



MEETING DATE: August 26, 2025

AGENDA ITEM: 4. PUBLIC HEARING on Treated Sewer Rate Increases and Approval of Sewer rate increase pursuant to Proposition 218 Notice

FROM: Jessica Bigby

RE: PUBLIC HEARING on Treated Sewer Rate Increases and Approval of Sewer rate increase pursuant to Proposition 218 Notice

BACKGROUND:

Isleton provides wastewater services to approximately 470 residential and commercial properties. The wastewater utility is intended to be financially self-sufficient with funding for operating and capital expenses derived primarily from wastewater sales. Currently expenditures far exceed revenues and the City is facing financial crisis. A financial plan for the wastewater fund was conducted by an independent consultant at no cost to the City which details the operations and maintenance costs as well as capital improvement needs for the utility over the next 5 years. The study outlines the necessary rate adjustments needed to allow the City to keep pace with rising costs and to fund improvements.

ATTACHMENTS:

- A. CITY OF ISLETON DRAFT WW RATE STUDY 6-24-25
- B. JULY 8TH STAFF REPORT
- C. RATE INCREASE PROP 218 NOTIFICATION
- D. WW RATE STUDY PRESENTATION



City of Isleton Wastewater Rate Study

Prepared by:

Rural Community Assistance Corporation
Mila Kulikov, Small Utility Project Manager II
Abigail Seaman, Utility Finance Consultant III



Draft Calculation Tables

June 2025

Table 1
City of Isleton

Current Monthly Wastewater Rates

Established March 1, 2012

Bi-Monthly Wastewater Rate Schedule

Charge	Rate	per	Unit
Single Family Inside City	\$72.00	<i>account</i>	<i>flat charge</i>
Single Family Outside City	\$79.00	<i>account</i>	<i>flat charge</i>
Multi Family Inside City	\$58.00	<i>dwelling unit</i>	<i>flat charge</i>
Multi Family Outside City	\$64.00	<i>dwelling unit</i>	<i>flat charge</i>
Commercial Inside City	\$72.00	<i>x multiplier*</i>	<i>flat charge</i>
Commercial Outside City	\$79.00	<i>x multiplier*</i>	<i>flat charge</i>

Notes

Multiplier calculated using City of Isleton Exhibit A Resolution CC-XX-19 Established 2021

source: Resolution no. 2012-03

A Resolution of the City Council of the City of Isleton Increasing Sewer Rates

Table 2
City of Isleton

Current Wastewater Service Customer Base

Current Customers & Estimated Annual Revenue

Customer Class	# Customers	Mutiplier / # Dwelling Units	Current Monthly Rate	Total Annual Revenue
Single Family Inside City	259	252	\$72.00	\$217,830
Single Family Outside City	99	100	\$79.00	\$94,879
Multi Family Inside City	45	175	\$58.00	\$121,592
Multi Family Outside City	0	0	\$64.00	\$0
Commercial Inside City	66	120	\$72.00	\$103,336
Commercial Outside City	3	26	\$79.00	\$25,028
Total	472	673		\$562,665

Notes

source: Sewer Customers by Class 2023.xls

Table 3
City of Isleton

Revenue Projection
from 2022-23 Budget and historical data provided by Staff

<i>Cost Projection Estimates</i>		2024-25	2025-26	2026-27	2027-28	2028-29
Total Rate Revenues	<i>(anticipated growth in customer base)</i>	0.0%	0.0%	0.0%	0.0%	0.0%
Total Other Revenues	<i>(anticipated increases to other fees)</i>	3.0%	3.0%	3.0%	3.0%	3.0%
TOTAL NON-OPERATING REVENUES	<i>(conservative earning on savings)</i>	0.5%	0.5%	0.5%	0.5%	0.5%

No.	Revenue	Actuals	2024-25	2025-26	2026-27	2027-28	2028-29
		2023-24					
		\$562,665	\$562,665	\$562,665	\$562,665	\$562,665	\$562,665
	Total Rate Revenues	\$562,665	\$562,665	\$562,665	\$562,665	\$562,665	\$562,665
	Total Other Revenues	\$0	\$0	\$0	\$0	\$0	\$0
	TOTAL OPERATING REVENUES	\$562,665	\$562,665	\$562,665	\$562,665	\$562,665	\$562,665
	Grant Revenues	\$169,122	\$0	\$0	\$0	\$0	\$0
	TOTAL NON-OPERATING REVENUES	\$169,122	\$0	\$0	\$0	\$0	\$0
	TOTAL REVENUES	\$731,787	\$562,665	\$562,665	\$562,665	\$562,665	\$562,665
				0.000%	0.000%	0.000%	0.000%

Table 4
City of Isleton

Operations and Maintenance Expense Projection
from 2023-24 Budget provided by Staff

		Projection						
				2024-25	2025-26	2026-27	2027-28	2028-29
		All O&M	(projected change in cpi)	8.0%	4.0%	4.0%	4.0%	4.0%
No.	Expenditure	Actual 2021-22	Sewer Actual 2022-23	Projection 2024-25	2025-26	2026-27	2027-28	2028-29
7000012	Assess Fees (Tax Distribution)	\$21,697	\$0	\$0	\$0	\$0	\$0	\$0
71100SW	Salaries & Wage - Sewer	\$89,567	\$182,682	\$197,297	\$205,189	\$213,396	\$221,932	\$230,809
71101SW	Salaries/Admin Cost - Sewer	\$0	\$619	\$668	\$695	\$723	\$752	\$782
72104SW	Social Security Contr - Sewer	\$7,450	\$13,930	\$15,045	\$15,646	\$16,272	\$16,923	\$17,600
73200SW	Workers' Comp Ins - Sewer 410	\$16,405	\$0	\$0	\$0	\$0	\$0	\$0
73300SW	Liability Insur SCORE - Sewer	\$0	\$0	\$0	\$0	\$0	\$0	\$0
80100SW	Postage - Sewer	\$30	\$0	\$0	\$0	\$0	\$0	\$0
8020012	Advertising AD	\$0	\$0	\$0	\$0	\$0	\$0	\$0
80301SW	Recording Fee - Sewer	\$3,420	\$0	\$0	\$0	\$0	\$0	\$0
8040012	Subscriptions & Memberships AD	\$0	\$0	\$0	\$0	\$0	\$0	\$0
81400SW	Mileage SEWER	\$174	\$141	\$153	\$159	\$165	\$172	\$179
8170000	Uniforms	\$3,386	\$1,301	\$1,405	\$1,461	\$1,520	\$1,580	\$1,644
82101SW	Telephone - Sewer	\$1,064	\$1,797	\$1,940	\$2,018	\$2,099	\$2,183	\$2,270
82200SW	GAS - Sewer	\$6,428	\$7,050	\$7,614	\$7,919	\$8,236	\$8,565	\$8,908
82201SW	Electricity - Sewer	\$1,784	\$1,406	\$1,518	\$1,579	\$1,642	\$1,708	\$1,776
82203SW	WATER - SEWER	\$3,701	\$4,992	\$5,391	\$5,607	\$5,831	\$6,064	\$6,307
83050SW	Protective Equip & Suppl Sewer	\$8,165	\$0	\$0	\$0	\$0	\$0	\$0
83100SW	Office & Comp Supplies Sewer	\$342	\$1,023	\$1,105	\$1,149	\$1,195	\$1,243	\$1,293
83111SW	Computer Service- SEWER	\$1,241	\$144	\$155	\$161	\$168	\$175	\$182
83150SW								
+								
83151SW	Repairs & Maintenance Sewer	\$9,397	\$21,072	\$22,758	\$33,000	\$66,000	\$68,640	\$71,386
83152SW	LAB TESTING	\$16,491	\$15,815	\$17,080	\$17,763	\$18,474	\$19,213	\$19,981
83153SW	Vehicle Parts/Repair Sewer	\$1,351	\$3,213	\$3,470	\$3,609	\$3,753	\$3,903	\$4,060
83154SW	Vehicle Maint - Sewer	\$3,013	\$0	\$0	\$0	\$0	\$0	\$0
83830SW	Supplies - Sewer	\$8,265	\$15,219	\$16,436	\$17,094	\$17,778	\$18,489	\$19,228
8383100	Equipment REPLACEMENT / REPAIRS	\$1,020	\$12,161	\$13,134	\$13,660	\$14,206	\$14,774	\$15,365
83831SW	Equipment - Sewer (Pumps)	\$12,012	\$47,588	\$51,395	\$53,451	\$55,589	\$57,812	\$60,125
83840SW	Copier Costs SEWER	\$1,111	\$530	\$573	\$596	\$619	\$644	\$670
83910SW	Fuel - Sewer	\$4,865	\$4,933	\$5,327	\$5,541	\$5,762	\$5,993	\$6,232
8436012	Accounting & Audit Fees	\$4,888	\$2,840	\$3,067	\$3,189	\$3,317	\$3,450	\$3,588
84400SW +	Prof Services Sewer	\$62,081	\$39,233	\$42,372	\$44,067	\$45,830	\$47,663	\$49,569
84410SW	Grant - DWR Small Cmnty Waste W	\$49,412	\$92,696					
84500SW	Pest Control	\$12,419	\$0	\$0	\$0	\$0	\$0	\$0
84620SW	Waste Discharge Fee Sewer	\$28,145	\$30,487	\$32,926	\$34,243	\$35,612	\$37,037	\$38,518
89900SW	Misc Exp - Sewer	-\$120	\$0	\$0	\$0	\$0	\$0	\$0
9210051	Bank Service Charges	\$30	\$110	\$119	\$124	\$128	\$134	\$139
92101SW	Bank Bond Admin Fee	\$5	\$2,420	\$2,614	\$2,718	\$2,827	\$2,940	\$3,058

O&M TOTAL	\$379,237	\$503,401	\$443,561	\$470,635	\$521,141	\$541,987	\$563,666
Total Staffing		\$197,231	\$213,009	\$221,530	\$230,391	\$239,607	\$249,191
Total Professional Services		\$42,073	\$45,439	\$47,256	\$49,146	\$51,112	\$53,157
Total Equipment Maint & Repair		\$80,821	\$87,287	\$100,110	\$135,795	\$141,226	\$146,875
Total Utilities & Supplies		\$13,447	\$14,523	\$15,104	\$15,708	\$16,337	\$16,990
Total Other		\$169,829	\$83,303	\$86,635	\$90,100	\$93,705	\$97,453
O&M TOTAL		\$503,401	\$443,561	\$470,635	\$521,141	\$541,987	\$563,666
% increase from 2023-24 Budget			-11.9%	6.1%	10.7%	4.0%	4.0%

Does not include Debt Service or Capital Improvement Plan Expenditures

Table 5
City of Isleton

5-Year Capital Improvement / Capital Replacement Plan

Wastewater System Assets	Total Purchase Cost	Avg. Useful Life Remaining	2024 Replacement Cost ¹
TOTAL SYSTEM ASSETS	\$8,529,566		\$8,529,566
<i>Capital Reserve Target 2%</i>			<i>\$170,591</i>

Project	2024 Replacement Cost ¹	Projection - Cash Funded				
		2024-25	2025-26	2026-27	2027-28	2028-29
Immediate Replacement Needs²						
WWTP San Sewer Upgrade	\$7,000,000	\$0	\$0	\$0	\$0	\$0
Emergency Manhole Repair	\$394,662	\$0	\$0	\$0	\$0	\$0
Sludge Removal	\$300,000	\$0	\$0	\$0	\$0	\$0
TOTAL CAPITAL IMPROVEMENTS	\$7,694,662		\$0	\$50,000	\$50,000	\$100,000

Notes

1 - Replacement Cost determined using change in Producer Price Index value from purchase date to present

2 - Immediate replacement needs identified in City of Isleton CIP. All projects will be grant funded.

Source:

Table 6
City of Isleton

Debt Service Projection

	Budget 2023-24	Projection 2024-25	2025-26	2026-27	2027-28	2028-29	2029-30
Current Debt Service							
USDA Loan	\$47,843	\$47,843	\$61,577	\$61,629	\$61,628	\$61,672	\$61,658
2019 Taxable Refunding Bond	\$145,878	\$145,878	\$146,363	\$143,363	\$145,238	\$146,863	\$148,238
TOTAL DEBT SERVICE	\$193,721	\$193,721	\$207,939	\$204,992	\$206,865	\$208,535	\$209,896

Notes

Assumed low interest CIP loan conservatively at 4% annual interest rate paid back in 20 years

Table 8
City of Isleton

Cash Fund Balance & Proposed Reserve Targets

Source: 2023-24 Budget provided by District Staff

No.	Fund	Beginning Balance FY 2023-24
	Operations - Checking	\$0
	Capital - Savings	
Total Current Reserve Fund		\$0

Recommended Fund Balance Target

No.	Target	Budget 2023-24	2024-25	2025-26	2026-27	2027-28	2028-29
Operating Fund Target							
	3 months annual O&M	\$94,809	\$125,850	\$110,890	\$117,659	\$130,285	\$135,497
Capital Reserve Fund Target							
	2% current asset value	\$170,591	\$177,415	\$184,512	\$191,892	\$199,568	\$207,550
Total Fund Balance Target		\$265,401	\$303,265	\$295,402	\$309,551	\$329,853	\$343,047

Table 9
City of Isleton
Summary Cash Flow Projection
Version 1
\$300k CIP Contribution








Category	Budget 2023-24	Projection 2024-25	2025-26	2026-27	2027-28	2028-29	2029-30
Rate Increase Adoption Date	7/1/2023	7/1/2024	9/1/2025	7/1/2026	7/1/2027	7/1/2028	7/2/2028
Effective Months	12	12	10	12	12	12	12
% Rate Revenue Increase	0%	0.0%	29.0%	24.0%	4.0%	4.0%	4.0%
Residential Bill, Current Rate Structure	\$72.00	\$72.00	\$92.88	\$115.17	\$119.78	\$124.57	\$129.55
BEGINNING FUND BALANCE	\$0	\$34,665	\$0	\$20,068	\$143,974	\$281,162	\$382,444
REVENUE							
O&M Charge	\$562,665	\$562,665	\$698,642	\$900,039	\$936,040	\$973,482	\$1,012,421
Total Operating Revenue	\$562,665	\$562,665	\$698,642	\$900,039	\$936,040	\$973,482	\$1,012,421
Non-Operating Revenue	\$169,122	\$0	\$0	\$0	\$0	\$0	\$0
General Fund Contribution		\$39,952	\$0	\$0	\$0	\$0	\$0
TOTAL REVENUE	\$731,787	\$602,617	\$698,642	\$900,039	\$936,040	\$973,482	\$1,012,421
EXPENSE							
Total Operating Expense	\$503,401	\$443,561	\$470,635	\$521,141	\$541,987	\$563,666	\$586,213
Total Debt Service	\$193,721	\$193,721	\$207,939	\$204,992	\$206,865	\$208,535	\$209,896
Total Annual CIP		\$0	\$0	\$50,000	\$50,000	\$100,000	\$100,000
TOTAL EXPENSE	\$697,122	\$637,282	\$678,574	\$776,132	\$798,852	\$872,200	\$896,108
NET REVENUES	\$34,665	-\$34,665	\$20,068	\$123,906	\$137,189	\$101,281	\$116,313
ENDING FUND BALANCE	\$34,665	\$0	\$20,068	\$143,974	\$281,162	\$382,444	\$498,757
# Months O&M in Reserves	1 months	0 months	1 months	3 months	6 months	8 months	10 months
Debt Service Coverage ($\geq 1.25x$)	1.18	0.82	1.10	1.85	1.90	1.97	2.03
Fund Balance Target	\$265,401	\$303,265	\$295,402	\$309,551	\$329,853	\$343,047	\$356,769
% Above/Below Target	 13%	 0%	 7%	 47%	 85%	 1.11	 1.40

Table 10
City of Isleton

Draft Wastewater Rate Increase Recommendations
Projected from Cash Flow Table 9

Rate Increase (No Structure Change)

	Current	9/1/2025	7/1/2026	7/1/2027	7/1/2028	7/1/2029
Fixed Monthly Rates						
Single Family Inside City	\$72.00	\$92.88	\$115.17	\$119.78	\$124.57	\$129.55
Single Family Outside City	\$79.00	\$101.91	\$126.37	\$131.42	\$136.68	\$142.15
Multi Family Inside City	\$58.00	\$74.82	\$92.78	\$96.49	\$100.35	\$104.36
Multi Family Outside City	\$64.00	\$82.56	\$102.37	\$106.47	\$110.73	\$115.16
Commercial Inside City	\$72.00	\$92.88	\$115.17	\$119.78	\$124.57	\$129.55
Commercial Outside City	\$79.00	\$101.91	\$126.37	\$131.42	\$136.68	\$142.15
Affordability	1.7%	2.1%	2.6%	2.7%	2.9%	3.0%



MEETING DATE: July 8, 2025

AGENDA ITEM: 3. Wastewater Rate Study Presentation - Sewer Rate Increase Discussion

FROM: Jessica Bigby

RE: Wastewater Rate Study & Prop 218 Rate Increase Discussion

BACKGROUND:

Work on this study preceded the current management team. The original scope and established procedures for the rate study were in place when we picked this project back up. The cost of the study is covered under an assistance grant.

Updated information was provided by the current management team and RCAC did an amazing job of adapting the report to the new variables.

The sewer system and ponds are in need of a vast number of repairs and updates. Rates have remained constant for over a decade. Current operations are at risk of failure without some immediate cash infusions.

RECOMMENDATION:

Approve the Proposition 218 process to increase sewer rates.



CITY OF ISLETON

101 2nd Street

Isleton, CA 95641

PROPOSITION 218 NOTIFICATION

NOTICE OF PUBLIC HEARING ON TREATED SEWER RATE INCREASES

This notice is intended to inform you that the City of Isleton (City) will hold a public hearing regarding the proposed sewer rate increases for properties receiving wastewater services from the City. The new rates will be considered by Isleton City Council on Tuesday August 26 2025, at 6:30pm at 101 2nd Street at the Council's meeting chambers.

BASIS FOR THE PROPOSED RATES

Isleton provides wastewater services to approximately 470 residential and commercial properties. The wastewater utility is intended to be financially self-sufficient with funding for operating and capital expenses derived primarily from wastewater sales. Currently expenditures far exceed revenues and the City is facing financial crisis. A financial plan for the wastewater fund was conducted by an independent consultant at no cost to the City which details the operations and maintenance costs as well as capital improvement needs for the utility over the next 5 years. The study outlines the necessary rate adjustments needed to allow the City to keep pace with rising costs and to fund improvements. For further information regarding the rates and analysis, please refer to the Wastewater Financial Plan Report which is available for review at the City Office and at www.cityofisleton.com. For any questions, call (916) 777-7770.

PROPOSED 5-YEAR SCHEDULE OF PROPOSED WASTEWATER RATES

The City currently charges all wastewater customers a fixed monthly fixed charge based on proximity to the city and type of use. The City's current rate structure was not examined in this financial plan and will be revisited in the near future. The proposed rates aim to recover all operations and maintenance costs as well as make some capital repairs. The proposed wastewater rates will be effective September 1, 2025 and July 1 of each following year through 2029.

	Current	9/1/2025	7/1/2026	7/1/2027	7/1/2028	7/1/2029
Fixed Monthly Rates						
Single Family Inside City	\$72.00	\$92.88	\$115.17	\$119.78	\$124.57	\$129.55
Single Family Outside City	\$79.00	\$101.91	\$126.37	\$131.42	\$136.68	\$142.15
Multi Family Inside City	\$58.00	\$74.82	\$92.78	\$96.49	\$100.35	\$104.36
Multi Family Outside City	\$64.00	\$82.56	\$102.37	\$106.47	\$110.73	\$115.16
Commercial Inside City	\$72.00	\$92.88	\$115.17	\$119.78	\$124.57	\$129.55
Commercial Outside City	\$79.00	\$101.91	\$126.37	\$131.42	\$136.68	\$142.15

NOTIFICATION OF A PUBLIC HEARING ON PROPOSED RATE INCREASES

Article XIIIID of the California State Constitution and the Proposition 218 Omnibus Implementation Act requires local government to notify property owners and/or rate payers of proposed wastewater rate increases. The City will hold a Public Hearing on **Tuesday August 26, 2025, at 6:30 p.m., at 101 2nd St in Isleton, CA at the Council's meeting chambers**. At the time of the public hearing, the City Council will hear and consider all protests and objections concerning these matters and will consider and may adopt the increased rates.

To oppose the proposed wastewater rate increases, property owners or tenants may submit written protests prior to the close of the public hearing either by mail to PO Box 716 Isleton, CA 95641 or in person at City Hall or at the public hearing. Written protests must be signed and include identification of the property involved in the protest by assessor parcel number or address. If written protests against the rate adjustments are submitted by more than 50% of the affected properties, the proposed rate adjustments will not be adopted. Only one protest per property will be counted. Pursuant to Government Code section 53759(d), there is a 120-day statute of limitations for challenging the proposed wastewater rates.



City of Isleton Wastewater Rate Study Overview

Mila Kulikov, Small Utility Project Manager II
Abigail Seaman, Utility Finance Consultant III
July 8, 2025

1

Rate Study Background



Wastewater Rates have not been raised since 2012



The last complete wastewater budget was adopted in FY 2023



Current wastewater expenses exceed revenues



The City has several unfunded and badly needed capital improvements



2

Rate Study Process

Gather
Information



- Operating Budget
- Customer Data
- Current Fund Balance
- Capital Project Needs



3

Rate Study Process

Gather
Information



- Operating Budget
- Customer Data
- Current Fund Balance
- Capital Project Needs

Financial
Plan

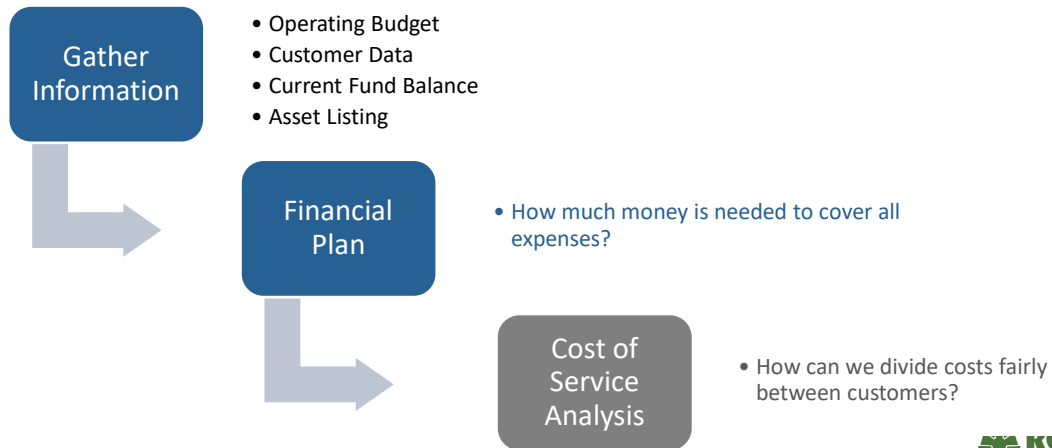


- How much money is needed to cover all expenses?



4

Rate Study Process



5

Current Wastewater Rates

Bi-Monthly Wastewater Rate Schedule

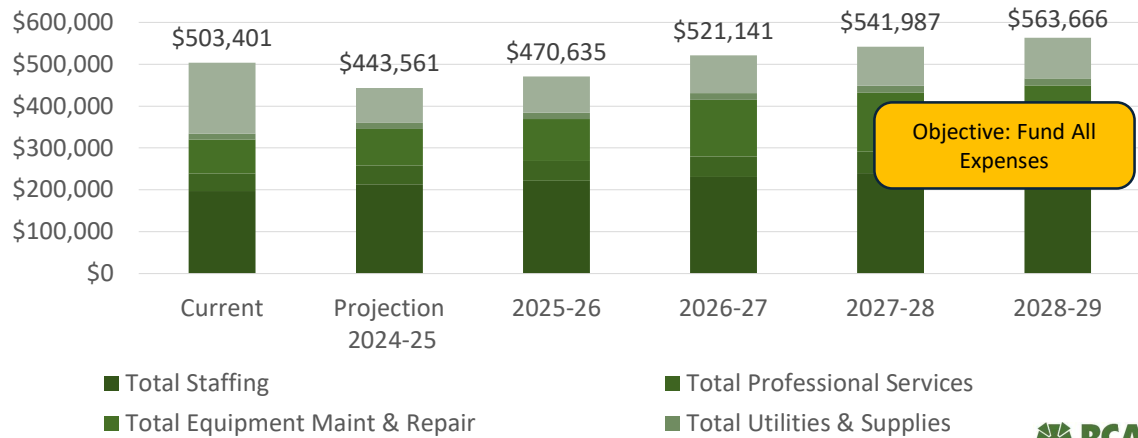
Charge	Rate	per	Unit
Single Family Inside City	\$72.00	account	flat charge
Single Family Outside City	\$79.00	account	flat charge
Multi Family Inside City	\$58.00	dwelling unit	flat charge
Multi Family Outside City	\$64.00	dwelling unit	flat charge
Commercial Inside City	\$72.00	x multiplier*	flat charge
Commercial Outside City	\$79.00	x multiplier*	flat charge

Multiplier calculated using City of Isleton Exhibit A Resolution CC-XX-19



6

Operations and Maintenance Projection



7

Current Wastewater Debt Service

	Budget Projection						
	2023-24	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30
Current Debt Service							
USDA Loan	\$47,843	\$47,843	\$61,577	\$61,629	\$61,628	\$61,672	\$61,658
2019 Taxable Refunding Bond	\$145,878	\$145,878	\$146,363	\$143,363	\$145,238	\$146,863	\$148,238
TOTAL DEBT SERVICE	\$193,721	\$193,721	\$207,939	\$204,992	\$206,865	\$208,535	\$209,896

Objective: 1.25x debt service coverage
First year 1.1x

8

Capital Improvement Plan

Immediate Replacement Needs²

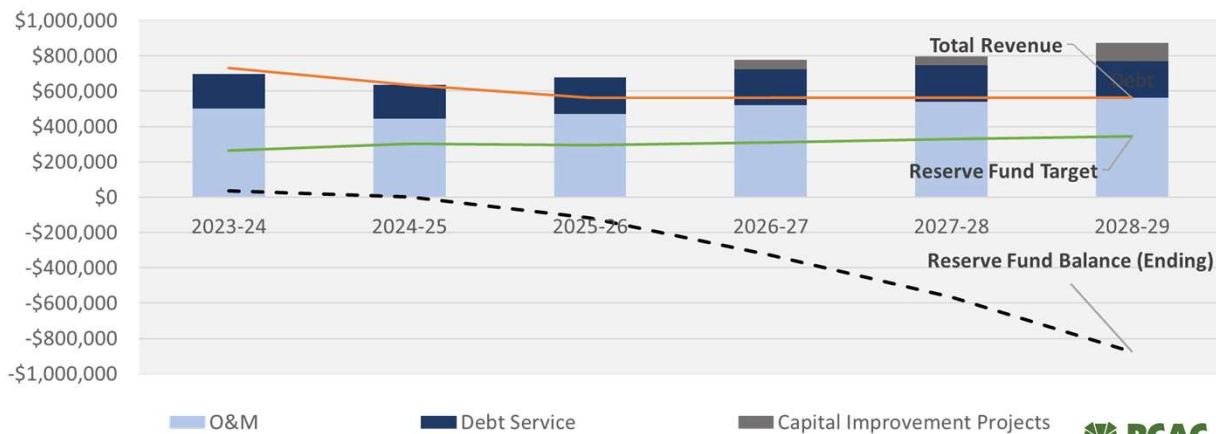
WWTP San Sewer Upgrade	\$7,000,000
Emergency Manhole Repair	\$394,662
Sludge Removal	\$300,000
TOTAL CAPITAL IMPROVEMENTS	\$7,694,662

Objective: Fund \$300,000 in improvements over the next 5 years



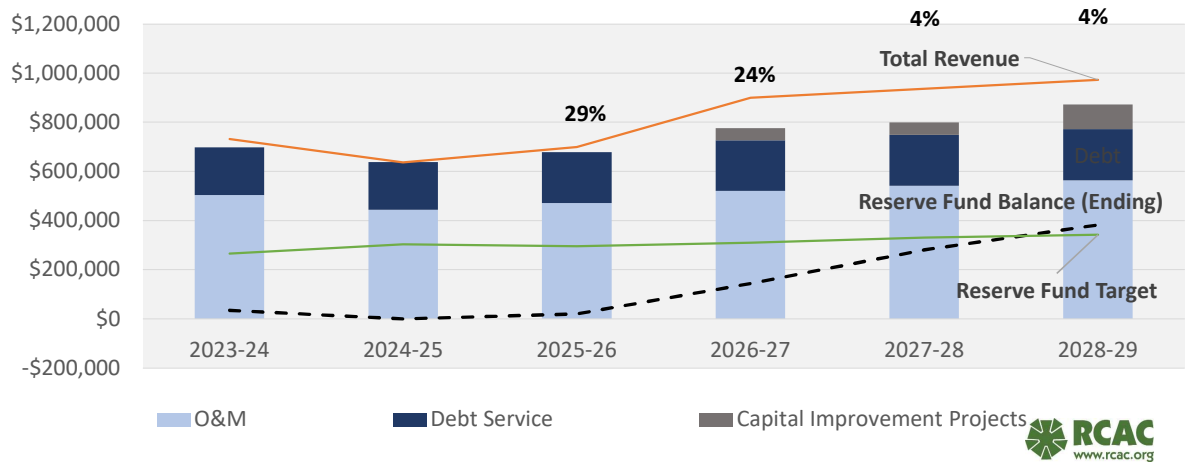
9

Status Quo Wastewater Cash Flow Projection



10

Proposed Wastewater Cash Flow



11

Rate Affordability

$$\frac{\text{total annual water or sewer bill}}{\text{median household income}}$$

0-1.5%	1.5-2.5%	>2.5%
No Affordability Risk	Medium Risk	High Risk

12

Proposed Rate Increases

	Current	9/1/2025	7/1/2026	7/1/2027	7/1/2028	7/1/2029
Fixed Monthly Rates						
Single Family Inside City	\$72.00	\$92.88	\$115.17	\$119.78	\$124.57	\$129.55
Single Family Outside City	\$79.00	\$101.91	\$126.37	\$131.42	\$136.68	\$142.15
Multi Family Inside City	\$58.00	\$74.82	\$92.78	\$96.49	\$100.35	\$104.36
Multi Family Outside City	\$64.00	\$82.56	\$102.37	\$106.47	\$110.73	\$115.16
Commercial Inside City	\$72.00	\$92.88	\$115.17	\$119.78	\$124.57	\$129.55
Commercial Outside City	\$79.00	\$101.91	\$126.37	\$131.42	\$136.68	\$142.15
Affordability	1.7%	2.1%	2.6%	2.7%	2.9%	3.0%



13

Proposition 218 Overview



Any time rates are increased, mail a notice to all ratepayers with details on the proposed rates



Hold a public hearing at least 45 days after mailing the notice



If half of customers submit a written protest, the rates cannot be adopted



Adopted rates are the maximum that the Council can adopt in any year



14

Next Steps



Authorize mailing the
Prop 218 notice



The rates noticed are the
maximum rates that the
Council can adopt in each
fiscal year



Revisit Wastewater
Rate Structure soon



15

Proposition 218 Notice

Public Hearing
Tuesday August 26, 2025
at 6:30PM
in the Council chambers



CITY OF ISLETON
101 2nd Street
Isleton, CA 95641

PROPOSITION 218 NOTIFICATION

NOTICE OF PUBLIC HEARING ON TREATED SEWER RATE INCREASES

This notice is intended to inform you that the City of Isleton (City) will hold a public hearing regarding the proposed sewer rate increases for properties receiving wastewater services from the City. The new rates will be considered by Isleton City Council on Tuesday August 26, 2025, at 6:30pm at 101 2nd Street at the Council's meeting chambers.

BASIS FOR THE PROPOSED RATES

Isleton provides wastewater services to approximately 470 residential and commercial properties. The wastewater utility is intended to be financially self-sufficient with funding for operating and capital expenses derived primarily from wastewater sales. Currently expenditures far exceed revenues and the City is facing financial crisis. A financial plan for the wastewater fund was conducted by an independent consultant at no cost to the City which details the operations and maintenance costs as well as capital improvement needs for the utility over the next 5 years. The study outlines the necessary rate adjustments needed to allow the City to keep pace with rising costs and to fund capital improvements. For further information regarding the rates and analysis, please refer to the Wastewater Financial Plan Report which is available for review at the City Office and at www.cityofisleton.com. For any questions, call @ 916 777-2770.

PROPOSED 5-YEAR SCHEDULE OF PROPOSED WASTEWATER RATES

The City currently charges all wastewater customers a fixed monthly fixed charge based on proximity to the city and type of use. The City's current rate structure was not examined in this financial plan and will be revisited in the near future. The proposed rates aim to recover all operations and maintenance costs as well as make some capital repairs. The proposed wastewater rates will be effective September 1, 2025 and July 1 of each following year through 2029.

	Current	9/1/2025	7/1/2026	7/1/2027	7/1/2028	7/1/2029
Fixed Monthly Rates						
Single Family Inside City	\$72.00	\$92.88	\$115.17	\$119.78	\$124.57	\$129.55
Single Family Outside City	\$79.00	\$101.91	\$126.37	\$131.42	\$136.68	\$142.15
Multi Family Inside City	\$58.00	\$74.82	\$92.78	\$96.49	\$100.35	\$104.36
Multi Family Outside City	\$64.00	\$82.56	\$102.37	\$106.47	\$110.73	\$115.16
Commercial Inside City	\$72.00	\$92.88	\$115.17	\$119.78	\$124.57	\$129.55
Commercial Outside City	\$79.00	\$101.91	\$126.37	\$131.42	\$136.68	\$142.15

NOTIFICATION OF A PUBLIC HEARING ON PROPOSED RATE INCREASES

Article XIII(D) of the California State Constitution and the Proposition 218 Omnibus Implementation Act requires local government to notify property owners and/or rate payers of proposed wastewater rate increases. The City will hold a Public Hearing on **Tuesday August 26, 2025, at 6:30 p.m., at 101 2nd St in Isleton, CA at the Council's meeting chambers.** At the time of the public hearing, the City Council will hear and consider all protests and objections concerning these matters and will consider and may adopt the increased rates.

To oppose the proposed wastewater rate increases, property owners or tenants may submit written protests prior to the close of the public hearing either by mail or in person at City Hall or at the public hearing. Written protests must be signed and include identification of the property involved in the protest by assessor parcel number or address. If written protests against the rate adjustments are submitted by more than 50% of the affected properties, the proposed rate adjustments will not be adopted. Only one protest per property will be counted. Pursuant to Government Code section 53759(d), there is a 120-day statute of limitations for challenging the proposed wastewater rates.



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Questions?

Thank you!

