



City of Denton

City Hall
215 E. McKinney Street
Denton, Texas
www.cityofdenton.com

AGENDA INFORMATION SHEET

DEPARTMENT: Finance

ACM: Christine Taylor

DATE: July 28, 2025

SUBJECT

Consider recommending approval of the proposed Water Fund FY 2025-26 rate schedules; including rate increases for Water service.

BACKGROUND

The proposed FY 2025-2026 Water Operating Budget and CIP was presented to the Public Utilities Board (PUB) on July 15, 2025.

The following summarizes the proposed changes to existing Water rates:

- 3% facility and consumption rate increase for the following rate schedules:
 - Residential Water Service
 - Commercial/Industrial Water Service
 - Metered Water From Fire Hydrant
 - Water Meter Fees
 - Fire Hydrant Installation Fees
- Wholesale Raw Water
 - Per current contract, agreed upon rate is 85% of Dallas's raw volume rate. Rate schedule updated to reflect contract language.
- Wholesale Raw Water Pass-Through
 - Increase from \$0.0330 to \$0.0395.
- Wholesale Treated Water
 - Increase water volume rate from \$1.25 per 1,000 gallons to \$4.96 per 1,000 gallons.

RECOMMENDATION

Staff recommends adoption of the Fiscal Year 2025-26 Water Rates.

PRIOR ACTION/REVIEW (Council, Boards, Commissions)

City Council reviewed the Fiscal Year 2025-26 Operating Budget and proposed rates during the July 15, 2025 meeting.

EXHIBITS

- Exhibit 1 – Agenda Information Sheet
- Exhibit 2 – Proposed Water Rates - Redline
- Exhibit 3 – Proposed Water Rates - Clean

Respectfully submitted:
Matt Hamilton
Assistant Finance Director
940-349-8127