

# Spring Creek/Cow Creek Sanitary District

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Clean Water Loan 2 (CW-02)

August 14, 2024



# Overview

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- ❑ Past Loans With Surcharges Determined
- ❑ Current Loan With Proposed Surcharge
- ❑ Usage Classes
- ❑ Proposed Costs
- ❑ Looking to the Future
- ❑ Questions

# Past Loans

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- DW-01 (April 2022)
  - Current surcharge of \$7.85                      Loan \$440,000
- CW-01 (April 2022)
  - Current surcharge of \$15.20                      Loan \$863,002
- DW-02 (January 2024)
  - Current surcharge of \$5.20                      Loan \$300,000

**Total amount of past loans is \$1,603,002.**

**Total past loan obligated surcharge is \$28.25 per user.**



# Past Loans

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- ❑ Past loans are calculated using a per user basis.
- ❑ Each user, regardless of the amount of usage is charged the same.

**The district has been advised against reopening the currently obligated loans for a revision in the repayment terms.**



# Current Loan

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- CW-02 (April 2024)                      Loan \$3,627,880
  - The district has been exploring options to more evenly distribute the cost of the system upgrades based on a blocked usage scale.
  - The proposed blocked usage scale would apply only to loan CW-02.
  - Proposing to split the total metered usage into residential and non-residential classes utilizing the month of July usage.
  - Proposing to establish two residential classes and five non-residential classes.



# Usage Classes - Residential

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- Two User Classes

- Users up to 3,000 gallons (July usage).

- 225 users

- Users with more than 3,000 gallons (July usage).

- 65 users



# Usage Classes – Non-Residential

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- Five User Classes
  - 0-50,000 gallons
    - 10 users
  - 50,001 to 100,000 gallons
    - 1 user
  - 100,001 to 150,000 gallons
    - 1 user
  - 150,001 to 200,000 gallons
    - 1 user
  - Greater than 200,000 gallons
    - 1 user

# Proposed Residential Costs

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## □ 2025 Proposed Rates Class 1

|                |                 |
|----------------|-----------------|
| ■ Base Water   | \$38.79         |
| ■ Base Sewer   | \$26.82         |
| ■ DW-01        | \$7.85          |
| ■ DW-02        | \$5.20          |
| ■ WW-01        | \$15.20         |
| ■ WW-02        | \$30.34         |
| ■ <b>TOTAL</b> | <b>\$124.20</b> |

# Proposed Residential Costs

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## □ 2025 Proposed Rates Class 2

|                |                 |
|----------------|-----------------|
| ■ Base Water   | \$38.79         |
| ■ Base Sewer   | \$26.82         |
| ■ DW-01        | \$7.85          |
| ■ DW-02        | \$5.20          |
| ■ WW-01        | \$15.20         |
| ■ WW-02        | \$40.34         |
| ■ <b>TOTAL</b> | <b>\$134.20</b> |

# Proposed Non-Residential Costs

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## □ 2025 Proposed Rates Class 1

|                |                 |
|----------------|-----------------|
| ■ Base Water   | \$78.21         |
| ■ Base Sewer   | \$118.31        |
| ■ DW-01        | \$7.85          |
| ■ DW-02        | \$5.20          |
| ■ WW-01        | \$15.20         |
| ■ WW-02        | \$215.00        |
| ■ <b>TOTAL</b> | <b>\$439.77</b> |

# Proposed Non-Residential Costs

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## □ 2025 Proposed Rates Class 2

|                |                 |
|----------------|-----------------|
| ■ Base Water   | \$78.21         |
| ■ Base Sewer   | \$118.31        |
| ■ DW-01        | \$7.85          |
| ■ DW-02        | \$5.20          |
| ■ WW-01        | \$15.20         |
| ■ WW-02        | \$630.00        |
| ■ <b>TOTAL</b> | <b>\$854.77</b> |

# Proposed Non-Residential Costs

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## □ 2025 Proposed Rates Class 3

|                |                   |
|----------------|-------------------|
| ■ Base Water   | \$78.21           |
| ■ Base Sewer   | \$118.31          |
| ■ DW-01        | \$7.85            |
| ■ DW-02        | \$5.20            |
| ■ WW-01        | \$15.20           |
| ■ WW-02        | \$1,245.00        |
| ■ <b>TOTAL</b> | <b>\$1,469.77</b> |

# Proposed Non-Residential Costs

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## □ 2025 Proposed Rates Class 4

|                |                   |
|----------------|-------------------|
| ■ Base Water   | \$78.21           |
| ■ Base Sewer   | \$118.31          |
| ■ DW-01        | \$7.85            |
| ■ DW-02        | \$5.20            |
| ■ WW-01        | \$15.20           |
| ■ WW-02        | \$2,060.00        |
| ■ <b>TOTAL</b> | <b>\$2,284.77</b> |

# Proposed Non-Residential Costs

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## □ 2025 Proposed Rates Class 5

|                |                   |
|----------------|-------------------|
| ■ Base Water   | \$78.21           |
| ■ Base Sewer   | \$118.31          |
| ■ DW-01        | \$7.85            |
| ■ DW-02        | \$5.20            |
| ■ WW-01        | \$15.20           |
| ■ WW-02        | \$3,075.00        |
| ■ <b>TOTAL</b> | <b>\$3,299.77</b> |



# Looking to the Future

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- ❑ Total loan amount of all loans is \$5,230,882.
- ❑ The district has been growing rapidly.
  - Approximately 15 new connections per year.
- ❑ Rates may be adjusted on an annual basis.
  - Anticipated to adjust based on additional users as the district grows.
  - Additional users will spread the costs of the existing debt service to more users.

# Questions

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