

Indian Hills Water District  
Data for 2023 Rate Review

	2020	2021	2022	2023 YTD
Water Rate Income	\$247,090.00	\$381,936.00	\$380,022.69	\$228,029.02
Operating Expenses	\$446,565.00	\$467,736.00	\$478,404.62	\$301,122.16
Income Gap	-\$199,475.00	-\$85,800.00	-\$98,381.93	-\$73,093.14

Cost per 1000/gal to produce water				
	Old Rates	Rate Increase		
	2020	2021	2022	2020 - 2022 average
Operating Expenses	\$ 446,565.00	\$ 467,736.00	\$ 478,404.62	\$ 464,235.21
Gal Distributed	16,193,664	18,994,469	21,347,966	18,845,366
	0.027576526	0.024624853	0.022409846	0.024633918
Cost per 1000/gal	\$27.58	\$24.62	\$22.41	\$24.63
Gallons Sold	10,666,894	10,153,490	10,049,664	

Purpose of Utility Rates (From Environmental Finance Center Network - EFCN):

Revenue to cover all the costs related to the administration, operation and maintenance, repair and replacement, and reserves for the water system. IHWD receives Property taxes which are designated to reserves for Capital Improvement Projects. Water Rate revenue designated to cover Operating Expenses: Admin, Ops, & Employee

Foundation of Rates (EFCN):

- Revenue needs are determined by a budget creating a target for rate revenue
- Total revenue should meet or exceed total expenses
- Budget justifies water rates

IHWD District Goals:

- Provide clean, safe, reliable drinking water.
- Operate the system efficiently and responsibly, performing maintenance and repairs proactively.
- Complete capital improvement projects as outlined in 2019 IHWD Master Plan, reprioritizing as needed

Rate Goals:

- Cover operation expenses
- Consider lower income households when setting rates
- Promote conservation

IHWD Rules & Regulations:

3.2 Metered Rate Service. Every two years, the Board will review and adjust in the manner prescribed by statute, minimum monthly rates, surcharge schedules, late fees, and any other fees for the various types of metered customers served.