

Seattle Public Utilities Drainage & Wastewater Rate Proposal

**Presentation to Seattle Public Utilities
and Neighborhoods Committee**

June 23, 2015



Strategic Business Plan Update

Rate proposal and current projections support SBP promise to customers to stay within 4.6% average annual increase

<u>SBP</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2015-20</u>
Water	0.0%	5.2%	5.2%	4.1%	4.4%	2.6%	3.6%
Wastewater	0.8%	3.9%	1.8%	2.8%	7.2%	8.1%	4.1%
Drainage	9.8%	10.1%	8.1%	7.8%	8.1%	8.0%	8.6%
Solid Waste	4.2%	3.5%	6.0%	4.0%	2.9%	2.4%	3.8%
Combined	2.7%	5.0%	4.7%	4.2%	5.5%	5.2%	4.6%

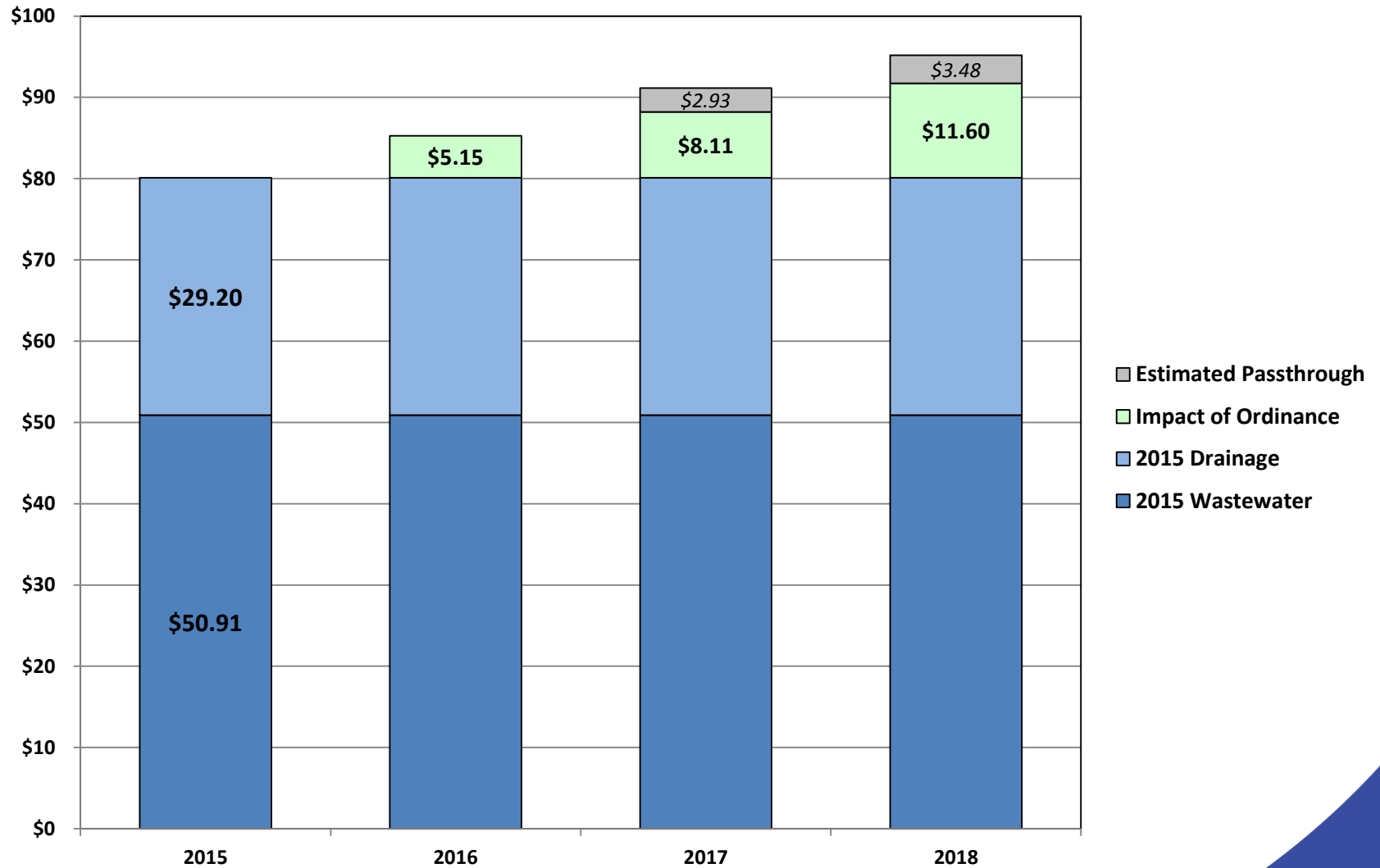
	Adopted	Decrease	Increase				
<u>CURRENT</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2015-20</u>
Water	0.0%	1.7%	2.7%	4.5%	4.6%	5.2%	3.1%
Wastewater	0.8%	3.6%	4.6%	2.0%	7.7%	4.5%	4.1%
Drainage	9.8%	9.9%	10.0%	7.6%	11.2%	7.7%	9.4%
Solid Waste	5.1%	3.8%	3.0%	3.6%	5.0%	2.7%	3.9%
Combined	2.9%	4.1%	4.5%	3.9%	6.7%	5.4%	4.6%

Wastewater and drainage include the impact of estimated King County treatment increases in 2017 and 2018.

Summary of Overall Rate Increases

	<u>2016</u>	<u>2017</u>	<u>2018</u>
<u>Wastewater</u>			
Ordinance	3.6%	0.1%	1.2%
<i>Estimated KC Treatment</i>	<u>0.0%</u>	<u>4.5%</u>	<u>0.8%</u>
<i>Increase with Est. KC Treatment</i>	3.6%	4.6%	2.0%
<u>Drainage</u>			
Ordinance	9.9%	8.4%	5.9%
<i>Estimated KC Treatment</i>	<u>0.0%</u>	<u>1.6%</u>	<u>1.7%</u>
<i>Increase with Est. KC Treatment</i>	9.9%	10.0%	7.6%

Monthly Bill Impacts – Typical Residential



Summary of Rate Proposal

- **Within SBP overall 4.6% average annual rate increase target**
- **Reflect recent changes in O&M and CIP while maintaining SBP service levels**
- **Reflect latest demand forecasts**
- **Meets or exceeds all financial policies each year**