



FY 2024

Rate Modification Hearing

Board of Commissioners Meeting

December 6, 2023



Budget Discussion Schedule

- November 15 - Initial Presentation of Draft Budget
- November 28 – Initial Presentation of Draft CIP Plan
- **December 6 – Rate Modification Hearing;
Goals and Objectives Discussion
Revised Draft Budget**
- December 20 – Approval of Rates, Budget, CIP,
Goals and Objectives



2024 Recommended Retail Water Rate Modification

- Water Commodity Charge: 2.6%
- Meter Base Charge: 2.6%
- Low Income; Senior or Disabled 2.6%
- Streetlights 10%

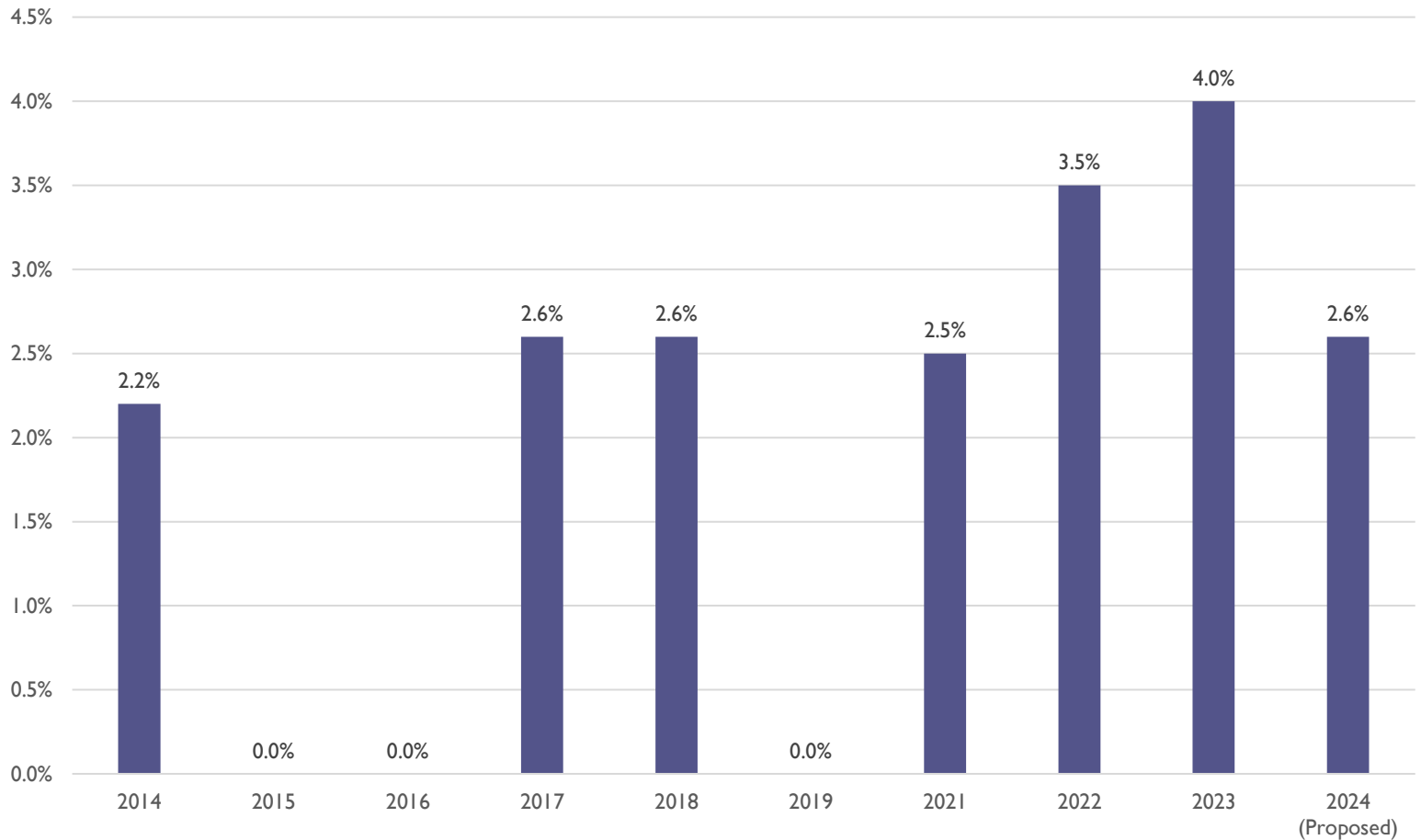


Primary Reasons for Increase:

- Anticipate minimum \$0.05/CCF increase to SW Regional Surcharge by SPU in 2025
- No rate increase by SPU in 2024; Future rate increase by SPU in 2025 unknown (Rate Study to be prepared when negotiations are complete)
- Significant increases in Labor, Materials and Equipment due to inflation and supply chain issues
- 2016 Water System Plan recommends 2.6% annual increase to support capital improvements
- Streetlight rates increase to cover recent increases by Puget Sound Energy

Historical Rate Increases

HWD Rate Increases



Monthly Commodity Charges

Existing 2023 Charges (Single Family Residential)

Winter (> 0 ccf)	\$4.12
Summer (0-5 ccf)	\$4.12
Summer (6+ ccf)	\$4.88

Proposed 2024 Charges (Single Family Residential)

Winter (> 0 ccf)	\$4.23
Summer (0-5 ccf)	\$4.23
Summer (6+ ccf)	\$5.00

Monthly Meter Base Rates

Existing 2023 Charges (Single Family Residential)

METER SIZE	MONTHLY RATE
Senior/Low Income	\$8.36
5/8" and 3/4"	\$16.72
1"	\$29.75
1.5"	\$50.49

Proposed 2024 Charges (Single Family Residential)

METER SIZE	MONTHLY RATE
Senior/Low Income	\$8.58
5/8" and 3/4"	\$17.15
1"	\$30.52
1.5"	\$51.80

Typical Monthly Water Bill

Existing 2023 Charges (Single Family Residential)

Winter Bill (6 ccf)	\$41.43
Summer Bill (8 ccf)	\$51.94
Average Monthly Bill	\$44.94

Proposed 2024 Charges (Single Family Residential)

Winter Bill (6 ccf)	\$42.51
Summer Bill (8 ccf)	\$53.30
Average Monthly Bill	\$46.10

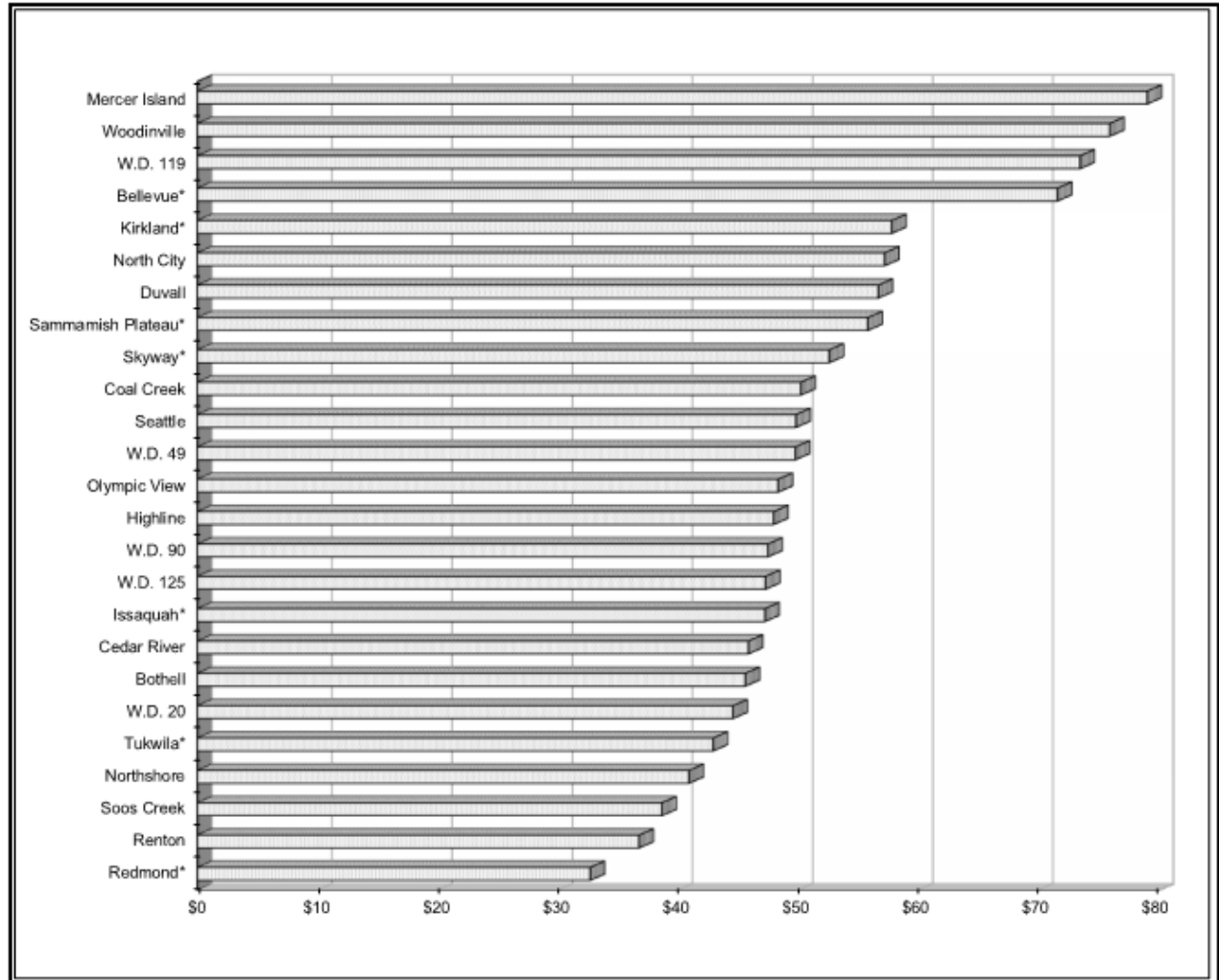
Average SFR Customer Will See a \$1.17/Month Increase

Average Senior/Low Income Disabled will See a \$0.95/Month Increase

Typical Streetlight Customer will see an approximate \$0.32/Month increase.

**Figure 6 Average Monthly Residential Bills at Each Utility's Average Consumption
(2022 Consumption, 2023 Rates)**

Utility		Average Monthly	
		CCF	Bill
1	Mercer Island	7.7	\$79.05
2	Woodinville	8.1	\$75.92
3	W.D. 119	6.4	\$73.46
4	Bellevue*	7.2	\$71.57
5	Kirkland*	7.0	\$57.78
6	North City	5.4	\$57.20
7	Duvall	6.4	\$56.66
8	Sammamish Plateau*	8.5	\$55.80
9	Skyway*	5.0	\$52.58
10	Coal Creek	7.2	\$50.21
11	Seattle	5.1	\$49.80
12	W.D. 49	5.8	\$49.75
13	Olympic View	7.1	\$48.32
14	Highline	6.7	\$47.96
15	W.D. 90	7.2	\$47.48
16	W.D. 125	7.0	\$47.28
17	Issaquah*	5.7	\$47.22
18	Cedar River	7.1	\$45.85
19	Bothell	5.9	\$45.59
20	W.D. 20	5.8	\$44.56
21	Tukwila*	5.9	\$42.91
22	Northshore	6.2	\$40.91
23	Soos Creek	6.9	\$38.66
24	Renton	6.3	\$36.76
25	Redmond*	6.3	\$32.69
Wholesale Average		6.55	\$51.84



* Member of Cascade Water Alliance



° **QUESTIONS ?**