

The Austin Water Utility's Proposed Fiscal Year 2014-15 Budget includes the following changes to the current water and wastewater rates:

| | Water Rates (Revenue Impact) (1) | Wastewater Rates (Revenue Impact) |
|--|---|--|
| <u>Retail Customers:</u> | | |
| Single Family (Non-CAP) | 15.6% Increase | 2.6% Increase |
| Single Family (CAP) | 22.4% Increase | 2.6% Increase |
| Multifamily | 14.3% Increase | 1.8% Increase |
| Commercial | 11.6% Increase | 2.9% Increase |
| Large Volume (2) | 15.6% Increase | 1.0% Increase |
| <u>Wholesale Customers:</u> (2) | | |
| | 4.9% Increase | 2.4% Increase |
| Systemwide without | | |
| Water Revenue Reserve Fund: | 13.5% Increase | 2.3% Increase |
| Systemwide Including | | |
| Water Revenue Reserve Fund: | 13.7% Increase | 2.3% Increase |

(1) Water Rate percentage impacts shown for all customer classes include Revenue Stability Reserve Fund

(2) Large Volume and Wholesale customers each have individual rates

The attached schedules provide detailed current and proposed water, wastewater, and reclaimed rates for all retail and wholesale customer classes.

**CITY OF AUSTIN, TEXAS
AUSTIN WATER UTILITY
PROPOSED WATER RATES
FY 2014-15**

PROPOSED RATES EFFECTIVE NOVEMBER 1, 2014

All Retail Customers:

| <u>Monthly Meter Equivalent Minimum Charge:</u> | <u>Current Rates</u> | <u>Proposed Rates</u> |
|--|-----------------------------|------------------------------|
| Meter Size: | | |
| 5/8" | \$ 7.10 | \$ 7.55 |
| 3/4" | 11.00 | 13.00 |
| 1" | 14.00 | 14.00 |
| 1 1/4" | 16.00 | 16.00 |
| 1 1/2" | 23.00 | 23.00 |
| 2" | 36.00 | 36.00 |
| 3" | 60.00 | 59.00 |
| 4" | 114.00 | 118.00 |
| 6" | 231.00 | 238.00 |
| 8" | 786.00 | 876.00 |
| 10" | 946.00 | 1,036.00 |
| 12" | 1,136.00 | 1,226.00 |

** Certain residential customers may qualify for a waiver of the retail monthly meter equivalent minimum charge.*

**CITY OF AUSTIN, TEXAS
AUSTIN WATER UTILITY**

**PROPOSED WATER RATES (Continued)
FY 2014-15**

PROPOSED RATES EFFECTIVE NOVEMBER 1, 2014

**Residential Class Monthly
Tiered Minimum Charge:**

| | <u>Current Charge</u> | <u>Proposed Rates</u> |
|-------------------------|------------------------------|------------------------------|
| 0 – 2,000 Gallons | \$ 2.00 | \$ 2.20 |
| 2,001 – 6,000 Gallons | 4.50 | 4.70 |
| 6,001 – 11,000 Gallons | 7.45 | 7.65 |
| 11,001 – 20,000 Gallons | 12.55 | 12.70 |
| 20,001 – over Gallons | 12.55 | 12.70 |

* This fee is charged in addition to the Retail Monthly Equivalent Minimum Charge.

** Certain residential customers may qualify for a waiver of the residential monthly tiered minimum charge.

**Residential Class
Volume Charges:**

| | <u>Current Rates \$ / 1,000 Gallons</u> | <u>Proposed Rates \$ / 1,000 Gallons</u> |
|-------------------------|--|---|
| 0 – 2,000 Gallons | \$ 1.84 | \$ 2.93 |
| 2,001 – 6,000 Gallons | 3.39 | 4.49 |
| 6,001 – 11,000 Gallons | 6.20 | 7.29 |
| 11,001 – 20,000 Gallons | 9.95 | 11.03 |
| 20,001 – over Gallons | 12.84 | 13.93 |

**CAP Residential Class
Volumetric Charge:**

| | <u>Current Rates \$ / 1,000 Gallons</u> | <u>Proposed Rates \$ / 1,000 Gallons</u> |
|-------------------------|--|---|
| 0 – 2,000 Gallons | \$ 1.30 | \$ 2.16 |
| 2,001 – 6,000 Gallons | 2.55 | 3.40 |
| 6,001 – 11,000 Gallons | 4.20 | 5.03 |
| 11,001 – 20,000 Gallons | 7.80 | 8.65 |
| 20,001 – over Gallons | 12.84 | 13.93 |

**CITY OF AUSTIN, TEXAS
AUSTIN WATER UTILITY**

**PROPOSED WATER RATES (Continued)
FY 2014-15**

PROPOSED RATES EFFECTIVE NOVEMBER 1, 2014

| <u>Multifamily Monthly Minimum Charge:</u> | <u>Current Rates</u> | <u>Proposed Rates</u> |
|---|-----------------------------|------------------------------|
| Meter Size: | | |
| 5/8" | \$ 7.25 | \$ 10.57 |
| 3/4" | 11.00 | 16.00 |
| 1" | 18.00 | 26.00 |
| 1 1/4" | 26.00 | 35.00 |
| 1 1/2" | 36.00 | 53.00 |
| 2" | 58.00 | 85.00 |
| 3" | 116.00 | 169.00 |
| 4" | 181.00 | 264.00 |
| 6" | 363.00 | 529.00 |
| 8" | 580.00 | 846.00 |
| 10" | 834.00 | 1,216.00 |
| 12" | 1,233.00 | 1,797.00 |

* This fee is charged in addition to the Retail Monthly Equivalent Minimum Charge.

| <u>Multifamily Class Volumetric Rates:</u> | <u>Current Rates</u> | <u>Proposed Rates</u> |
|---|----------------------------------|----------------------------------|
| | <u>\$ / 1,000 Gallons</u> | <u>\$ / 1,000 Gallons</u> |
| Off Peak/Peak | \$4.38 / \$4.82 | \$4.95 / \$5.45 |

CITY OF AUSTIN, TEXAS AUSTIN WATER UTILITY

PROPOSED WATER RATES (Continued) FY 2014-15

PROPOSED RATES EFFECTIVE NOVEMBER 1, 2014

| <u>Commercial Monthly Minimum Charge:</u> | <u>Current Rates</u> | <u>Proposed Rates</u> |
|---|----------------------|-----------------------|
| Meter Size: | | |
| 5/8" | \$ 5.70 | \$ 7.67 |
| 3/4" | 9.00 | 12.00 |
| 1" | 14.00 | 19.00 |
| 1 1/4" | 20.00 | 29.00 |
| 1 1/2" | 29.00 | 38.00 |
| 2" | 46.00 | 61.00 |
| 3" | 91.00 | 123.00 |
| 4" | 143.00 | 192.00 |
| 6" | 285.00 | 383.00 |
| 8" | 456.00 | 613.00 |
| 10" | 656.00 | 882.00 |
| 12" | 969.00 | 1,303.00 |

* This fee is charged in addition to the Retail Monthly Equivalent Minimum Charge.

| <u>Commercial Class Volumetric Rates:</u> | <u>Current Rates</u> <u>\$ / 1,000 Gallons</u> | <u>Proposed Rates</u> <u>\$ / 1,000 Gallons</u> |
|---|---|--|
| Off Peak/Peak | \$5.38 / \$5.91 | \$5.98 / \$6.58 |

**CITY OF AUSTIN, TEXAS
AUSTIN WATER UTILITY**

**PROPOSED WATER RATES (Continued)
FY 2014-15**

PROPOSED RATES EFFECTIVE NOVEMBER 1, 2014

| <u>Large Volume Fixed Monthly Minimum Charge:</u> | <u>Current Rates</u> | <u>Proposed Rates</u> |
|--|-----------------------------|------------------------------|
| Freescall | \$ 27,220.00 | \$34,000.00 |
| Hospira | 4,015.00 | 4,700.00 |
| Samsung | 70,335.00 | 88,500.00 |
| Novati | 2,375.00 | 2,850.00 |
| Spanion | 17,430.00 | 15,000.00 |
| University of Texas | 16,055.00 | 19,000.00 |

* This fee is charged in addition to the Retail Monthly Equivalent Minimum Charge.

| <u>Large Volume Volumetric Rates:</u> | <u>Current Rates \$ / 1,000 Gallons</u> | <u>Proposed Rates \$ / 1,000 Gallons</u> |
|--|--|---|
| Freescall: Off Peak/Peak | \$4.36 / \$4.79 | \$5.02 / \$5.52 |
| Hospira: Off Peak/Peak | 5.38 / 5.91 | 5.98 / 6.58 |
| Samsung: Off Peak/Peak | 4.60 / 5.06 | 5.41 / 5.95 |
| Novati: Off Peak/Peak | 4.65 / 5.11 | 5.36 / 5.90 |
| Spanion: Off Peak/Peak | 4.48 / 4.92 | 5.24 / 5.76 |
| University of Texas: Off Peak/Peak | 5.04 / 5.54 | 5.98 / 6.58 |

**CITY OF AUSTIN, TEXAS
AUSTIN WATER UTILITY**

**PROPOSED WATER RATES
FY 2014-15**

PROPOSED RATES EFFECTIVE NOVEMBER 1, 2014

All Wholesale Customers:

| <u>Monthly Meter Equivalent Minimum Charge:</u> | <u>Current Rates</u> | <u>Proposed Rates</u> |
|--|-----------------------------|------------------------------|
| Meter Size: | | |
| 5/8" | \$ 8.00 | \$ 8.00 |
| 3/4" | 9.00 | 9.00 |
| 1" | 11.00 | 10.00 |
| 1 1/4" | 14.00 | 12.00 |
| 1 1/2" | 16.00 | 14.00 |
| 2" | 21.00 | 19.00 |
| 3" | 35.00 | 31.00 |
| 4" | 52.00 | 45.00 |
| 6" | 97.00 | 84.00 |
| 8" | 151.00 | 131.00 |
| 10" | 214.00 | 186.00 |
| 12" | 314.00 | 271.00 |

| <u>Wholesale Fixed Monthly Minimum Charge:</u> | <u>Current Rates</u> | <u>Proposed Rates</u> |
|---|-----------------------------|------------------------------|
| Creedmoor-Maha WSC | \$ 2,850.00 | \$ 2,800.00 |
| High Valley WSC | 210.00 | 250.00 |
| Lost Creek MUD | 11,800.00 | 12,000.00 |
| Manor, City of | 0.00 | 0.00 |
| Marsha WSC | 362.00 | 450.00 |
| Morningside Subdivision | 31.00 | 75.00 |
| Night Hawk WSC | 370.00 | 450.00 |
| North Austin MUD #1 | 13,225.00 | 12,500.00 |
| Northtown MUD | 9,925.00 | 10,000.00 |
| Rivercrest WSC | 4,150.00 | 4,500.00 |
| Rollingwood, City of | 5,450.00 | 5,000.00 |
| Shady Hollow MUD | 9,300.00 | 7,500.00 |
| Southwest Water Company | New | 0.00 |
| Sunset Valley, City of | 3,225.00 | 4,000.00 |
| Travis Co. WCID #10 | 35,525.00 | 31,000.00 |
| Village of San Leanna | 167.00 | 200.00 |
| Wells Branch MUD | 17,455.00 | 18,000.00 |
| Windermere Utility | 325.00 | 350.00 |

* This fee is charged in addition to the Wholesale Monthly Meter Equivalent Minimum Charge

**CITY OF AUSTIN, TEXAS
AUSTIN WATER UTILITY**

**PROPOSED WATER RATES (Continued)
FY 2014-15**

PROPOSED RATES EFFECTIVE NOVEMBER 1, 2014

| <u>Wholesale Volumetric Rates:</u> | <u>Current Rates</u> <u>\$ / 1,000 Gallons</u> | <u>Proposed Rates</u> <u>\$ / 1,000 Gallons</u> |
|---|---|--|
| Creedmoor-Maha WSC | \$ 3.53 | \$ 3.89 |
| High Valley WSC | 3.56 | 3.87 |
| Lost Creek MUD | 4.14 | 4.26 |
| Manor, City of | 4.61 | 5.09 |
| Marsha WSC | 3.52 | 3.92 |
| Morningside Subdivision | 4.11 | 5.09 |
| Night Hawk WSC | 3.61 | 3.90 |
| North Austin MUD #1 | 3.76 | 4.07 |
| Northtown MUD | 3.62 | 3.86 |
| Rivercrest WSC | 4.23 | 4.35 |
| Rollingwood, City of | 4.35 | 4.65 |
| Shady Hollow MUD | 4.14 | 4.45 |
| Southwest Water Company | New | 4.10 |
| Sunset Valley, City of | 3.85 | 4.24 |
| Travis Co. WCID #10 | 3.88 | 4.13 |
| Village of San Leanna | 4.08 | 4.06 |
| Wells Branch MUD | 3.59 | 3.98 |
| Windermere Utility | 7.14 | 6.77 |

**CITY OF AUSTIN, TEXAS
AUSTIN WATER UTILITY**

**PROPOSED WATER RATES (Continued)
FY 2014-15**

PROPOSED RATES EFFECTIVE NOVEMBER 1, 2014

All Retail Water Customers:

| | Current Rates | Proposed Rates |
|---|----------------------------------|----------------------------------|
| <u>Revenue Stability Reserve Fund Surcharge – Retail</u> | <u>\$ / 1,000 Gallons</u> | <u>\$ / 1,000 Gallons</u> |
| | \$ 0.15 | \$ 0.19 |

**This fee is charged to all Retail water customers per 1,000 gallons of water billed for the billing period to fund the Revenue Stability Reserve Fund.*

All Wholesale Water Customers:

| | Current Rates | Proposed Rates |
|--|----------------------------------|----------------------------------|
| <u>Revenue Stability Reserve Fund Surcharge – Wholesale</u> | <u>\$ / 1,000 Gallons</u> | <u>\$ / 1,000 Gallons</u> |
| | \$ 0.15 | \$ 0.12 |

**This fee is charged to all Wholesale water customers per 1,000 gallons of water billed for the billing period to fund the Revenue Stability Reserve Fund.*

All Retail & Wholesale Water Customers:

| | Current Rates | Proposed Rates |
|--|----------------------------------|----------------------------------|
| <u>Water Drought Rate Surcharge</u> | <u>\$ / 1,000 Gallons</u> | <u>\$ / 1,000 Gallons</u> |
| Stage 3 Volume Rate | New | \$ 1.00 |
| Stage 4 Volume Rate | New | \$ 3.00 |

**Surcharge enacted for all retail and wholesale customer classes during Stage 3 and Stage 4 of drought response water restrictions to ensure financial stability to the Austin Water Utility. These surcharges will take effect the next billing cycle following the declaration of Stage 3 or Stage 4 water restrictions, and will continue until directed by the City Manager.*

**CITY OF AUSTIN, TEXAS
AUSTIN WATER UTILITY
PROPOSED WASTEWATER RATES
FY 2014-15**

PROPOSED RATES EFFECTIVE NOVEMBER 1, 2014

| | <u>Current Rates</u> | <u>Proposed Rates</u> |
|--|-----------------------------|------------------------------|
| <u>Monthly Customer Charge:</u> | \$ 10.00 | \$ 10.30 |

** Certain residential customers may qualify for a waiver of the monthly customer charge.*

| | <u>\$ / 1,000 Gallons</u> | <u>\$ / 1,000 Gallons</u> |
|--|----------------------------------|----------------------------------|
| <u>Retail Volumetric Rates:</u> | | |
| Single Family: | | |
| 0 – 2,000 Gallons | \$ 4.32 | \$ 4.51 |
| 2,001 – over Gallons | 8.94 | 9.13 |
| Multifamily | 8.62 | 8.79 |
| Commercial | 8.55 | 8.82 |
| Large Volume: | | |
| Freescall | 8.03 | 8.16 |
| Hospira | 8.19 | 8.38 |
| Samsung | 7.40 | 7.42 |
| Novati | 7.36 | 7.32 |
| Spanion | 7.36 | 7.51 |
| University of Texas | 8.55 | 8.82 |

| | | |
|---|---------|---------|
| <u>Wholesale Volumetric Rates:</u> | | |
| Manor, City of | \$ 5.61 | \$ 5.64 |
| North Austin MUD #1 | 5.59 | 5.76 |
| Northtown MUD | 5.54 | 5.70 |
| Rollingwood | 5.58 | 5.67 |
| Shady Hollow MUD | 5.60 | 5.73 |
| Sunset Valley | 5.52 | 5.71 |
| Travis Co. WCID #17 Comanche | 4.00 | 3.98 |
| Travis Co. WCID #17 Steiner Ranch | 4.00 | 3.80 |
| Wells Branch MUD | 5.55 | 5.72 |
| Westlake Hills, City of | 5.54 | 5.68 |

**CITY OF AUSTIN, TEXAS
AUSTIN WATER UTILITY**

**PROPOSED RECLAIMED WATER RATES
FY 2014-15**

PROPOSED RATES EFFECTIVE NOVEMBER 1, 2014

| Reclaimed Monthly Customer Charge: | <u>Current Rates</u> | <u>Proposed Rates</u> |
|---|-----------------------------|------------------------------|
| Meter Size: | | |
| 5/8" | \$ 8.00 | \$ 8.00 |
| 3/4" | 9.00 | 9.00 |
| 1" | 11.00 | 10.00 |
| 1 1/4" | 14.00 | 12.00 |
| 1 1/2" | 16.00 | 14.00 |
| 2" | 21.00 | 19.00 |
| 3" | 35.00 | 31.00 |
| 4" | 52.00 | 45.00 |
| 6" | 97.00 | 84.00 |
| 8" | 151.00 | 131.00 |
| 10" | 214.00 | 186.00 |
| 12" | 314.00 | 271.00 |

| <u>Reclaimed Systemwide Volume Charge</u> | <u>Current Rates</u> | <u>Proposed Rates</u> |
|--|-----------------------------|------------------------------|
| All volumes (Unit Cost Per 1,000 Gallons) | \$ 1.73 | \$ 1.99 |

| <u>Parkland Reclaimed Water Rates</u> | <u>Current Rates</u> | <u>Proposed Rates</u> |
|--|-----------------------------|------------------------------|
| All volumes (Unit Cost Per 1,000 Gallons) | \$ 1.00 | \$ 1.25 |

** Parkland Reclaimed Water rates are for reclaimed water use at City-owned parkland and golf courses,*

| <u>Austin Energy Sandhill Power Plant</u> | <u>Current Rates</u> | <u>Proposed Rates</u> |
|--|-----------------------------|------------------------------|
| All volumes (Unit Cost Per 1,000 Gallons) | \$ 0.28 | \$ 0.45 |

** AE Sandhill reclaimed water volumetric rate is low because of a high monthly fixed charge of \$10,690.00 that will remain unchanged during the debt service period,*