WORK SESSION AGENDA

NOTICE IS HEREBY GIVEN THAT THE CENTERVILLE CITY COUNCIL WILL HOLD ITS WORK SESSION MEETING AT 6:00 PM ON APRIL 5, 2022 AT CENTERVILLE CITY HALL COUNCIL CHAMBERS, 250 N. MAIN STREET, CENTERVILLE, UTAH.

Centerville City Council meetings are open to the public, unless otherwise closed for reasons allowed by law. Centerville City Council meetings may be conducted via electronic means pursuant to Utah Code § 52-4-207. In such circumstances, contact will be established and maintained via electronic means and the meeting will be conducted pursuant to the Centerville City Electronic Meetings Policy. In compliance with the Americans with Disabilities Act, individuals needing special accommodations due to a disability may contact the City Recorder at (801) 295-3477, at least 24 hours in advance of the meeting. The Mayor and Council reserve the right to modify the sequence of agenda items in order to facilitate special needs or provide greater efficiency.

The full agenda packet and backup materials can be found on the Centerville City website at:
https://centervilleut.v8.civicclerk.com/

A. ROLL CALL

B. BUSINESS ITEMS
Business action or discussion items to be considered by the Council.

1. Lee Skabelund Sign
   Review the design proof of the park sign for Lee Skabelund Memorial Nature Park
2. Water Rates
   Discussion on Water Rate Increases

C. CLOSED SESSION
The City Council may vote to discuss matters in a closed session for reasons allowed by law, including, but not limited to, the provisions of Utah Code § 52-4-205 of the Open and Public Meetings Act, and for attorney-client matters that are privileged pursuant to Utah Code § 78B-1-137.

D. ADJOURNMENT

CERTIFICATE OF POSTING

I hereby certify that this notice and agenda was posted at Centerville City Hall, published on the Utah Public Notice Website, and provided to a newspaper or media correspondent in accordance with the requirements of the Utah Open and Public Meetings Act, including, but not limited to, provisions of Utah Code § 52-4-202.

Jennifer Hansen
Centerville City Recorder

CITY COUNCIL

Staff Report

4/5/2022

Item No. 1.

Title: Lee Skabelund Sign

Initiated By: Bruce Cox, Parks and Recreation Director

Staff Representative: Bruce Cox, Parks and Recreation Director

SUBJECT:

Review the design proof of the park sign for Lee Skabelund Memorial Nature Park

RECOMMENDATION:

BACKGROUND:

ATTACHMENTS:

1. Signs - Lee Skabelund Memorial Nature Park - Centerville City - Proof
2. Signs - William R Smith Park - Centerville City - Proof

Lee Skabelund

Memorial Nature Park

Memorial Nature Park

Lee Skabelund

Lee Skabelund

Memorial Nature Park

William R.

Smith

Park

CITY COUNCIL

Staff Report

4/5/2022

Item No. 2.

Title: Water Rates

Initiated By: Brant Hanson, City Manager

Staff Representative: Mike Carlson, Public Works Director

SUBJECT:

Discussion on Water Rate Increases

RECOMMENDATION:

BACKGROUND:

Historically, we have generally budgeted approximately $400,000 to $500,000 per year for culinary water replacement projects.

In order for us to keep up with replacement projects as outlined in the Culinary Water Capital Facilities Plan, the budgeted Capital Outlay amount will need to be $1.5M.

Previous Water Rate discussions were held on:

- 8/3/2021 Work Session
- 2/15/2022 Work Session

ATTACHMENTS:

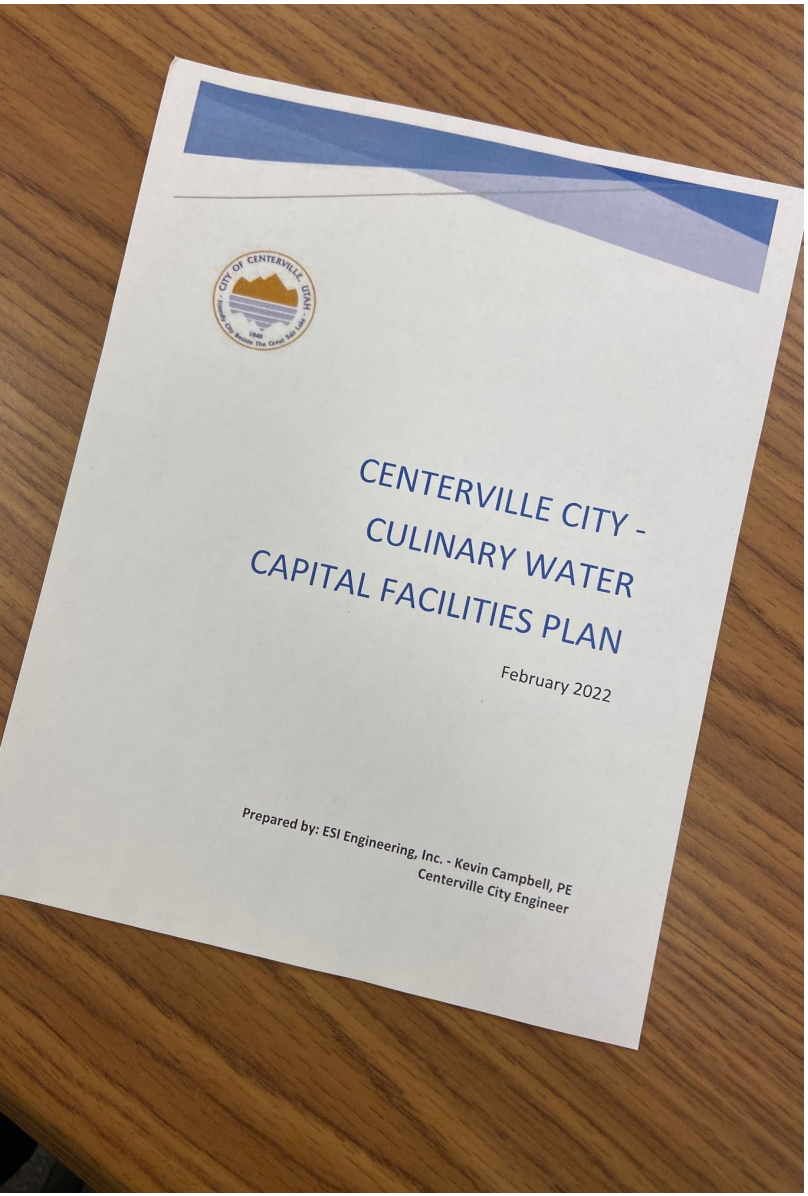
1. Water Rate Increase Presentation

Water Rate Increase

2022

Water Rate Increase Includes

- Keeping up with the 30 Year Water Master Plan
- Keeping up with commitments with other utility companies
- Infrastructure Repairs, Valves, Meter Pits, Lowering Wells
- Media, getting information out to our Citizens
- Recommended Water Rate Increase



Water Master Plan

Includes:

- 30 Year Master Plan
- Replace Wells, Pump Houses, Aging Tanks / Reservoirs
- Replacement of 3.6 Miles Asbestos Pipe and 9 Miles of Cast Main Line
- Aquifer Recharge (AR), Aquifer Storage & Recovery (AS&R)
- Drought Resiliency Projects

Keeping up with commitments

- Weber Basin & Deuel Creek Irrigation Co.

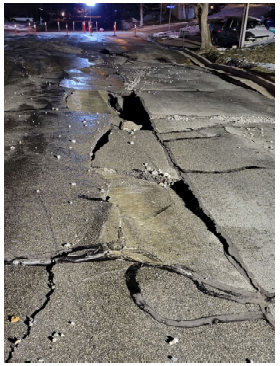
Miscellaneous Infrastructure Repair
(Non-Main Lines)

- **Past Years:** Galvanized lines with Lead Goose Necks, Saddles, Black Poly Lines, Large Meter Pits, Valves, Hydrants, ETC

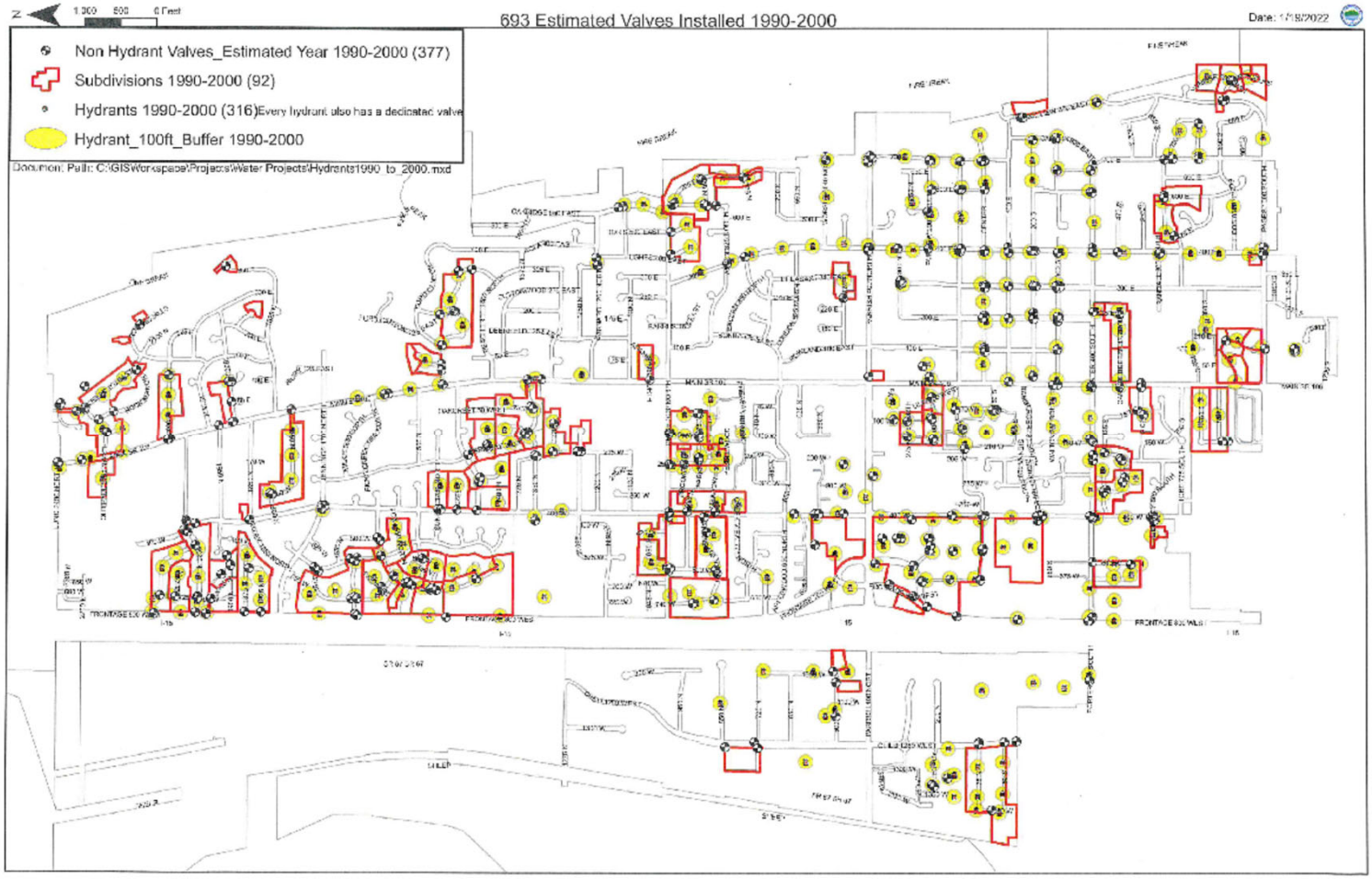
Needs:

- Valves
- Large Meter Pits
- Fire Hydrants

Infrastructure (Repair Chase Lane $200 K)



Water Valves That Needs The Bolts Replaced



Recommended Water Rate Increase

- 35% - 40% Increase in FY 2022-2023
- CPI Annual Increase up to 5% per Year
- CPI Evaluation Every Five Years

- NOTE
  - This Year We Have Seen a 25-35% Increase in Water Main Parts
  - Labor Costs Have Also Increased Approximately 25% In Past Year

UTAH DEPARTMENT of ENVIRONMENTAL QUALITY
DRINKING WATER

- Recommends combined Culinary/Secondary Rates should be 1.4% of Median Adjusted Gross Income (MAGI)
- Centerville's MAGI = $61,800[1]
- $61,800 x 1.4% = $865.20 annually or $72.10 monthly

[1]Source: https://deq.utah.gov/drinking-water/magi-by-city

Current Rates

Meter Size	Base Rate	$1.14 per 1,000 gallons	$1.56 per 1,000 gallons	$2.04 per 1,000 gallons
3/4"	$26.86	0-5,000	5,000-10,000	Above 10,000
1"	$60.90	0-10,000	10,000-20,000	Above 20,000
1 1/2"	$140.32	0-30,000	30,000-60,000	Above 60,000
2"	$231.09	0-50,000	50,000-100,000	Above 100,000
3"	$514.74	0-110,000	110,000-220,000	Above 220,000
4"	$1,422.42	0-310,000	310,000-620,000	Above 620,000

FY22 Budgeted Revenue $ 2,800,000

Increase in Revenue

Total Revenue

Increase: 35%

Meter Size	Base Rate	$1.54 per 1,000 gallons	$2.11 per 1,000 gallons	$2.75 per 1,000 gallons
3/4"	$36.26	0-5,000	5,000-10,000	Above 10,000
1"	$82.22	0-10,000	10,000-20,000	Above 20,000
1 1/2"	$189.43	0-30,000	30,000-60,000	Above 60,000
2"	$311.97	0-50,000	50,000-100,000	Above 100,000
3"	$694.90	0-110,000	110,000-220,000	Above 220,000
4"	$1,920.27	0-310,000	310,000-620,000	Above 620,000

FY22 Budgeted Water Sales Revenue $ 2,800,000

Increase in Revenue $ 980,000

Total Revenue $ 3,780,000

Sample Water Bills

							City-wide Average
	Family Size	2	4	6	9		
	Average Usage	3	3	6	9		**7**
Current Rates	Base Rate	$ 26.86	$ 26.86	$ 26.86	$ 26.86		**$ 26.86**
	Usage Amount	$ 3.42	$ 3.42	$ 7.81	$ 11.94		**$ 9.92**
	Bill Amount	$ 30.28	$ 30.28	$ 34.67	$ 38.80		**$ 36.78**
Proposed Rate (35% increase)	Base Rate	$ 36.26	$ 36.26	$ 36.26	$ 36.26		**$ 36.26**
	Usage Amount	$ 4.62	$ 4.62	$ 9.81	$ 16.14		**$ 11.92**
	Bill Amount	$ 40.88	$ 40.88	$ 46.07	$ 52.40		**$ 48.18**
	Monthly Difference	$ 10.60	$ 10.60	$ 11.40	$ 13.60		**$ 11.40**

CENTERVILLE CITY
WATER RATES
PROPOSED INCREASE

Centerville City is proposing a water rate increase.
This rate could start July 1.

Fiscal Year 2022

Resident Household Average
$36.78
Per Month

Fiscal Year 2023

Resident Household Average
$48.18
Per Month

Average Rate Increase $11.40 Per Month

Numbers are based upon the average household water consumption of 7,000 gallons per month.

CENTERVILLEUTAH.GOV