

MEMORANDUM

To: Mayor and City Council Members

Douglas G. Faseler, City Manager

From: Rick Cortes

Assistant City Manager

Re: Proposed Rio Nogales Power Plant Reuse Water Increase

Date: August 10, 2017

In accordance with the Rio Nogales Water Supply and Wastewater Agreement, staff is recommending an increase to the Rio Nogales reuse water rates for Fiscal Year 2017-18. Please note that the Water supply and Wastewater Requirements Agreement between the City of Seguin and the Rio Nogales Power Plant (RNPP) provides for the City to increase the reuse water rates up to 15% every five years. The last increase was approved on April 2012. If approved, the current reuse water rate for Rio Nogales will increase from \$1.70/1000 gallons to \$1.95/1000 gallons.

Staff recommends approval, and will be available for questions at the Tuesday, August 15, City Council Meeting.

Cc: Susan Caddell

Leann Wilkerson Andrew Quittner

File