

**TOWN OF MIAMI  
PUBLIC NOTICE**

**NOTICE OF INTENT TO INCREASE WASTEWATER RATES  
PURSUANT TO A.R.S. § 9-511.01**

The Council of the Town of Miami, Gila County, Arizona, at a public meeting on November 14, 2016, adopted a motion to direct staff to publish a Notice of Intention that the Town of Miami intends to increase rates related to Wastewater Services.

The proposed fees and charges are based upon a study prepared by Economists.com to determine the wastewater rates required to comply with its debt service requirements and to pay the cost of capital, operation and maintenance requirements for the Town's sewer system.

The following rates are proposed:

	<u>Current</u>		<u>Proposed</u>
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**Residential**

Base Charge	\$	25.00	\$	25.50
Usage Charge Per 2,500 Gallons		17.25		17.75

**Commercial N**

Base Charge		12.99		13.25
Usage Charge Per 2,500 Gallons		8.78		8.96

**Commercial Z**

Base Charge		25.00		25.50
Usage Charge Per 2,500 Gallons		16.88		17.22

**Commercial C**

Base Charge		25.00		25.50
Usage Charge Per 2,500 Gallons		20.98		21.40

**Commercial R**

Base Charge		25.00		25.50
Usage Charge Per 2,500 Gallons		16.88		17.22

**The Miami Town Council will consider approving these proposed rates in a Public Hearing to be held January 16, 2017 in the Council Chambers, 500 West Sullivan Street, Miami, Arizona 85539, as part of the Council Meeting scheduled to begin at 6:30 p.m.**

**THE ABOVE WASTEWATER RATES WILL BECOME EFFECTIVE THIRTY (30) DAYS AFTER APPROVAL BY THE TOWN COUNCIL.**

A copy of the written report supporting these increases may be reviewed at the office of the Town Clerk of the Town of Miami, 500 West Sullivan Street, Miami, Arizona 85539 during normal office hours, Monday through Friday, 8am – 5pm. Persons wishing to comment on the proposed changes may do so, in writing, prior to the public hearing to be held on the date listed above or may testify in person at the hearing.

Dated this 14 day of November, 2016.

TOWN OF MIAMI

Karen Norris  
Town Clerk

# Recommended Wastewater Rate Plan



Scen: 2014 12 04 -- Alt 1 Phase 2 - 5 Funding

	Current	Effective Mar-15	Effective Jan-16	Effective Jan-17	Effective Jan-18
<b>Residential Monthly Charges</b>					
Base Charge	\$ 18.50	\$ 25.00	\$ 25.00	\$ 25.50	\$ 26.01
Volume Charge Per 2,500 Gallons	12.75	17.25	17.25	17.75	18.25

## Impact on Monthly Charges

### 2,500 Gallons

Total	\$ 31.25	\$ 42.25	\$ 42.25	\$ 43.25	\$ 44.26
Increase		11.00	-	1.00	1.01

### 5,000 Gallons

Total	44.00	59.50	59.50	61.00	62.51
Increase		15.50	-	1.50	1.51

# FY 2015 – FY 2019 Forecast Cost of Service



Scenario:  
Phase 2 and Phase 3-5 Funding

	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019
<b>WASTEWATER</b>					
<b>Utility Revenue Requirement</b>					
Operating & Maintenance	\$ 392,811	\$ 404,595	\$ 416,733	\$ 429,235	\$ 442,112
Capital Outlays	50,000	72,000	72,330	72,670	78,020
Current Debt Service	29,604	44,723	36,108	36,108	36,108
Future Debt Service	-	26,775	150,517	150,509	150,510
Debt Service Reserve Fund (DSRF)	<u>1,916</u>	<u>3,611</u>	<u>18,662</u>	<u>18,662</u>	<u>18,662</u>
<b>Total Cost of Service</b>	<b>474,331</b>	<b>551,704</b>	<b>694,350</b>	<b>707,183</b>	<b>725,412</b>