

Saint Paul Regional Water Services

St. Paul City Council

2024 Budget

December 6, 2023





2023 Budget Schedule Board of Water Commissioners

<u>Date</u>	<u>Meeting Topic</u>
7/11	Budget Introduction
8/8	Board Discussion
8/22	Budget Workshop
9/12	Public Hearing/Adoption

December – City Council Consideration



Spending Detail

Operations and Maintenance - \$89.7 Million

- Salaries and Fringes - \$29.5 Million
- Services – \$47.6 Million
- Materials and Supplies - \$12.6 Million

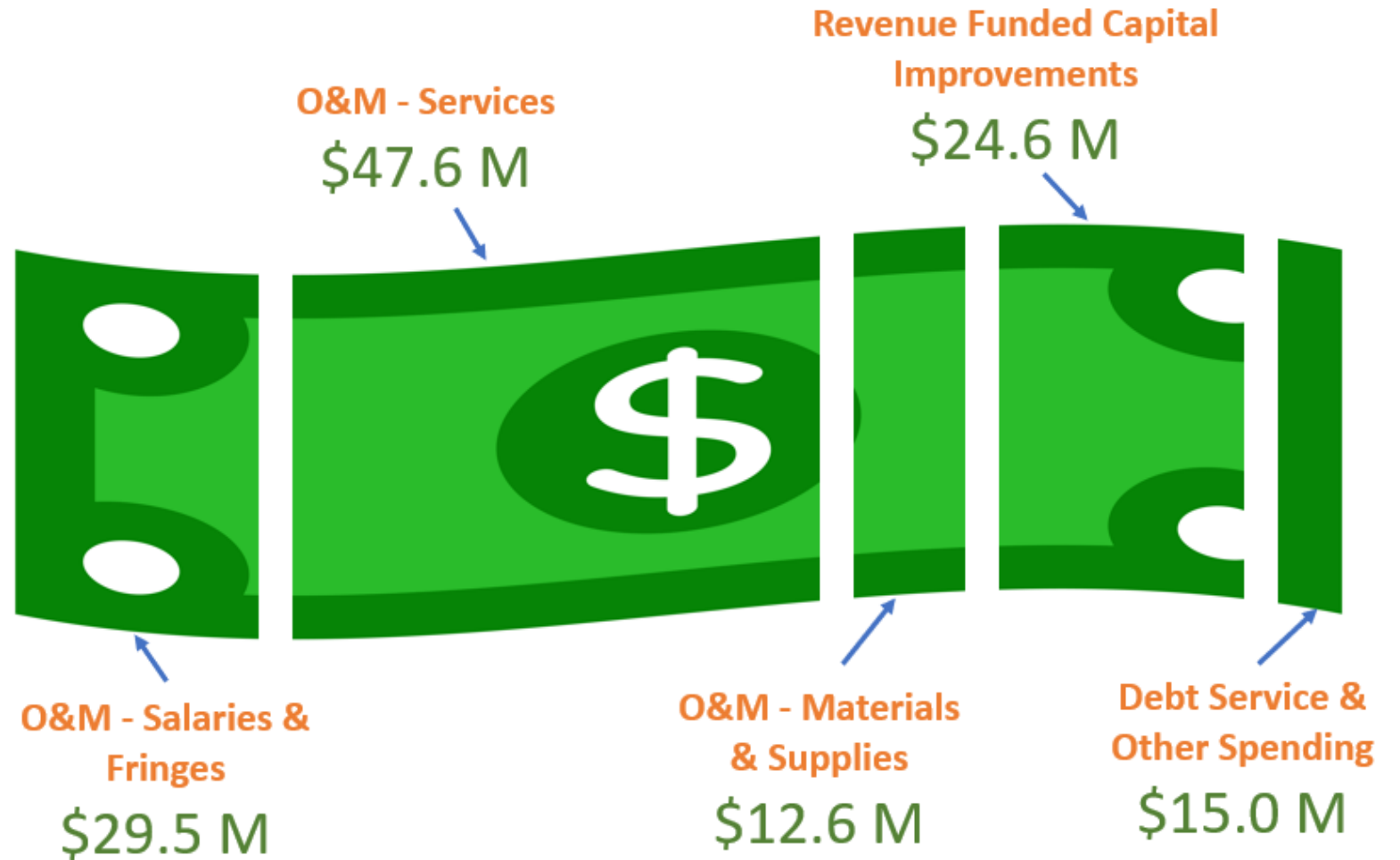
Capital Improvements- \$24.6 Million

- 10 Year Capital Plan (incorporates master plan)

Debt Service and Other Spending - \$15.0 million

- \$161.4 million currently in outstanding debt
- 2024 debt service payments will be \$15.0 million

2024 Proposed Budget - Spending



REVENUE DETAIL

Sale of Water - \$62.7 Million

- Consumption – No Change
- \$0.35 Increase per Unit

Water Service Base Fee - \$13.0 Million

- \$0.65 Monthly Increase

Misc Operating & Non-Operating - \$39.9M

- \$35.0 Million – PFA Lead Funding

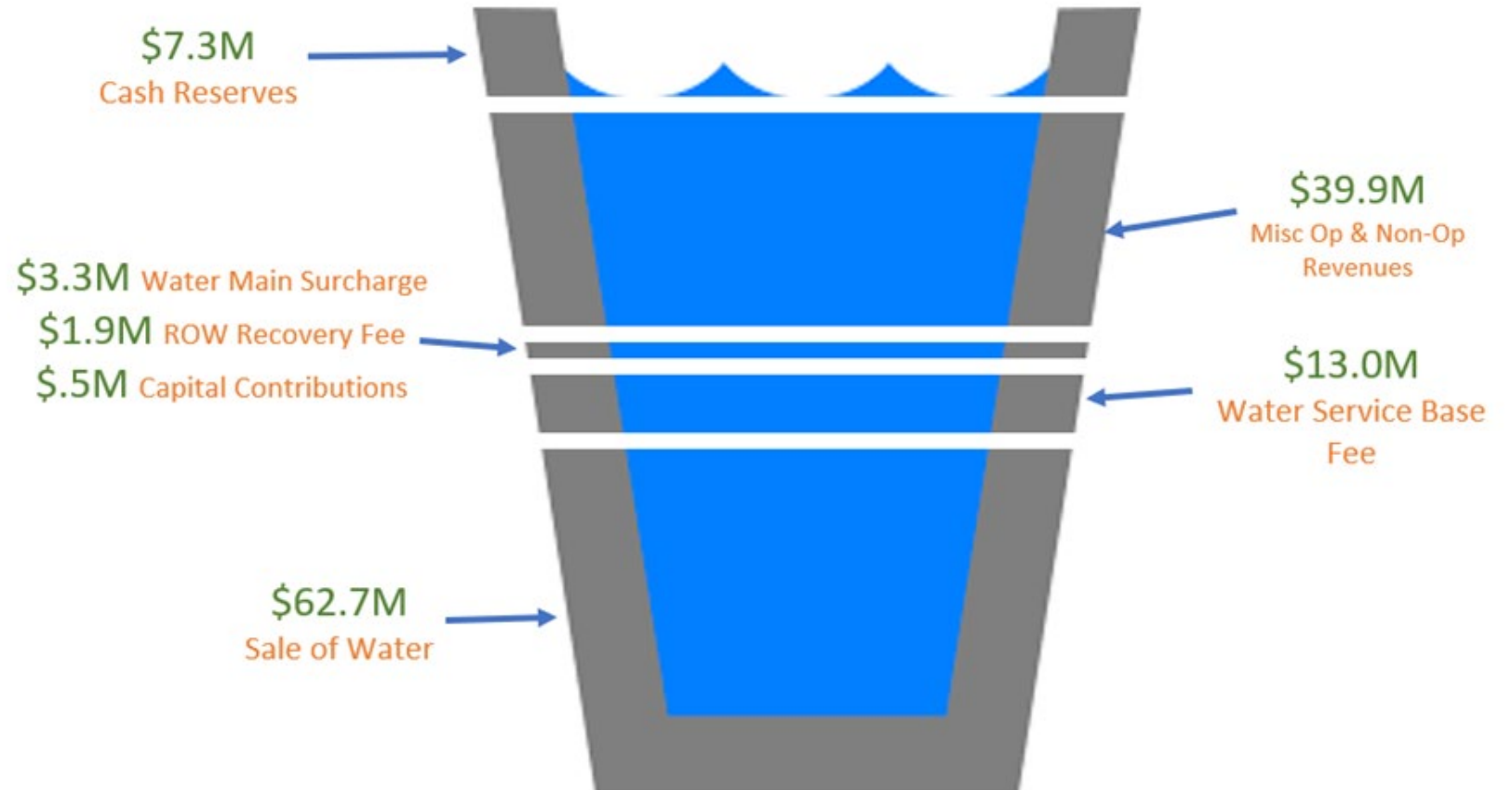
Water Main Surcharge - \$3.3 Million

- \$0.02 Monthly Increase
- Revenue Funded Capital

Cash Reserves - \$7.3 Million

- Projected to Stabilize Rates due to Project Debt Service

2024 Proposed Budget - Revenue



Customer Impact

- Consumption Base Rate increase of \$0.35 per unit*
 - From \$3.72 to \$4.07
- Water Main Surcharge increase of \$0.02 per unit*
 - From \$0.22 to \$0.24
- Water Service Base Fee increase of \$0.65 per month
 - From \$6.60 to \$7.25

Overall Impact on Average Household**

Increase of \$2.87 per month

*1 unit of water= 100 cubic feet or 748 gallons

**Assuming average household consumption of 72 units/year



Ensuring a Water Service Legacy

Project Benefits

Reliability – Eliminate single points of failure

Improved Water Quality

Improved Longevity and Reliability

Improved Maintainability

Reduce Water Loss and Improve Energy Efficiency

Spending Plan

2021: \$7.4 million

2022: \$48.8 million

2023: \$79.0 million

2024: **\$68.0 million**

2025: \$33.3 million

2026: \$14.5 million





Questions/Comments

St. Paul City Council

SPRWS 2024 Budget