

AGENDA
CITIZENS UTILITY ADVISORY BOARD
February 1, 2017
7:00pm

Johnson Creek Facility
6101 SE Johnson Creek Blvd

- | | | |
|------|--|--------------|
| I. | CONSENT AGENDA | CUAB Board |
| | A. Approve Minutes from
January 4, 2017 meeting | ALL |
| II. | REPORT | |
| | A. Water Fund Review | Chuck |
| III. | DISCUSSION | |
| | A. Water Rate Check Recommendation | Chuck |
| | B. Recruitment | |
| IV. | MATTERS FROM THE BOARD | CUAB Members |
| V. | FUTURE MEETING DATE/AGENDA ITEMS | ALL |
| | Next regular meeting: March 1, 2017 – Wastewater Fund - Rate check | |
| VI. | ADJOURN | |

CUAB Meeting Minutes
Wednesday, January 4, 2017
Johnson Creek Facility - CD Conference Room
6101 SE Johnson Creek Blvd

Members Present

Vincent Alvarez, Chair
Kevin Hasey, Vice Chair
Edward Simmons
Joel Bergman

Members Absent

None

Staff Present

Chuck Eaton, Engineering Director
Gary Parkin, Public Works Director

Meeting began at 7:05 p.m.

I. CONSENT AGENDA

The December 7, 2016, meeting minutes were approved 4-0.

II. REPORT

- A. SSMP Program – Engineering Director Eaton continued the discussion on the potential for updating of the Surface Street Maintenance Program. Changing the SSMP would require an ordinance revision as the rate is part of an ordinance. City Council will be considering the issue, at the May 16, 2017, City Council meeting, and is wanting a recommendation from the CUAB. Staff will be meeting with PSAC on January 26th to discuss the issues and is planning on reporting to City Council at the February 7th work session to put forward both CUAB and PSAC positions to receive input from Council prior to a final recommendation.

Chuck presented the results from the rate comparison that was done at the request of the members at the December meeting, which indicated that Milwaukie is in the middle of the comparable cities.

- B. Street Fund – Public Works Director Parkin discussed the status and impacts of all programs on the overall street fund and described how the funds were utilized and the status of each fund.

III. DISCUSSION

A. The members had a lengthy discussion on the pros and cons of various proposals discussed, these included:

- Maintaining status quo (no SSMP rate change) (Pavement Condition Index (PCI) falls to 61 over 20 years, no reconstruction done).
- Indexing current rate (Approximately \$4.03/residential property now, begin to index annually).
- Increasing the rate to \$6.57/residential property (PCI raised/maintained at 75).

Vince made a **motion** to retroactively adjust the rate to account for inflation since the program began and index annually from that point forward beginning July 1, 2017. Motion was seconded by Kevin. Motion passed 4-0.

IV. FUTURE MEETING DATE/AGENDA ITEMS

To prepare for the budget adoption in May, upcoming meetings will focus on the following:

February – Water rates

March – Wastewater rates

April – Stormwater rates

May - final for May 16th budget meeting

V. ADJOURN

Adjourned at 9:00 p.m.

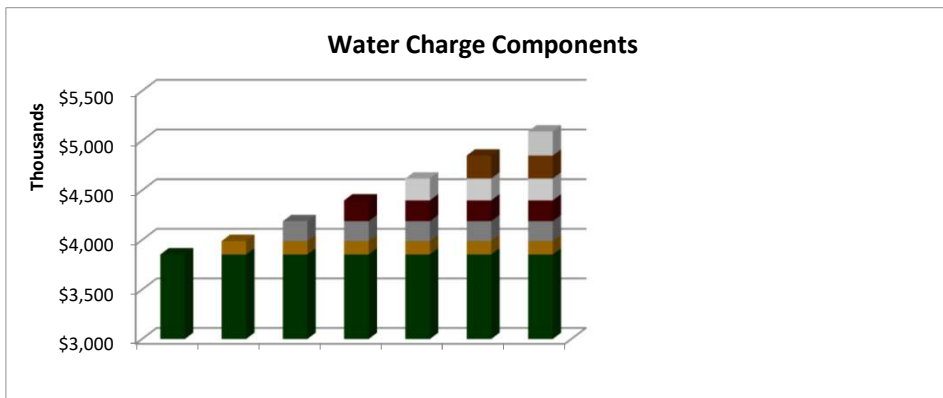
Vincent Alvarez, Chair

Chuck Eaton, Scribe

City of Milwaukee

Water Fund or Fund
(amounts in thousands) thousands

	ACTUALS					PROJECTED						
	FY12	FY13	FY14	FY15	FY16	Current Year	+1	+2	+3	+4	+5	
	FY17	FY18	FY19	FY20	FY21	FY22						
Resources												
Beginning fund balance	\$ (109)	\$ (225)	\$ 211	\$ 781	\$ 1,700	\$ 3,461	\$ 2,152	\$ 1,643	\$ 2,120	\$ 1,622	\$ 1,656	
Adjustment to audit balance	-	-	-	-	-	-	-	-	-	-	-	
Water charges - base	2,283	2,739	3,074	3,629	3,855	3,855	3,990	4,191	4,401	4,621	4,852	0.00%
Water charges - rate increases	-	-	-	-	-	135	201	210	220	231	243	0.00%
Interest	-	-	-	-	-	-	-	-	-	-	-	5.00%
Miscellaneous	71	83	83	69	106	65	65	66	67	68	69	1.00%
Debt proceeds	-	-	-	-	-	-	-	-	-	-	-	0.00%
Transfers from other funds	-	-	-	-	284	-	-	-	-	-	-	0.00%
Total revenues	2,354	2,822	3,157	3,698	4,245	4,055	4,256	4,467	4,688	4,920	5,164	
Total Resources	\$ 2,245	\$ 2,597	\$ 3,368	\$ 4,479	\$ 5,945	\$ 7,516	\$ 6,408	\$ 6,110	\$ 6,808	\$ 6,542	\$ 6,820	
Personnel services	481	485	540	548	574	728	783	812	854	883	883	PS Spreadsheet
Personnel services (temp/seasonal)	34	38	21	27	11	50	55	59	62	65	65	PS Spreadsheet
Materials & services (base)	246	194	286	297	280	382	383	393	403	413	423	2.50%
M&S (franchise fee to transportation)	181	230	263	290	269	307	318	351	369	387	406	Calculated
M&S (electricity costs)	177	177	173	188	186	202	212	223	234	246	258	5.00%
M&S (internal service charges)	-	-	-	-	-	-	-	-	-	-	-	
Debt service	-	-	-	-	-	-	14	14	14	14	14	0.75%
Transfers to other funds	987	980	990	915	915	1,140	1,180	1,239	1,301	1,366	1,434	5.00%
Capital outlay												
Scheduled capital projects	364	258	314	514	249	2,301	1,820	845	1,917	1,512	1,304	Per CIP
Maintenance improvements	-	24	-	-	-	-	-	-	-	-	-	Per CIP
Additions (vehicles & equip)	-	-	-	-	-	105	-	55	32	-	-	Per CIP
Other	-	-	-	-	-	149	-	-	-	-	-	
Total expenditures	2,470	2,386	2,587	2,779	2,484	5,364	4,765	3,991	5,186	4,886	4,787	
Ending fund balance												
Policy requirement (50%)	1,050	1,050	1,140	1,130	1,120	1,400	1,470	1,540	1,610	1,680	1,730	
Reserve for vehicle replacement	-	30	80	100	100	100	100	100	100	100	100	
Over (under) policy/reserves	(1,275)	(869)	(439)	470	2,241	652	73	480	(88)	(124)	202	
Total ending fund balance	(225)	211	781	1,700	3,461	2,152	1,643	2,120	1,622	1,656	2,032	
Total Requirements	\$ 2,245	\$ 2,597	\$ 3,368	\$ 4,479	\$ 5,945	7,516	6,408	\$ 6,110	\$ 6,808	\$ 6,542	\$ 6,820	



Utility Rate Information:	0%	17.10%	12.63%	12.75%	5.00%	3.50%	5.00%	5.00%	5.00%	5.00%	5.00%
% water rate increases											

Updated 2/1/17 - Pe