

Proposed Cedar City Water Rates Adjustments 2022 - 2026

Single-Family Residential Rates

Rates per 1,000 gallons of usage

Tier #	Tier Allowance (gallons)	Current Rates	Proposed Rates on July 1, 2022	Proposed Rates on July 1, 2023	Proposed Rates on July 1, 2024	Proposed Rates on July 1, 2025
Base Fee		\$17.00	\$17.00	\$17.00	\$17.00	\$17.00
1	0 – 8,000	\$0.90	\$1.00	\$1.00	\$1.00	\$1.00
2	8,001 – 20,000	\$1.00	\$1.50	\$1.84	\$2.18	\$2.52
3	20,001 – 35,000	\$2.00	\$2.50	\$3.35	\$4.21	\$5.06
4	Above 35,000	\$2.16	\$3.00	\$3.85	\$4.71	\$5.56

Notes regarding single-family residential rates:

1. New rates for single-family residential water usage are proposed to go into effect on July 1, 2022. The new rates proposed to begin in 2022 will be the base rates that are used to cover O&M and capital costs for the Water enterprise fund.
2. Beginning on July 1, 2023, a water acquisition surcharge is proposed to be added to Tiers 2, 3, and 4. Tier 2 carries 40% of the surcharge. Tiers 3 and 4 carry 100% of the surcharge.
3. The water acquisition surcharge is intended to be used for water rights purchases and administration of water rights.
4. The proposed water acquisition surcharge is \$2.56 that is proposed to be phased in over a 3-year period beginning on July 1, 2023. The surcharge is based on an appraised water rights value of \$10,000/acre-foot.
5. If needed in the future, the water acquisition surcharge can be updated based on the results of a new water rights appraisal. The new surcharge can be calculated by multiplying the appraised value by 0.0002557 and then dividing over 3 years.

Multi-Family Residential Rates

Rates per 1,000 gallons of usage

Tier #	Tier Allowance times # of units (gallons)	Current Rates	Proposed Rates on July 1, 2022	Proposed Rates on July 1, 2023	Proposed Rates on July 1, 2024	Proposed Rates on July 1, 2025
Base Fee		\$17.00	\$17.00	\$17.00	\$17.00	\$17.00
1	0 – 5,000	\$0.90	\$1.00	\$1.00	\$1.00	\$1.00
2	5,001 – 10,000	\$1.00	\$1.50	\$1.84	\$2.18	\$2.52
3	10,001 – 15,000	\$2.00	\$2.50	\$3.35	\$4.21	\$5.06
4	Above 15,000	\$2.16	\$3.00	\$3.85	\$4.71	\$5.56

Notes regarding multi-family residential rates:

1. New rates for multi-family residential water usage are proposed to go into effect on July 1, 2022. The new rates proposed to begin in 2022 will be the base rates that are used to cover O&M and capital costs for the Water enterprise fund.
2. Beginning on July 1, 2023, a water acquisition surcharge is proposed to be added to Tiers 2, 3, and 4. Tier 2 carries 40% of the surcharge. Tiers 3 and 4 carry 100% of the surcharge.
3. The water acquisition surcharge is intended to be used for water rights purchases and administration of water rights.
4. The proposed water acquisition surcharge is \$2.56 that is proposed to be phased in over a 3-year period beginning on July 1, 2023. The surcharge is based on an appraised water rights value of \$10,000/acre-foot.
5. If needed in the future, the water acquisition surcharge can be updated based on the results of a new water rights appraisal. The new surcharge can be calculated by multiplying the appraised value by 0.0002557 and then dividing over 3 years.

Non-residential (Commercial, Industrial, & Institutional) Rates

Rates per 1,000 gallons of usage

Tier #	Tier Allowance (gallons)	Current Rates	Proposed Rates on July 1, 2022	Proposed Rates on July 1, 2023	Proposed Rates on July 1, 2024	Proposed Rates on July 1, 2025	Proposed Rates on July 1, 2026
Base Fee		\$17.00	\$17.00	\$17.00	\$17.00	\$17.00	\$17.00
1	0 – 20,000	\$1.00	\$1.00	\$1.00	\$1.00	\$1.00	\$1.00
2	20,001 – 50,000	\$1.00	\$1.40	\$1.81	\$2.21	\$2.62	\$3.02
3	above 50,000	\$1.00	\$1.71	\$2.42	\$3.14	\$3.85	\$4.56

Notes regarding non-residential rates:

1. New rates for non-residential water usage are proposed to go into effect on July 1, 2022. The new rates will include a phase-in of the base rates that are used to cover O&M and capital costs for the Water enterprise fund, as well as a phase-in of the water acquisition surcharge.
2. The base rate for Tiers 2 and 3 is proposed to be increased to \$2.00 which is used to cover O&M and capital costs. In addition, a water acquisition surcharge is proposed to be added to Tiers 2 and 3. Tier 2 carries 40% of the surcharge. Tier 3 will carry 100% of the surcharge.
3. The water acquisition surcharge is intended to be used for water rights purchases and administration of water rights.
4. The proposed water acquisition surcharge of \$2.56, along with the \$1.00 increase to the base rate, is proposed to be phased-in over a 5-year period beginning on July 1, 2022. The surcharge is based on an appraised water rights value of \$10,000/acre-foot.
5. If needed in the future, the water acquisition surcharge can be updated based on the results of a new water rights appraisal. The new surcharge can be calculated by multiplying the appraised value by 0.0002557 and then dividing over 5 years. (Note that the \$1.00 increase to the base rate in Tiers 2 and 3 is also being phased-in over 5 years.)

Single-Family Residential Rates

Average Monthly Bill with proposed increases from the current rates

Water Use (gallons)	Current Rate	2022 Rate	2023 Rate	2024 Rate	2025 Rate
8,000	\$24.20	\$25.00 (+\$0.80)	\$25.00 (+\$0.80)	\$25.00 (+\$0.80)	\$25.00 (+\$0.80)
20,000	\$36.20	\$43.00 (+\$6.80)	\$47.08 (+10.88)	\$51.16 (+\$14.96)	\$55.24 (+\$19.04)
35,000	\$66.20	\$80.50 (+\$14.30)	\$97.33 (+\$31.13)	\$114.31 (+\$48.11)	\$131.14 (+\$64.94)
70,000	\$141.80	\$185.50 (+\$43.70)	\$232.08 (+\$90.28)	\$279.16 (+\$137.36)	\$325.74 (+\$183.94)

Non-residential Rates

Average Monthly Bill with proposed increases from the current rates

Water Use (gallons)	Current Rate	2022 Rate	2023 Rate	2024 Rate	2025 Rate	2026 Rate
20,000	\$37.00	\$37.00 (no change)	\$37.00 (no change)	\$37.00 (no change)	\$37.00 (no change)	\$37.00 (no change)
50,000	\$67.00	\$79.00 (+\$12.00)	\$91.30 (+\$24.30)	\$103.30 (+\$36.30)	\$115.60 (+\$48.60)	\$127.60 (+\$60.60)