



Legislation Details (With Text)

**File #:** RES 2020-029      **Name:** Waiving April 1 Water/Wastewater Rate Increase

**Type:** Resolution      **Status:** Passed

**File created:** 1/27/2020      **In control:** City Commission

**On agenda:** 2/27/2020      **Final action:** 2/27/2020

**Title:** A RESOLUTION WAIVING THE AUTOMATIC ANNUAL INCREASE FOR WATER AND WASTEWATER CHARGES FOR FISCAL YEAR 2020 EFFECTIVE ON APRIL 1, 2020.

**Sponsors:** Finance Department

**Indexes:** Fees, Resolution, Waiver, Water and Wastewater

**Code sections:** 20-82(9) - Automatic annual rate adjustment, Chapter 20, - Utilities

**Attachments:** 1. RESOLUTION 2020-029-Waiving April 1 Water Wastewater Rate Increase

Date	Ver.	Action By	Action	Result
2/27/2020	1	City Commission		

AGENDA ITEM REPORT

**TITLE:**

A RESOLUTION WAIVING THE AUTOMATIC ANNUAL INCREASE FOR WATER AND WASTEWATER CHARGES FOR FISCAL YEAR 2020 EFFECTIVE ON APRIL 1, 2020.

**BACKGROUND:**

The current water and wastewater rate structure provides for an automatic annual adjustment on April 1<sup>st</sup> of each year of the greater of 2.5% or inflation based on the Consumer Price Index (CPI) published by the U.S. Bureau of Labor Statistics for the Miami-Fort Lauderdale Metropolitan Area. This resolution will waive the automatic annual rate adjustment for Fiscal Year 2020.

**DISCUSSION:**

The rate structure was designed to ensure current and future rates are sufficient to cover operating and capital costs. After review, the Water and Wastewater Fund remains financially stable and is able to meet current and long term obligations, mainly due to previous rate adjustments, coupled with savings in operating and capital costs. As such, the Finance and Administrative Services Department is recommending that the City Commission waive the annual rate increase for Fiscal Year 2020. Ongoing monitoring of the Fund will ensure future financial stability.

**RECOMMENDATION:**

Staff recommends approval of this resolution.

**FISCAL IMPACT:**

**REVENUES:** (\$295,000)

**EXPENDITURES:** N/A

**BUDGETED:** No

**NOTES:** Water and Wastewater Fund - Water Sales Account 41 V34331 (\$175,000) and Sewer Sales Account 41-V34351 (\$120,000).