



Cost of Service and Rate Design Study

Council Presentation

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General Manager
August 1, 2011**

Discussion

- The Purpose
- The Process
- The Outcomes



The Purpose

- Revenue Requirements
- History
- Community Engagement
- California Law



The Process



- Develop 10-Year Financial Plans
- Stakeholder Workshop
- Cost of Service Analysis
- Rate Design

Stakeholder Advisory Committee

Optional

- Formal Community Engagement
- Educational Process
- Alignment of Community Values with Revenue Requirements



The Outcomes



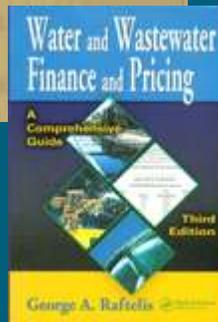
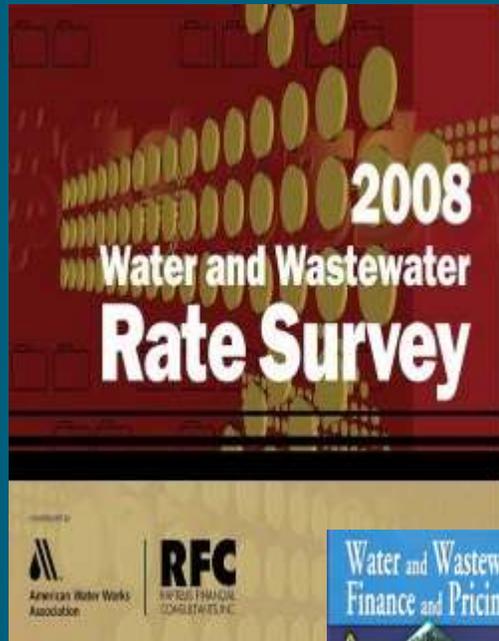
- Maintain Fair and Equitable Rates
- Sustain Financial Health
- Meet Community Expectations
- Anticipate the Future

Related Tasks



- Addressing Groundwater Concerns
- Training for Self Sufficiency

Consultant Selection



- Competitive Selection Process
- Raftelis Financial Consultants
- Industry Leader
- Financial Solutions
- Regulatory Knowledge

Recommendations

- Authorize the City Manager or delegate to enter into an agreement with Raftelis Financial Consultants, Inc. for professional services associated with a Cost of Service and Rate Design Study to evaluate water and wastewater revenues for an amount not to exceed \$165,000.
- As an option, direct staff to establish an Advisory Committee representing major customer groups to review the rate study and design process and make recommendations to Council at its conclusion.