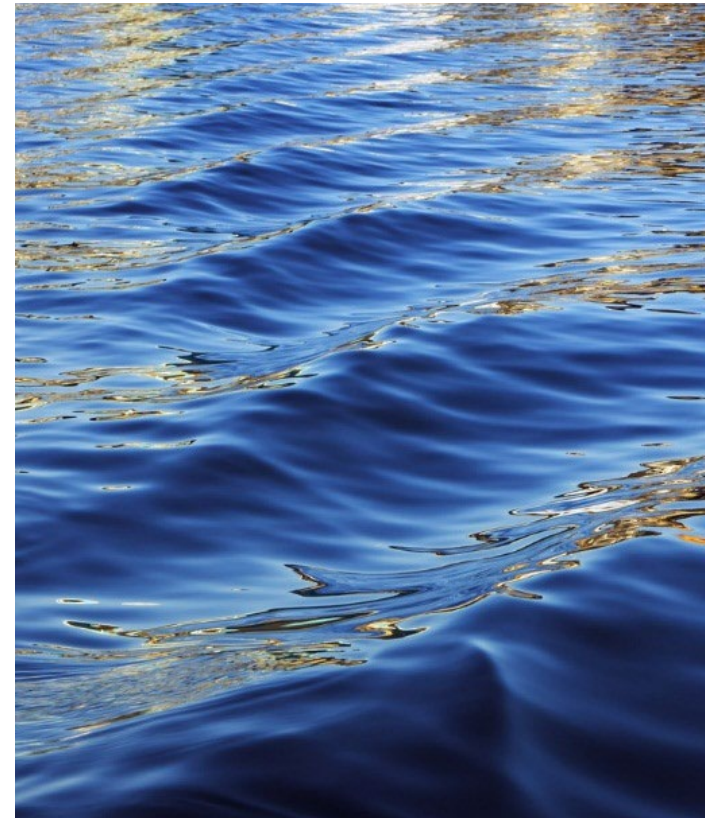


2024 Wastewater Treatment Contract Presentation

August 19, 2024,

Joint City Council Work Session





Agenda ...

- Key planning assumptions for this contract (replacing the 2007 contract)
- Analysis of rate components
- Future IGA to form a Joint Operating Agreement (JOA)
- Next Steps

Key Planning Assumptions



Term of the contract

- 10-year term July 1, 2024, through June 30, 2033
- Automatic 1-year renewals after the initial 10-year term
- 3-year “triennial” rate periods; starting on July 1, 2024



Financing

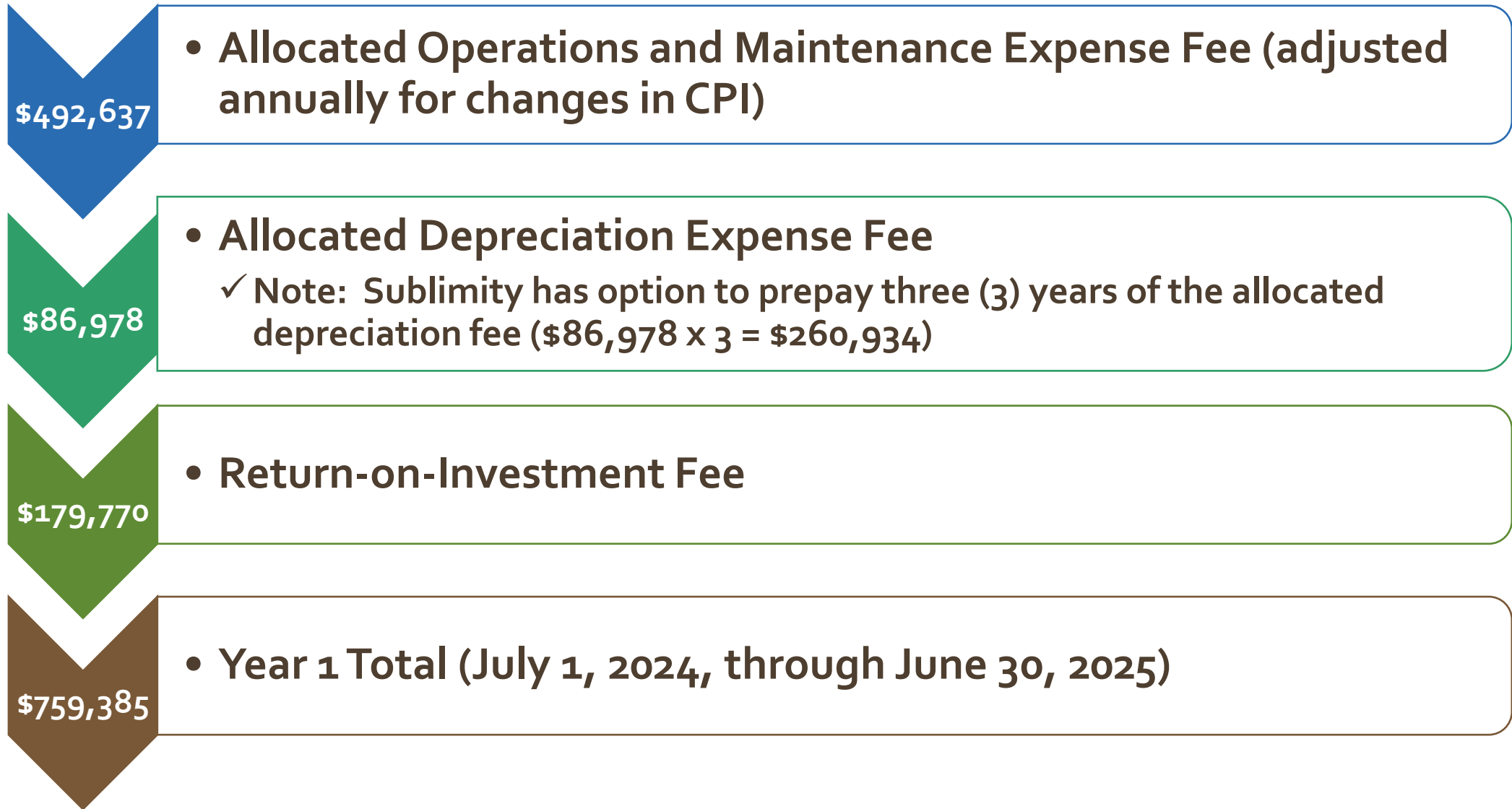
- Utility Basis Rate Structure
 - Allocated operations and maintenance fee
 - Allocated depreciation fee
 - Return on investment fee



Retained items

- Definition of physical facilities and services
- The Sewer Committee
- Responsibilities of the Parties
- General Conditions

Analysis of the Costs of the Rate Components



Future IGA to Form a Joint Operating Agreement



I&I Abatement

- Cooperative development of long-term strategies for I&I abatement
- Collection systems capital investments
- Enhanced maintenance of the collection systems



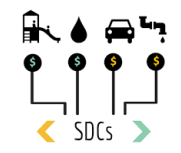
Land Use Planning

- Timely communication of pending new connections
- Equitable sharing of WWTP capacity to serve growth in both communities
- Compliance with NPDES permit



Contaminants Reduction

- pH, BOD, TSS, metals, etc.
- Investigations and measurement
- Ordinances
- Enforcement



System Development Charges

- Develop a common WW treatment SDC
- Sublimity remits 100% of WW Treatment SDC to Stayton
- Each City develops separate collection system(s) SDCs

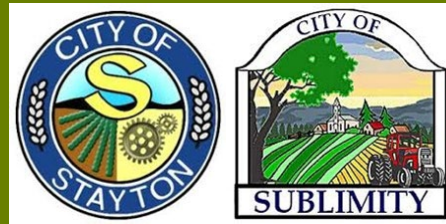
Next Steps



Milestones

Date

Milestones	Date
<input type="checkbox"/> Draft IGA complete and sent to Stayton for review and comment	<input type="checkbox"/> April 19, 2024
<input type="checkbox"/> Final IGA complete and through legal reviews by both Cities	<input type="checkbox"/> August 9, 2024
<input type="checkbox"/> IGA rates implementation	<input type="checkbox"/> July 1, 2024
<input type="checkbox"/> IGA adoption by both City Councils	<input type="checkbox"/> August 19, 2024
<input type="checkbox"/> Next Sewer Committee Meeting	<input type="checkbox"/> October 1, 2024
<input type="checkbox"/> Joint Operating Agreement to be completed	<input type="checkbox"/> February 25, 2025



Questions?

