

SCHEDULE EIGHT

UTILITY FEES SCHEDULE

The **2024 Mayor's Recommended Rates** for Water and Sanitary Sewer fees include both a variable rate component based on water usage and a fixed rate component based on the size of the water meter servicing the property. The Stormwater Sewer fees are based on the size of the property and an accepted stormwater runoff coefficient, and the Solid Waste and Recycling fees are presented as a base fee plus a large/small cart component. Factors affecting the utility rates are discussed in the Financial Plans for the respective enterprise funds. The table below provides a summary of the anticipated change in an average residential customer's combined utility bill from **2023 to 2024**.

Monthly and Annual Cost for Average Customer

| | 2023 | 2024 Average* | 2024 Annual Average | 2024 monthly dollar change | 2024 % change |
|--------------------------------|-----------------|------------------|------------------------|-------------------------------|------------------|
| Water* | \$29.82 | \$31.56 | \$378.72 | \$1.74 | 5.8 % |
| Sanitary Sewer | \$38.82 | \$40.46 | \$485.52 | \$1.64 | 4.2 % |
| Stormwater- City | \$14.19 | \$14.62 | \$175.44 | \$0.43 | 3.0 % |
| Stormwater- MPRB*** | \$0.26 | \$0.42 | \$5.04 | \$0.16 | 61.5 % |
| Solid Waste/Recycling** | \$32.92 | \$35.01 | \$420.12 | \$2.09 | 6.3 % |
| Total | \$116.01 | \$122.07 | \$1464.84 | \$6.06 | 5.2 % |

*The average household rate for water is based on 6 units of consumption at \$3.76 per unit plus a \$9.00 fixed charge. Sanitary rates are based on 6 units of water consumption at \$5.36 per unit plus a fixed charge of \$8.30. Stormwater rates are based on 1 equivalent Stormwater unit of 1,530 square feet on impervious surface at \$15.04 per unit.

**The solid waste rate is based on a \$30.01 monthly charge with a large recycling cart fee of \$5.00. Customers can substitute a small cart with a \$2.00 fee.

***This line reflects an annual increase (\$0.16) to the MPRB for items that are eligible for stormwater fee expenditures, that are not currently funded through other sources, and the funding currently allocated to the MPRB for monitoring and education (\$0.26).

Over the five-year period from **2024 to 2028**, the average residential customer's combined utility bill is anticipated to change as shown in the table below.

Monthly Cost for Average Customer, 2024-2028

| | 2023 | 2024 | 2025 | 2026 | 2027 | 2028 |
|------------------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| Water | \$ 29.82 | \$ 31.56 | \$ 33.66 | \$ 35.70 | \$ 37.18 | \$ 38.10 |
| Sanitary Sewer | \$ 38.82 | \$ 40.46 | \$ 41.92 | \$ 43.44 | \$ 44.96 | \$ 46.54 |
| Stormwater-City | \$ 14.19 | \$ 14.62 | \$ 15.06 | \$ 15.76 | \$ 16.46 | \$ 17.26 |
| Stormwater- MPRB | \$ 0.26 | \$ 0.42 | \$ 0.42 | \$ 0.42 | \$ 0.42 | \$ 0.42 |
| Solid Waste/Recycling | \$ 32.92 | \$ 35.01 | \$ 37.11 | \$ 39.36 | \$ 40.74 | \$ 42.17 |
| Total | \$ 116.01 | \$ 122.07 | \$ 128.17 | \$ 134.68 | \$ 139.76 | \$ 144.49 |
| Percent change | | 5.22 % | 5.00 % | 5.08 % | 3.77 % | 3.38 % |
| \$ change | | \$ 6.06 | \$ 6.10 | \$ 6.51 | \$ 5.08 | \$ 4.73 |

Anticipated annual revenues from utility billing rates are presented below.

Annual Utility Billing Revenues, 2024-2028 (in thousands)

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| | 2023 | 2024 | 2025 | 2026 | 2027 | 2028 |
|------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Water | \$ 71,494 | \$ 74,552 | \$ 78,677 | \$ 82,645 | \$ 85,605 | \$ 87,558 |
| Sanitary Sewer | 85,468 | 88,944 | 92,008 | 95,212 | 98,417 | 101,763 |
| Stormwater-City | 44,401 | 45,751 | 47,130 | 49,325 | 51,519 | 54,028 |
| Stormwater-MPRB | 825 | 1,325 | 1,325 | 1,325 | 1,325 | 1,325 |
| Solid Waste/Recycling | 42,464 | 45,320 | 48,037 | 50,944 | 52,721 | 54,570 |
| Total | 244,652 | 255,892 | 267,177 | 279,451 | 289,587 | 299,244 |
| Percent change | | 4.6 % | 4.4 % | 4.6 % | 3.6 % | 3.3 % |
| \$ change | | \$ 11,240 | \$ 11,285 | \$ 12,274 | \$ 10,136 | \$ 9,657 |

Water

The following rates are effective with utility billings for water meters read from and after **January 1, 2024**. Charges commence when the street valve is turned on for water service. The meter rates for water are hereby fixed and shall be collected as follows:

| Customer | Rate |
|---|-------------------------|
| Customers not otherwise mentioned | \$3.76 / 100 cubic feet |
| Municipalities, Municipal Corporations, Villages & customers outside the corporate limits of the city | \$3.91 / 100 cubic feet |
| Contractual Customers* | \$* / 100 cubic feet |

*Rates for municipalities, municipal corporations and villages, which are established by contract, shall continue on the existing contract basis

In addition to the above rates a fixed charge based on meter size will be billed each billing period or fraction thereof as follows:

| Meter Size (Inches) | Fixed Charge |
|----------------------------|---------------------|
| 5/8 | \$ 9.00 |
| 3/4 | 13.50 |
| 1 | 22.50 |
| 1 1/2 | 45.00 |
| 2 | 72.00 |
| 3 | 144.00 |
| 4 | 225.00 |
| 6 | 450.00 |
| 8 | 720.00 |
| 10 | 1035.00 |
| 12 | 2970.00 |

- The fixed charge for a property serviced by a combined fire/general water service line will be based on the small side register of the meter, as long as the total volume of water used

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on the large side register did not exceed 45,000 gallons for the previous year.

- If the volume of water used on the large side register exceeded 45,000 gallons the previous year, the fixed charge for a property serviced by a combined fire/general water service line shall be based on the large side register of the meter.
- The fixed charge for a combined fire/general water service line shall remain in place for the entire year.

The water service and inspection of the fire protection pipes and meters for non-metered fire standpipes, supply pipes and automatic sprinkler pipes, as well as those with detector or direct meters, shall be charged according to the connection size as follows:

| Fire Line Pipe Size (Inches) | Annual Charge |
|------------------------------|---------------|
| 1½ | \$ 40 |
| 2 | 40 |
| 3 | 50 |
| 4 | 80 |
| 6 | 160 |
| 8 | 250 |
| 10 | 360 |
| 12 | 1,030 |

Rates for other services and materials provided shall be fixed as follows:

| Replacement of lost or damaged equipment or new equipment requested by the customer | |
|---|----------------------------------|
| Description | Fee |
| • 5/8" Water meter | \$50 Materials + \$80 per hour |
| • ¾" Water meter | \$170 Materials + \$80 per hour |
| • 1" Water meter | \$230 Materials + \$80 per hour |
| • 1 ½" Water meter | \$520 Materials + \$80 per hour |
| • 2" Water meter | \$750 Materials + \$80 per hour |
| • 3" Water meter | \$2040 Materials + \$80 per hour |
| • 4" Water meter | \$3260 Materials + \$80 per hour |
| • 6" Water meter | \$4670 Materials + \$80 per hour |
| • Water meter reading device | \$90 Materials + \$80 per hour |

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| Meter spacer and couplings or flanges as required for a meter set | |
|--|-----------------|
| Meter Size | Fee |
| • 5/8-inch | \$20 per pair |
| • 3/4-inch | \$30 per pair |
| • 1-inch | \$40 per pair |
| • 1 ½-inch | \$120 per pair |
| • 2-inch | \$130 per pair |
| • 6-inch | \$1080 per pair |
| • 8-inch | \$1400 per pair |
| • 12-inch | \$1460 per pair |
| • 16-inch | \$1960 per pair |

| Services | |
|--|---------------|
| Description | Fee |
| Water meter testing | \$80 per hour |
| Water meter reading | \$40 |
| Posting for water service turn-off-tenant notice | \$40 |
| Shut off valve - stop box flushing | \$40 |
| Water service turn-on or turn-off | \$80 |
| Winter fee to expose and thaw stop box | \$40 |
| Water main shut down - 12-inch and smaller | \$550 |
| Water main shut down - 16-inch and larger | \$990 |
| Water service line repair/replacement assistance | \$50 |
| Hydrant sanitation for potable usage | \$250 |
| Hydrant assistance for private fire flow testing | \$155 |

| Penalties | |
|---------------------------------------|------------|
| Description | Fee |
| Missed Appointment | \$80 |
| Water meter tampering | \$200 |
| Water meter bypass valve tampering | \$500 |
| Unauthorized water service turn-on | \$500 |
| Water system valve tampering | \$500 |
| Water emergency declaration violation | \$90 |

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| Equipment Deposits | |
|--------------------------------------|------------|
| Description | Fee |
| Hydrant meter and backflow preventer | \$3,200 |

| Permits | |
|--------------------|------------|
| Description | Fee |
| Meter set | \$50 |
| Water hydrant | \$350 |

| Water Service Taps or Water Service Tap Discontinuations - Materials and Service Fee by Size * | | |
|---|--------------------|----------------------------|
| Tap Size | Tapping Fee | Discontinuation Fee |
| • 5/8" x 3/4" | \$250 | \$50 |
| • 3/4 x 3/4" | \$260 | \$50 |
| • 3/4" x 1" | \$250 | \$50 |
| • 1" x 1" (copper) | \$290 | \$50 |
| • 1" x 1" (pitometer) | \$280 | \$50 |
| • 1" x 1 1/4" | \$310 | \$50 |
| • 6" x 2" | N/A | \$1170 |
| • 6" x 3" | N/A | \$1170 |
| • 6" x 4" | \$2030 | \$2190 |
| • 6" x 6" | \$2270 | \$2190 |
| • 8" x 2" | N/A | \$1200 |
| • 8" x 3" | N/A | \$1200 |
| • 8" x 4" | \$2160 | \$1150 |
| • 8" x 6" | \$2300 | \$2520 |
| • 8" x 8" | \$2990 | \$2520 |
| • 10" x 2" | N/A | \$1290 |
| • 10" x 3" | N/A | \$1290 |
| • 10" x 4" | \$2100 | \$1290 |
| • 10" x 6" | \$2230 | N/A |
| • 10" x 8" | \$2520 | N/A |
| • 12" x 2" | N/A | \$1260 |
| • 12" x 3" | N/A | \$1260 |
| • 12" x 4" | \$2250 | \$1260 |
| • 12" x 6" | \$2530 | \$1260 |
| • 12" x 8" | \$2900 | \$2580 |
| • 12" x 12" | \$4530 | \$2580 |

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| Water Service Taps or Water Service Tap Discontinuations - Materials and Service Fee by Size * | | |
|---|--------------------|----------------------------|
| Tap Size | Tapping Fee | Discontinuation Fee |
| • 16" x 2" | N/A | \$1790 |
| • 16" x 3" | N/A | \$1790 |
| • 16" x 4" | \$2390 | \$1790 |
| • 16" x 6" | \$2580 | \$1790 |
| • 16" x 8" | \$3370 | \$2960 |
| • 16" x 12" | \$5490 | \$3080 |
| • 16" x 16" | N/A | \$3080 |
| • 24" x 2" | N/A | \$2720 |
| • 24" x 3" | N/A | \$2720 |
| • 24" x 4" | \$3160 | \$2720 |
| • 24" x 6" | \$2600 | \$2720 |
| • 24" x 8" | \$3100 | \$2720 |
| • 24" x 12" | \$4980 | \$2720 |
| • 30" x 4" | \$2600 | N/A |
| • 30" x 6" | \$2720 | N/A |
| • 30" x 8" | \$4680 | N/A |
| • 36" x 4" | \$3000 | N/A |
| • 36" x 6" | \$3120 | N/A |
| • 36" x 8" | \$3630 | N/A |
| • 36" x 12" | \$6600 | N/A |

* The following terms and conditions apply to pipe tapping and tap discontinuation for small and large service connections:

- a) When standard methods cannot be used, the City will charge an adjusted fee based upon the specific circumstances.
- b) This schedule does not include inspection, excavation, and pavement restoration fees.
- c) Modifications may cause additional costs to be incurred by the customer.
- d) Sales taxes will be added as applicable.
- e) The tapping and discontinuation fees all include the required \$50 permit.

Water/Sewer Service Line Repairs Assessment Duration

Property owners choosing to finance water service line, sanitary service lateral, or storm sewer service lateral repairs and replacements by adding these costs to their property taxes as a special assessment may choose from the following payment terms:

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| | Payment terms available | | | |
|-------------------------------|-------------------------|----------|----------|----------|
| Special Assessment Amount: | 5 years | 10 years | 15 years | 20 years |
| Up to \$10,000 | Yes | Yes | No | No |
| Between \$10,001 and \$15,000 | Yes | Yes | Yes | No |
| Greater than \$15,001 | Yes | Yes | Yes | Yes |

Sanitary Sewer

The sanitary sewer rates rate shall be applied to utility billings for water meters read from and after **January 1, 2024**.

| Service | Rate |
|---|--------------------------|
| Sanitary Sewer (Inside City of Minneapolis) | \$5.36 / 100 cubic feet |
| Sanitary Sewer (Outside City of Minneapolis) * | \$5.36 / 100 cubic feet* |
| Sanitary Sewer only (Outside the City of Minneapolis) | \$40.46 / Month |

*When the City of Minneapolis also provides water. In addition, the fixed charge sanitary sewer rate shall be based on meter size as show below

In addition, a fixed charge based on water meter size will be billed each billing period or fraction thereof as follows:

| Meter Size (Inches) | Fixed Charge |
|---------------------|--------------|
| 5/8 | 8.30 |
| 3/4 | 12.45 |
| 1 | 20.75 |
| 1 1/2 | 41.50 |
| 2 | 66.40 |
| 3 | 132.80 |
| 4 | 207.50 |
| 6 | 415.00 |
| 8 | 664.00 |
| 10 | 954.50 |
| 12 | 2739.00 |

Stormwater

The stormwater rate, subject to the provisions in Chapter 510, of the Minneapolis Code of Ordinances, is imposed on each and every Single-Family Residential Developed Property, Other Residential Developed

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Property, Non-Residential Developed Property, and Vacant Property, other than Exempt Property, and the owner and non-owner users, and is hereby set from and after **January 1, 2024** as follows:

| Single Family Residential Developed Property | Stormwater Rate |
|--|-----------------|
| High (>1578 sq. ft.) *ESU=1.25 | \$ 18.80 |
| Medium (≥1485 & ≤1578 sq. ft.) *ESU=1.00 | 15.04 |
| Low (<1485 sq. ft.) *ESU=0.75 | 11.28 |

*The Equivalent Stormwater Unit (ESU) rate is **\$15.04**. The ESU measurement is 1,530 square feet of impervious area.

Stormwater charges for **all other properties** will be based on the following calculation:

Monthly Fee = (Gross Lot Size in sq. ft. X Runoff Coefficient) ÷ 1,530 sq. ft. = # of ESU
of ESU X **\$ 15.04**

The runoff coefficient assumed for each land use category is shown below.

| Land Use | Coefficient | Land Use (cont'd) | Coefficient |
|---------------------------|-------------|--------------------------|-------------|
| Bar-Rest.-Entertainment | 0.75 | Multi-Family Apartment | 0.75 |
| Car Sales Lot | 0.95 | Multi-Family Residential | 0.4 |
| Cemetery w/Monuments | 0.2 | Office | 0.91 |
| Central Business District | 1 | Parks & Playgrounds | 0.2 |
| Common Area | 0.2 | Public Accommodations | 0.91 |
| Garage or Misc. Res | 0.55 | Retail | 0.91 |
| Group Residence | 0.75 | Single Family Attached | 0.75 |
| Ind. Warehouse- Factory | 0.9 | Single Family Detached | ESU |
| Industrial Railway | 0.85 | Sport or Rec. Facility | 0.6 |
| Institution-Sch.- Church | 0.9 | Utility | 0.9 |
| Misc. Commercial | 0.9 | Vacant Land Use | 0.2 |
| Mixed Comm. -Res -Apt | 0.75 | Vehicle Related Use | 0.9 |

Solid Waste and Recycling

Solid waste and recycling variable rate charges associated with water meter read dates from and after **January 1, 2024** are set as follows:

| Type of Charge | Monthly Rate per Dwelling |
|---------------------|---------------------------|
| Base Charge | \$ 30.01 |
| Small Cart Disposal | \$ 2.00 |
| Large Cart Disposal | \$ 5.00 |