

Attachment B

Outside City Rate Differential Calculation

		NOTES
Property Tax Component		
Total Utility Assets	\$156,163,699	
Estimated Property Tax (a)	276,410	Assets City-owned and tax not assessed
<i>Unit Cost (\$/hcf)</i>	<i>\$0.05</i>	Divide (a) by total water sales of 6.2 million hcf*
Police and Fire Component		
Total City Assets	\$10,734,000	
Percentage of Utility Assets (b)	1.5%	
Police and Fire Budget (c)	44,000,000	Estimated GF budget
<i>Unit Cost (\$/hcf)</i>	<i>\$0.10</i>	(b) x (c) divided by 6.2 million hcf
Water Supply Component		
United water total cost	\$2.05	
Average treated water cost	1.47	
Difference (\$ per hcf)	\$0.58	
TOTAL RATE DIFFERENTIAL PER HCF	\$0.73	

*HCF = 748 gallons