SEWER AND STORMWATER RATES
FY 2016-17
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Bureau of Environmental Services
Proposed rates will fund operation and maintenance of the sewer and stormwater systems, protection of surface and groundwater, and restoration and preservation of Portland’s watersheds, including:

- Pumping and treatment costs
- Stormwater management and protection of watershed health
- Maintenance and reconstruction of the sewer system
- Response to the City’s role in Superfund
Budget Highlights

Maintain current service level. Total additions of $2.2 million to the operating budget, including:

- Condition assessment
- Strategic planning initiatives
- Regulatory and permit compliance
- Support for current levels of service
- Capital Program sustained support
- Emergency Preparedness

Primary focus of capital program remains maintenance and reliability of the system
Environmental Services FY 2016-17
Proposed Budget — $473.5 million

$30 million
Cash Funding of Capital Improvements and Rate Stabilization Transfers

$112.7 million
Capital Improvements

$122.9 million
Operations and Maintenance (including Portland Harbor Superfund)

$181.9 million
Debt Service

$26 million
GF Central Services, Utility License Fee, Pension Obligation Bonds
Residential Rates

Average single family residential monthly sewer and stormwater bill increases by $2.20 (3.25%), from $67.60 to $69.80

- Sanitary sewer costs of $41.64 per month
- Stormwater management costs of $27.43 per month
- Portland Harbor Superfund costs of $0.73 per month
Assistance Programs

• Qualifying low income customers receive a discount of $30.87 per month
  – Approx. 7,300 on program

• Clean River Rewards Stormwater Discount Program in effect through June 2017
  – 33,369 active contracts with a typical discount of $8.57 on an average single family monthly residential bill
FY 2016-17 Bill Increases vs. Forecasts

Revised downward due to:
- Use of $1.1 million of Rate Stabilization Funds
- Cost recovery for Land Use and Building Plan Reviews ($1.4 million)

Reduces collection from residential ratepayers by approximately $800,000.
Past and Projected Bill Increases

Percentage Increases in Average Monthly Residential Bills

<table>
<thead>
<tr>
<th>Year</th>
<th>Percentage Increase</th>
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<tbody>
<tr>
<td>FY 2012</td>
<td>5.97%</td>
</tr>
<tr>
<td>FY 2013</td>
<td>5.4%</td>
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<tr>
<td>FY 2014</td>
<td>5.32%</td>
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<tr>
<td>FY 2015</td>
<td>4%</td>
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<tr>
<td>FY 2016</td>
<td>3.6%</td>
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<td>FY 2017</td>
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<tr>
<td>FY 2018</td>
<td>3.25%</td>
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<tr>
<td>FY 2019</td>
<td>3.25%</td>
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<tr>
<td>FY 2020</td>
<td>3.25%</td>
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<tr>
<td>FY 2021</td>
<td>3.25%</td>
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Typical Single-family Residential Water and Sewer/Stormwater Monthly Bill

Current Bill: $99.21
$31.61 Water
$67.60 Sewer/Stormwater

New Bill: $103.63
$33.83 Water
$69.80 Sewer/Stormwater

Combined requested rate increase of 4.45%