.3M revenue from NTFF to meet 20% fixed revenue goal - Customer class fixed revenue goals based on cost of service based allocation: Residential 25.3% Multifamily 17.8% Commercial 16.3% Large Volume 11.5% Wholesale 11.0% - Residential NTFF set at block 1 of \$2.40, block 2 at \$4.15, and block 3-5 at \$5.50 - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee

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Option #10	AWU Staff	Meeting 10 3/21/2012	2012 Approved Water Revenue with No Revenue Stability Fee and Equal % Increase in Residential Min Charge & Rates <ul style="list-style-type: none"> - No Revenue Stability Fee implemented in 2012 - Required revenue collected from an increase in the minimum charge and volumetric rates at generally equal percent increases
Option #11	AWU Staff	Meeting 10 3/21/2012	2012 Approved Water Revenue with New Tiered Fixed Fee (NTFF) and Fixed Revenue at 25% of Total Revenue <ul style="list-style-type: none"> - Residential RSF transformed into NTFF with 5 tiers that are same as the current volume rate blocks - Fixed revenue goal of 25% of total revenue with goals by class based on cost of service allocation - \$33.9M revenue from NTFF to meet 25% fixed revenue goal - Customer class fixed revenue goals based on cost of service based allocation: Residential 30.5% Multifamily 22.5% Commercial 21.2% Large Volume 17.0% Wholesale 15% - Residential NTFF set at block 1 of \$2.40, block 2 at \$4.22, and block 3-5 at \$5.50 - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee
Option #12	AWU Staff	Meeting 10 3/21/2012	2012 Approved Water Revenue with New Tiered Fixed Fee (NTFF) and Fixed Revenue at 30% of Total Revenue <ul style="list-style-type: none"> - Residential RSF transformed into NTFF with 5 tiers that are same as the current volume rate blocks - Fixed revenue goal of 30% of total revenue with goals by class based on cost of service allocation - \$45.6M revenue from NTFF to meet 30% fixed revenue goal - Customer class fixed revenue goals based on cost of service based allocation: Residential 35.5% Multifamily 27.5% Commercial 26.2% Large Volume 21.6% Wholesale 20.1% - Residential NTFF set at block 1 of \$2.40, block 2 at \$4.22, and block 3-5 at \$5.50 - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee
Option #13	Joint Committee	Meeting 10 3/21/2012	2012 Approved Water Revenue with Minimum Charge of \$5.60 (5/8" Meter) and No Tiered Fixed Fee (NTFF) <ul style="list-style-type: none"> - Eliminate the current Revenue Stability Fee for all classes - Residential volumetric rates increase by \$0.80 for each rate block with minimum charge reduced to balance revenue - Reduce the current residential minimum charge structure to \$5.60 for 5/8" meter and higher for larger meters

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Option #14	Joint Committee	Meeting 10 3/21/2012	<p>2012 Approved Water Revenue with Minimum Charge of \$7.10 (5/8" Meter) and No Tiered Fixed Fee (NTFF)</p> <ul style="list-style-type: none"> - Eliminate the current Revenue Stability Fee for all classes - Maintain the current minimum charge structure with \$7.10 for 5/8" meter and higher for larger meters - Increase volumetric rates to offset the revenue collected from current RSF - 50% of revenue from consumption in Block 5 is transferred to Revenue Stability Reserve Fund - Residential volumetric rates increased an equal dollar amount for each rate block to collect required revenue - Non-residential volumetric rates adjusted to collect required revenue
Option #15	Joint Committee	Meeting 11 4/4/2012	<p>2012 Approved Water Revenue with New Tiered Fixed Fee (NTFF) and Fixed Revenue at 20% of Total Revenue</p> <ul style="list-style-type: none"> - Residential RSF transformed into NTFF with 5 tiers that are same as the current volume rate blocks - Fixed revenue goal of 20% of total revenue with goals by class based on cost of service allocation - \$22.3M revenue from NTFF to meet 20% fixed revenue goal - Customer class fixed revenue goals based on cost of service based allocation: Residential 25.3% Multifamily 17.8% Commercial 16.3% Large Volume 11.5% Wholesale 11.0% - Residential NTFF set at block 1 of \$1.00, block 2 at \$2.40, and block 3-5 at \$10.25 - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee
Option #16	AWU Staff	Meeting 11 4/4/2012	<p>2012 Approved Water Revenue with New Tiered Fixed Fee (NTFF) and Fixed Revenue at 20% of Total Revenue</p> <ul style="list-style-type: none"> - Residential RSF transformed into NTFF with 5 tiers that are same as the current volume rate blocks - Fixed revenue goal of 20% of total revenue with goals by class based on cost of service allocation - \$22.3M revenue from NTFF to meet 20% fixed revenue goal - Customer class fixed revenue goals based on cost of service based allocation: Residential 25.3% Multifamily 17.8% Commercial 16.3% Large Volume 11.5% Wholesale 11.0% - Residential NTFF set at block 1 of \$1.00, block 2 at \$3.00, block 3 at \$6.00 and block 4-5 at \$12.50 - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee
Option #17	Joint Committee	Meeting 11 4/4/2012	<p>2012 Approved Water Revenue with Minimum Charge of \$7.10 (5/8" Meter) and No Tiered Fixed Fee (NTFF)</p> <ul style="list-style-type: none"> - Eliminate the current Revenue Stability Fee for all classes - Maintain the current minimum charge structure with \$7.10 for 5/8" meter and higher for larger meters - Increase volumetric rates to offset the revenue collected from current RSF - Residential volumetric rates for Block 1 & 2 increased an equal dollar amount for each rate block to collect required revenue - No change to blocks 3-5 to recover any revenue from reduced revenue stability fee - Non-residential volumetric rates adjusted to collect required revenue

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Option #18	AWU Staff	Meeting 11 4/4/2012	<p>2012 Approved Water Revenue with New Tiered Fixed Fee (NTFF) and Fixed Revenue at 20% of Total Revenue</p> <ul style="list-style-type: none"> - Residential RSF transformed into NTFF with 5 tiers that are same as the current volume rate blocks - Fixed revenue goal of 20% of total revenue with goals by class based on cost of service allocation - \$22.3M revenue from NTFF to meet 20% fixed revenue goal - Customer class fixed revenue goals based on cost of service based allocation: <ul style="list-style-type: none"> Residential 25.3% Multifamily 17.8% Commercial 16.3% Large Volume 11.5% Wholesale 11.0% - Residential NTFF set at block 1 of \$1.00, block 2 at \$3.00, block 3 at \$6.00 and block 4-5 at \$12.50 - \$46M revenue stability reserve fund goal which is 20% of total revenue and 163 days of O&M, with 5 year goal to reach target - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee
Option #19	AWU Staff	Meeting 11 4/4/2012	<p>2012 Approved Water Revenue with New Tiered Fixed Fee (NTFF) and Fixed Revenue at 20% of Total Revenue</p> <ul style="list-style-type: none"> - Residential RSF transformed into NTFF with 5 tiers that are same as the current volume rate blocks - Fixed revenue goal of 20% of total revenue with goals by class based on cost of service allocation - \$22.3M revenue from NTFF to meet 20% fixed revenue goal - Customer class fixed revenue goals based on cost of service based allocation: <ul style="list-style-type: none"> Residential 25.3% Multifamily 17.8% Commercial 16.3% Large Volume 11.5% Wholesale 11.0% - Residential NTFF set at block 1 of \$1.00, block 2 at \$3.00, block 3 at \$6.00 and block 4-5 at \$12.50 - \$25.9M revenue stability reserve fund goal which is 11% of total revenue and 90 days of O&M, with a 5 year goal to reach target - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee
Option #20	Joint Committee	Meeting 11 4/4/2012	<p>2012 Approved Water Revenue with New Tiered Fixed Fee (NTFF) and Fixed Revenue at 20% of Total Revenue</p> <ul style="list-style-type: none"> - New rate blocks based on rate consultant's Karen Keese general recommendations on block design <ul style="list-style-type: none"> 0 - 2,000 gals, 2,001 - 6,000 gals, 6,001 - 11,000 gals, 11,001 - 20,000 gals, 20,001 and over - Residential volume rates to retain general dollar variance between blocks 1 and 5 - Residential RSF transformed into NTFF with 5 tiers that are same as the current volume rate blocks - Fixed revenue goal of 20% of total revenue with goals by class based on cost of service allocation - \$22.3M revenue from NTFF to meet 20% fixed revenue goal - Customer class fixed revenue goals based on cost of service based allocation: <ul style="list-style-type: none"> Residential 25.3% Multifamily 17.8% Commercial 16.3% Large Volume 11.5% Wholesale 11.0% - Residential NTFF set at block 1 of \$1.00, block 2 at \$2.63, block 3 at \$6.00 and block 4-5 at \$8.00 - \$46M revenue stability reserve fund goal which is 20% of total revenue and 163 days of O&M, with 5 year goal to reach target - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee

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Option #21	Joint Committee	Meeting 11 4/4/2012	<p>2012 Approved Water Revenue with New Tiered Fixed Fee (NTFF) and Fixed Revenue at 20% of Total Revenue</p> <ul style="list-style-type: none"> - New rate blocks based on rate consultant's Karen Keese general recommendations on block design 0 - 2,000 gals, 2,001 - 6,000 gals, 6,001 - 11,000 gals, 11,001 - 20,000 gals, 20,001 and over - Residential volume rates to significantly reduce dollar variance between blocks 1 and 5 - Residential RSF transformed into NTFF with 5 tiers that are same as the current volume rate blocks - Fixed revenue goal of 20% of total revenue with goals by class based on cost of service allocation - \$22.3M revenue from NTFF to meet 20% fixed revenue goal - Customer class fixed revenue goals based on cost of service based allocation: Residential 25.3% Multifamily 17.8% Commercial 16.3% Large Volume 11.5% Wholesale 11.0% - Residential NTFF set at block 1 of \$1.00, block 2 at \$2.63, block 3 at \$6.00 and block 4-5 at \$8.00 - \$46M revenue stability reserve fund goal which is 20% of total revenue and 163 days of O&M, with 5 year goal to reach target - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee
Option #22	AWU Staff	Meeting 11 4/4/2012	<p>2012 Approved Water Revenue with New Tiered Fixed Fee (NTFF) and Fixed Revenue at 20% of Total Revenue</p> <ul style="list-style-type: none"> - Redesign of rate blocks to include only 4 rate blocks instead of 5 0 - 2,000 gals, 2,001 - 8,000 gals, 8,001 - 20,000 gals, 20,001 and over - Residential RSF transformed into NTFF with 5 tiers that are same as the current volume rate blocks - Fixed revenue goal of 20% of total revenue with goals by class based on cost of service allocation - \$22.3M revenue from NTFF to meet 20% fixed revenue goal - Customer class fixed revenue goals based on cost of service based allocation: Residential 25.3% Multifamily 17.8% Commercial 16.3% Large Volume 11.5% Wholesale 11.0% - Residential NTFF set at block 1 of \$1.00, block 2 at \$3.00, block 3 at \$6.80 and block 4-5 at \$12.50 - \$46M revenue stability reserve fund goal which is 20% of total revenue and 163 days of O&M, with 5 year goal to reach target - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee
Option #23	AWU Staff	Meeting 11 4/4/2012	<p>2012 Approved Water Revenue with New Tiered Fixed Fee (NTFF) and Fixed Revenue at 20% of Total Revenue</p> <ul style="list-style-type: none"> - New rate blocks based on rate consultant's Karen Keese general recommendations on block design 0 - 2,000 gals, 2,001 - 6,000 gals, 6,001 - 11,000 gals, 11,001 - 20,000 gals, 20,001 and over - Residential volume rates maintain \$11.00 spread between blocks 1 and 5 - Additional \$3.6M in revenue from residential block rates contributed to revenue stability reserve fund - Residential RSF transformed into NTFF with 5 tiers that are same as the current volume rate blocks - Fixed revenue goal of 20% of total revenue with goals by class based on cost of service allocation - \$22.3M revenue from NTFF to meet 20% fixed revenue goal - Customer class fixed revenue goals based on cost of service based allocation: Residential 25.3% Multifamily 17.8% Commercial 16.3% Large Volume 11.5% Wholesale 11.0% - Residential NTFF set at block 1 of \$1.00, block 2 at \$2.63, block 3 at \$6.00 and block 4-5 at \$8.00 - \$46.9 M revenue stability reserve fund goal which is 20% of total revenue and 163 days of O&M, with 5 year goal to reach target - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee

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Option #24	AWU Staff	Meeting 11 4/4/2012	<p>2012 Approved Water Revenue with New Tiered Fixed Fee (NTFF) and Fixed Revenue at 20% of Total Revenue</p> <ul style="list-style-type: none"> - Redesign of rate blocks to include only 4 rate blocks instead of 5 0 - 2,000 gals, 2,001 - 8,000 gals, 8,001 - 20,000 gals, 20,001 and over - Additional \$4.9M in revenue from residential block rates contributed to revenue stability reserve fund - Residential RSF transformed into NTFF with 4 tiers that are same as the current volume rate blocks 1-3 and 5. - Fixed revenue goal of 20% of total revenue with goals by class based on cost of service allocation - \$22.3M revenue from NTFF to meet 20% fixed revenue goal - Customer class fixed revenue goals based on cost of service based allocation: Residential 25.3% Multifamily 17.8% Commercial 16.3% Large Volume 11.5% Wholesale 11.0% - Residential NTFF set at block 1 of \$1.00, block 2 at \$3.00, block 3 at \$6.80 and block 4 at \$12.50 - \$46.9M revenue stability reserve fund goal which is 20% of total revenue and 163 days of O&M, with 5 year goal to reach target - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee
Option #25	AWU Staff	Meeting 11 4/4/2012	<p>2012 Approved Water Revenue with New Tiered Fixed Fee (NTFF) and Fixed Revenue at 20% of Total Revenue</p> <ul style="list-style-type: none"> - Residential RSF transformed into NTFF with 5 tiers that are same as the current volume rate blocks - Fixed revenue goal of 20% of total revenue with goals by class based on cost of service allocation - \$22.3M revenue from NTFF to meet 20% fixed revenue goal - Blocks 3-5 increased to fund revenue stability reserve fund - Additional \$3.3M in revenue from residential block rates contributed to revenue stability reserve fund - Customer class fixed revenue goals based on cost of service based allocation: Residential 25.3% Multifamily 17.8% Commercial 16.3% Large Volume 11.5% Wholesale 11.0% - Residential NTFF set at block 1 of \$1.00, block 2 at \$3.00, block 3 at \$6.00 and block 4-5 at \$12.50 - \$46M revenue stability reserve fund goal which is 20% of total revenue and 163 days of O&M, with 5 year goal to reach target - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee