



ATTENTION STOCKTON RESIDENTS PROPOSED WATER RATE INCREASE

CURRENT RATE: \$32 first 10,000 gallons

PROPOSED: \$40 first 10,000 gallons (\$8 monthly increase to begin immediately upon approval)

WHY

The Town of Stockton has not adjusted its water rates since 2012 when the Town took out a loan for \$375,000 to have the 7,000 feet of cast iron water line replaced. To pay back this loan, a \$10 a month bond payment was added to each Town of Stockton utility bill.

In 2006/2007, the Town of Stockton obtained a loan from USDA for the Emergency Well ~\$1M. Water rates were not increased, nor was a bond issued for repayment of this loan at that time or anytime since. Therefore, currently, \$15.00 of every water utility payment has been going directly to payback of this loan.

We have now been notified by the United States Department of Agriculture (USDA) that the Town of Stockton is not generating enough income to financially sustain our current system as the cost of maintaining the Water Treatment Plant and the remainder of the older system has been steadily increasing. Basically, our rates are not sufficient to sustain and operate our Water System.

The USDA is recommending an \$18 increase, which we are proposing to spread over a three year period.

The first year resulting in an \$8 dollar increase per month—

The 2 subsequent years a proposed increase of \$5 per month for each year

(an assessment to be performed prior to changing any rates)

BOTTOM LINE*

What does this mean to each user

Current Utility Fees

Basic Water Usage	\$17.00
Water Bond	\$10.00
Meter Service Fee	<u>\$ 5.00</u>
	\$32.00

Sewer	\$43.50
Garbage (per can)	<u>\$12.00</u>
	\$87.50

Proposed Utility Fees

Basic Water Usage	\$25.00
Water Bond	\$10.00
Meter Service Fee	<u>\$ 5.00</u>
	\$40.00

Sewer	\$43.50
Garbage (per can)	<u>\$12.00</u>
	\$95.50

This change results in a ~\$.27 per day increase in the water portion of your utility bill

DEPOSITS FOR WATER AND GARBAGE WILL REMAIN AT \$100 FOR WATER; \$25 PER CAN FOR GARBAGE SERVICE

***Full Water Rate Schedule on Reverse**

TOWN HALL MEETING SCHEDULED FOR MAY 4, 2017 @ 7:00

For open conversation and questions with Town residents prior to Public Meeting

PUBLIC MEETING SCHEDULED FOR MAY 11, 2017 @ 7:00

Formal discussion with Town residents

Ongoing access to clean, safe water is critical to our economy, health and way of life. Although we live in different parts of the country, Americans are united in our dependence on water and the infrastructure that connects, protects, and supports it.

PROVIDING WATER ISN'T FREE

The average person living in Western States uses ~168 gallons of water per day and pay an average of \$5.11 per 1,000 gallons of drinking water, and \$5.25 per 1,000 gallons of wastewater they use. In some cases, the true value of water can be as high as \$30 per 1,000 gallons used.

In 2013, based upon a registered State of Utah survey, average consumer water bill in the State of Utah is \$47.03 per month per connection; with current costs at \$2.48 per 1,000 gallons of water.

TOWN OF STOCKTON, UTAH, WATER USAGE CHARGES

CURRENT RATE			
	Gallons Used		
Base		10,000	\$17.00
Tier 1	10,000	14,000	\$1.80
Tier 2	14,000	18,000	\$1.90
Tier 3	18,000	21,000	\$2.00
Tier 4	21,000	9,999,999	\$2.50
PROPOSED RATE			
	Gallons Used		
Base		10,000	\$25.00
Tier 1	10,000	14,000	\$2.00
Tier 2	14,000	18,000	\$2.20
Tier 3	18,000	21,000	\$2.50
Tier 4	21,000	9,999,999	\$2.75