



**FINAL PROPOSED
FY 2027 OPERATING BUDGET
Rates and Schedule of Fees**

Board of Water Commissioners

March 18, 2026

Budget Considerations

The DWSD Executive Team considered these factors in developing the Budget:

- ✓ **Affordability** – keep rate increases below 4% and support Water Conservation initiatives
- ✓ Compassionate and responsive **Customer Service**
- ✓ Operations that support and preserve **Public Health**; meet or exceed all Federal, State and Local Regulations
- ✓ Employee and Asset **Safety**
- ✓ Water and Sewer **Upgrades** (including Lead Service Line Replacement)
- ✓ **Employee Focus** – training, retention and recruitment

Current Budget Environment and Highlights

- The Proposed FY 2027 Operating Budget was developed with the goal to keep rate affordable and at the same time not compromise on service level initiatives. The Budget incorporates expenditures required to operate DWSD's Systems (Water and Sewer) for FY 2027.
- These expenditures become the basis for determining the Revenues required to operate and is termed as "Revenue Requirement". Total Systemwide Revenue Requirement increased by 4.3% or \$22.5 million.
- Departmental or Direct expenses increased by 5.4% or \$6.1 million and Non-Departmental or Indirect expenses increased by 3.3% or \$13.4 million over FY 2026. Revenue Financed Capital is projected at \$5.6 million, an increase of \$3.0 million over FY 2026.
- The increase in Revenue Requirement of \$22.5 million in FY 2027 is primarily due to increases in GLWA's Wholesale Charges (\$13.0 million or 57.8%), Personnel expenses (\$4.8 million or 21.3%).
- Personnel costs increase is due to addition of net 15 new positions. These new additions are primarily for Operations and are critical to improving DWSD's service level and backlog reduction.
- The Total Systemwide Revenue Requirement of \$543.8 million is offset by non-rate revenue of \$24.1 million resulting in a rate revenue requirement of \$519.7 million. This represents a 4.9% initial Rate Revenue increase over FY 2026 on a Systemwide basis.
- The 4.9% increase in Rate Revenue is offset by increase in volume and meter counts averaging in the range of 1% to 2.4% over FY 2026. This offset resulted in a rate increase of 3.5% on a Systemwide basis.
- The Budget proposes a 3.5% increase in rates across the System (except Private Fireline) to recover the Revenues required to operate the System and meet the budget considerations on slide 2.

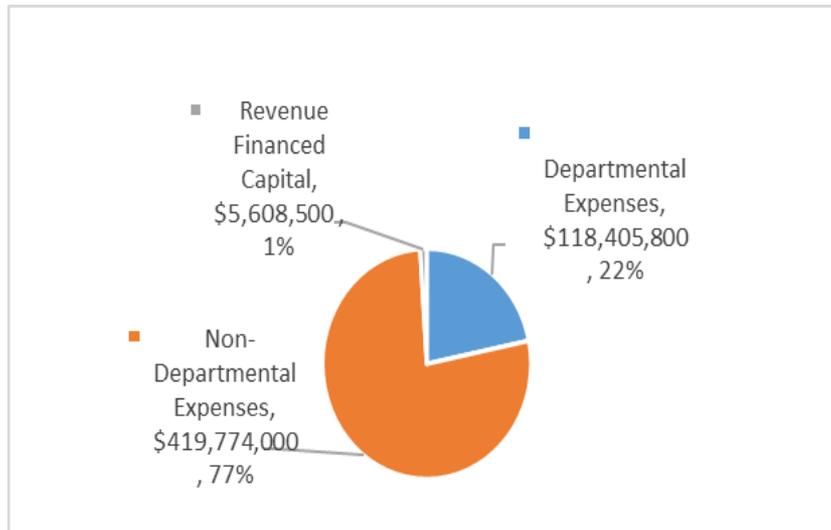


Revenue Requirement – Systemwide

Water & Sewer Funds Combined	Approved Budget FY 2026	Proposed Budget FY 2027	Change	% Change
Revenue Requirement (Total Expenses)	\$ 521,313,800	\$ 543,788,300	\$ 22,474,500	4.3%
<i>What Makes up Revenue Requirement</i>				
Departmental Expenses	112,288,300	118,405,800	6,117,500	5.4%
Non-Departmental Expenses	406,412,100	419,774,000	13,361,900	3.3%
Revenue Finance Capital	2,613,400	5,608,500	2,995,100	114.6%
Total Revenue Requirement	\$ 521,313,800	\$ 543,788,300	\$ 22,474,500	4.3%
<i>How Revenue Requirement is Financed</i>				
Retail Revenue	\$ 508,850,200	\$ 530,700,200	\$ 21,850,000	4.3%
Non-Retail Revenue:	12,463,600	13,088,100	624,500	5.0%
Total Revenue Requirement	\$ 521,313,800	\$ 543,788,300	\$ 22,474,500	4.3%
Revenue Requirement by Fund				
Water Fund Total Revenue Requirement	\$ 149,172,400	\$ 156,789,300	\$ 7,616,900	5.1%
Sewer Fund Total Revenue Requirement	\$ 372,141,400	\$ 386,999,000	\$ 14,857,600	4.0%
Total Revenue Requirement by Fund	\$ 521,313,800	\$ 543,788,300	\$ 22,474,500	4.3%

- Three components make up the Revenue Requirement and reflect the projected annual expense budget required to operate the System as a whole. Revenue Requirement increased by \$22.5 million or 4.3% over FY 2026.
- Revenue Requirement is financed by 2 sources - Retail and Non-Retail Revenues.
- Water Fund Revenue Requirement increased by 5.1% while Sewer Fund Revenue Requirement increased by 4.0% with an overall Systemwide Revenue Requirement increase of 4.3%.

Revenue Requirement - Systemwide



- This slide summarizes the projected share of each of the three components of Revenue Requirement.
- Departmental or direct expenses (generally controllable by DWSD) of \$118.4 million represents 22% of the total Revenue Requirement.
- Non-Departmental or indirect expenses (expenses over which DWSD has no or very little control) of \$419.8 million make up 77% of the total Revenue Requirement.

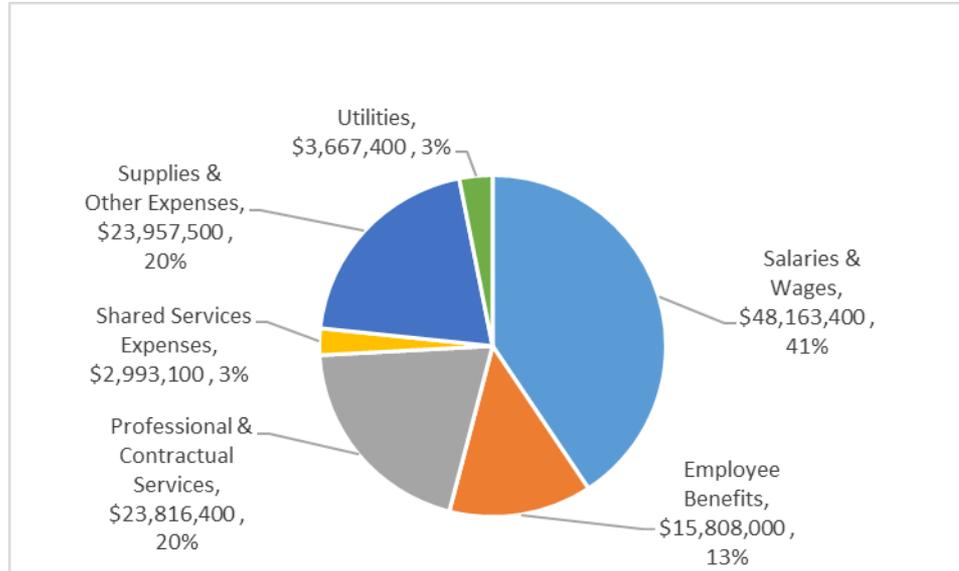


Departmental Expenses - Systemwide

Water & Sewer Funds Combined	Approved Budget FY 2026	Proposed Budget FY 2027	Change	% Change
Departmental Expenses				
Salaries/Wages	\$ 45,046,300	\$ 48,163,400	\$ 3,117,100	6.9%
Employee Benefits (Fringes)	14,122,800	15,808,000	1,685,200	11.9%
Professional & Contractual Services	23,753,300	23,816,400	63,100	0.3%
Shared Services Expense	2,374,100	2,993,100	619,000	26.1%
Supplies & Other	23,246,200	23,957,500	711,300	3.1%
Utilities	3,745,600	3,667,400	(78,200)	-2.1%
Total Departmental Expenses	\$ 112,288,300	\$ 118,405,800	\$ 6,117,500	5.4%

- Departmental expenses, also known as direct expenses, consist of natural classes of expenses such as salaries/wages, benefits, contractual services, etc. Departmental expenses increased by 5.4% or \$6.1 million over FY 2026.
- Majority of this increase (\$4.8 million or 78.5%) is in Personnel costs (Salaries/Wages and Employee Benefits) due to addition of 15 new Full Time Equivalents (FTEs), the implementation of the new Compensation Study results and increase in fringe benefit rates.
- New FTEs are to strengthen service level efforts and reduce backlog of service requests.

Departmental Expenses - Systemwide



- This slide summarizes the share of the various departmental expenses in the Revenue Requirement structure.
- Personnel costs consisting of Salaries & Wages and Benefits make up 54% of the total Departmental expenses budget. Professional and contractual services and other operating expenses make up 40% of the total Departmental expenses budget.
- Headcount is projected to increase by net 15 FTEs and is primarily to support DWSD's strategic initiatives to provide better service delivery and also to catch up on backlog of service deliverables.

Non-Departmental Expenses - Systemwide

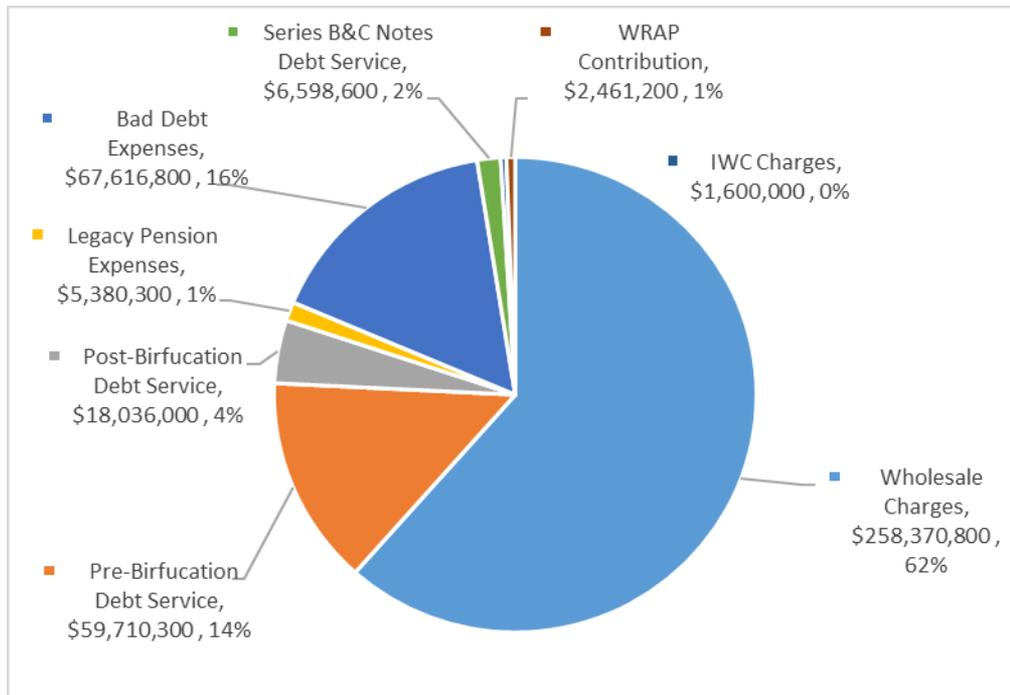


Water & Sewerage
Department

Water & Sewer Funds Combined	Approved Budget FY 2026	Proposed Budget FY 2027	Change	% Change
Non-Departmental Expenses				
Wholesale Charges	\$ 245,353,200	\$ 258,370,800	\$ 13,017,600	5.3%
Obligation to GLWA	59,710,300	59,710,300	-	0.0%
Post Bifucation Debt Service	17,733,400	18,036,000	302,600	1.7%
Pension	4,399,100	5,380,300	981,200	22.3%
B and C Notes	7,380,300	6,598,600	(781,700)	-10.6%
Bad Debt	67,862,900	67,616,800	(246,100)	-0.4%
Industrial Waste Charges (IWC)	1,600,000	1,600,000	-	
Water Retail Assistance Program (WRAP)	<u>2,372,900</u>	<u>2,461,200</u>	<u>88,300</u>	<u>3.7%</u>
Total Non-Departmental Expenses	\$ 406,412,100	\$ 419,774,000	\$ 13,361,900	3.3%

- Non-departmental expenses, also known as indirect expenses, consist of expenses such as Wholesale Charges, Debt Service, Pension, Bad Debt. Non-Departmental expenses increased by \$13.4 million or 3.3% over FY 2026.
- Majority of this increase (\$13.0 million or 97.4%) is in Wholesale Charges due to increase in GLWA's Revenue Requirements.
- Increase in Pension cost is based on Required Contribution per the Actuary Report.

Non-Departmental Expenses - Systemwide



- This slide summarizes the share of each non-departmental or indirect expense in the Revenue Requirement structure.
- These expenses represent costs over which DWSD has no or little control.
- Wholesale Charges are based on GLWA's Revenue Requirement and makes up 62% of total Non-Departmental or indirect costs.
- Pre and Post Bifurcation debt are fixed commitments for DWSD and accounts for 18% of the total.
- Bad Debt is the 3rd largest cost category and accounts for 16% of the total Non-Departmental or indirect costs.



What Funds Revenue Requirement?

Water & Sewer Funds Combined	Approved Budget FY 2026	Proposed Budget FY 2027	Change	% Change
What Makes up Retail Revenue				
Rate Revenue				
Commodity Sales	\$ 244,608,300	\$ 257,201,200	\$ 12,592,900	5.1%
Service Charges	43,134,000	45,521,500	2,387,500	5.5%
Drainage Revenue	205,371,800	214,614,300	9,242,500	4.5%
Fireline Revenue	2,292,100	2,363,200	71,100	3.1%
Total Rate Revenue	\$ 495,406,200	\$ 519,700,200	\$ 24,294,000	4.9%
Non-Rate Revenue				
Permits, Fees, Etc.	\$ 13,444,000	\$ 11,000,000	\$ (2,444,000)	-18.2%
Total Non-Rate Revenue	\$ 13,444,000	\$ 11,000,000	\$ (2,444,000)	-18.2%
Total Retail Revenue	\$ 508,850,200	\$ 530,700,200	\$ 21,850,000	4.3%
What Makes up Non-Retail Revenue				
Shared Services Revenue	2,500,000	2,993,100	493,100	19.7%
IWC Charges	1,600,000	1,600,000	-	
GLWA Share of Legacy Costs	8,363,600	8,495,000	131,400	1.6%
Total Non-Retail Revenue	\$ 12,463,600	\$ 13,088,100	\$ 624,500	5.0%
Total Revenue Requirement	\$ 521,313,800	\$ 543,788,300	\$ 22,474,500	4.3%

- Revenue Requirement is funded by **Retail Revenue** (Rate Revenue and Non-Rate Revenue) and **Non-Retail Revenue** (Shared Services Revenue and GLWA's share of Legacy costs).

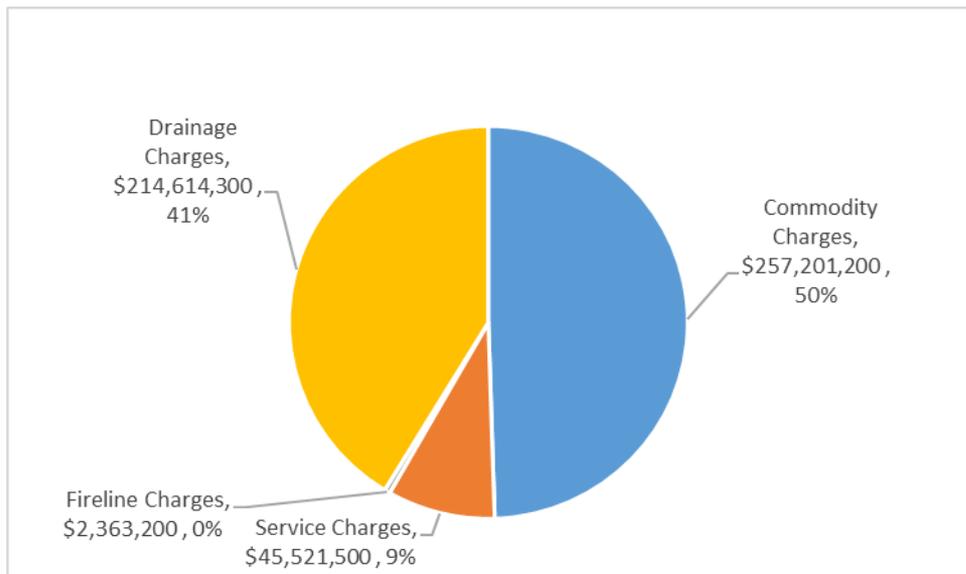


Components of Rate Revenue Requirement

Water & Sewer Funds Combined	Approved Budget FY 2026	Proposed Budget FY 2027	Change	% Change
Rate Revenue Requirement				
Commodity Charges	\$ 244,608,300	\$ 257,201,200	\$ 12,592,900	5.1%
Service Charges	43,134,000	45,521,500	2,387,500	5.5%
Fireline Charges	2,292,100	2,363,200	71,100	3.1%
Drainage Charges	205,371,800	214,614,300	9,242,500	4.5%
Total Rate Revenue Requirement	\$ 495,406,200	\$ 519,700,200	\$ 24,294,000	4.9%
Rate Revenue Requirement by Fund				
Water Fund Rate Revenue Requirement	\$ 140,140,100	\$ 148,445,800	\$ 8,305,700	5.9%
Sewer Fund Rate Revenue Requirement	355,266,100	371,254,400	15,988,300	4.5%
Total Rate Revenue Requirement by Fund	\$ 495,406,200	\$ 519,700,200	\$ 24,294,000	4.9%
Rate Revenue Requirement				
Total Revenue Requirement	\$ 521,313,800	\$ 543,788,300	\$ 22,474,500	4.3%
Less: Shared Services Revenue	(2,500,000)	(2,993,100)	(493,100)	0.20
Less: GLWA's share of Pension	(8,363,600)	(8,495,000)	(131,400)	1.6%
Less: IWC Charges	(1,600,000)	(1,600,000)	-	0.0%
Less: Non-Rate Revenue	(13,444,000)	(11,000,000)	2,444,000	-18.2%
Total Rate Revenue Requirement	\$ 495,406,200	\$ 519,700,200	\$ 24,294,000	4.9%

- This slide breaks down Rate Revenue Requirement by revenue categories.
- Rate Revenue Requirement of \$519,700,200 is arrived by deducting non-rate revenues from total Revenue Requirement of \$543,788,300 (\$543,788,300 - \$24,088,100).
- Water and Sewer Fund Rate Revenue requirements are projected to increase by 5.9% and 4.5% respectively, with a Systemwide increase of 4.9%.
- This increase in Rate Revenue Requirement is then offset by the projected increase in Volume.

Components of Rate Revenue Requirement



- This slide represents the share of each Rate Revenue source that is required to fund the Revenue Requirement.
- Commodity Charges make up 50% of total Rate Revenue Requirement.
- Service Charges make up 9% of the total Revenue Requirement.
- Drainage Charges make up 41% of the total Rate Revenue Requirement.



Summary of Revenues and Expenses - Water Fund

Water Fund	Approved Budget FY 2026	Proposed Budget FY 2027	Change	% Change
Revenue Requirement				
Retail Revenue				
Commodity Sales	\$ 111,097,500	\$ 117,681,900	\$ 6,584,400	5.9%
Service Charges	26,750,500	28,400,700	1,650,200	6.2%
Firelines	2,292,100	2,363,200	71,100	3.1%
Permits, Penalties and Other Revenue	5,124,000	4,000,000	(1,124,000)	-21.9%
Total Retail Revenue	\$ 145,264,100	\$ 152,445,800	\$ 7,181,700	4.9%
Non-Retail Revenue				
GLWA Share of Legacy Costs	\$ 2,730,800	\$ 2,806,200	\$ 75,400	2.8%
Shared Services	1,177,500	1,537,300	359,800	30.6%
Total Non-Retail Revenue	\$ 3,908,300	\$ 4,343,500	\$ 435,200	11.1%
Total Revenue Requirement	\$ 149,172,400	\$ 156,789,300	\$ 7,616,900	5.1%
Revenue Requirement				
Departmental (Direct) Expense				
Administration	\$ 824,000	\$ 934,300	\$ 110,300	13.4%
Operations	28,666,100	29,774,600	1,108,500	3.9%
Compliance	14,822,400	15,718,300	895,900	6.0%
Finance	6,549,000	7,791,700	1,242,700	19.0%
Total Departmental (Direct) Expense	\$ 50,861,500	\$ 54,218,900	\$ 3,357,400	6.6%
Non-Departmental (Indirect) Expense	96,806,600	99,492,600	2,686,000	2.8%
Revenue Financed Capital	1,504,300	3,077,800	1,573,500	104.6%
Total Revenue Requirement	\$ 149,172,400	\$ 156,789,300	\$ 7,616,900	5.1%

Summary of Revenues and Expenses - Sewer Fund



Water & Sewerage
Department

Sewer Fund	Approved Budget FY 2026	Proposed Budget FY 2027	Change	% Change
Revenue Requirement				
Retail Revenue				
Commodity Sales	\$ 133,510,800	\$ 139,519,300	\$ 6,008,500	4.5%
Service Charges	16,383,500	17,120,800	737,300	4.5%
Drainage Fees	205,371,800	214,614,300	9,242,500	4.5%
Permits, Penalties and Other Revenue	<u>8,320,000</u>	<u>7,000,000</u>	<u>(1,320,000)</u>	<u>-15.9%</u>
Total Retail Revenue	<u>\$ 363,586,100</u>	<u>\$ 378,254,400</u>	<u>\$ 14,668,300</u>	<u>4.0%</u>
Non-Retail Revenue				
GLWA Share of Legacy Costs	\$ 5,632,800	\$ 5,688,800	\$ 56,000	1.0%
IWC Charges	1,600,000	1,600,000	-	0.0%
Shared Services	<u>1,322,500</u>	<u>1,455,800</u>	<u>133,300</u>	<u>10.1%</u>
Total Non-Retail Revenue	<u>\$ 8,555,300</u>	<u>\$ 8,744,600</u>	<u>\$ 189,300</u>	<u>2.2%</u>
Total Revenue Requirement	<u>\$ 372,141,400</u>	<u>\$ 386,999,000</u>	<u>\$ 14,857,600</u>	<u>4.0%</u>
Revenue Requirement				
Departmental (Direct) Expense				
Adminstration	\$ 925,600	\$ 1,049,100	\$ 123,500	13.3%
Operations	30,595,400	33,641,700	3,046,300	10.0%
Compliance	20,683,000	20,745,900	62,900	0.3%
Finance	<u>9,222,800</u>	<u>8,750,200</u>	<u>(472,600)</u>	<u>-5.1%</u>
Total Departmental (Direct) Expense	<u>\$ 61,426,800</u>	<u>\$ 64,186,900</u>	<u>\$ 2,760,100</u>	<u>4.5%</u>
Non-Departmental (Indirect) Expense	309,605,500	320,281,400	10,675,900	3.4%
Revenue Financed Capital	<u>1,109,100</u>	<u>2,530,700</u>	<u>1,421,600</u>	<u>128.2%</u>
Total Revenue Requirement	<u>\$ 372,141,400</u>	<u>\$ 386,999,000</u>	<u>\$ 14,857,600</u>	<u>4.0%</u>

Summary of Volume & Rate Data - Water Fund



Water & Sewerage
Department

Water Fund	Approved Budget FY 2026	Proposed Budget FY 2027	Change	% Change
Volumetric Charges				
Units (Mcf)				
Tier 1 Volume (up to 0.6 Mcf)	867,400	888,100	20,700	2.4%
Tier 1 Volume Rate per Mcf	\$ 27.61	\$ 28.57	\$ 0.95	3.5%
Total Tier 1 Volumetric Charges	\$ 23,952,400	\$ 25,372,000	\$ 1,419,600	5.9%
Tier 2 Volume (> 0.6Mcf)	1,760,600	1,802,400	41,800	2.4%
Tier 2 Volume Rate per Mcf	\$ 49.50	\$ 51.21	\$ 1.72	3.5%
Total Tier 2 Volumetric Charges	\$ 87,145,100	\$ 92,309,900	\$ 5,164,800	5.9%
Total Volumetric Charges	\$ 111,097,500	\$ 117,681,900	\$ 6,584,400	5.9%
Services Charges				
Equivalent Units				
Customers (Meters)	198,000	202,700	4,700	2.4%
Service Line Equivalents	251,000	256,500	5,500	2.2%
Connections Equivalent	374,000	386,000	12,000	3.2%
Charges per Equivalent Unit per Month				
Customers (Meters)	\$ 3.13	\$ 3.24	\$ 0.11	3.5%
Service Line Equivalents	\$ 2.89	\$ 3.01	\$ 0.12	4.2%
Connections Equivalent	\$ 2.36	\$ 2.43	\$ 0.07	3.0%
Rate per 5/8" Equivalent Meter per Month	\$ 8.38	\$ 8.68	\$ 0.30	3.6%
Number of Months	12	12	12	
Total Service Charges	\$ 26,750,500	\$ 28,400,700	\$ 1,650,200	6.2%
Fireline Charges				
6" Equivalent Connections	2,170	2,200	30	0.01
Rate per 6" Equivalent Unit per Month	\$ 88.02	\$ 89.52	\$ 1.50	1.7%
Number of Months	12	12		
Total Fireline Charges	\$ 2,292,100	\$ 2,363,200	\$ 71,100	3.1%
Total Rate Revenue Requirement	\$ 140,140,100	\$ 148,445,800	\$ 8,305,700	5.9%

Water volume is expected to go up by 2.4% based on historical actual usage data.

Equivalent units are expected to go up by 2.5% cumulatively for customer meters, service lines and connections based on 5/8 inch meter equivalent.

Summary of Volume & Rate Data - Sewer Fund



Water & Sewerage
Department

Sewer Fund	Approved Budget FY 2026	Proposed Budget FY 2027	Change	% Change
Volumetric Charges				
Units (Mcf)				
Residential Average Winter Usage	962,900	972,500	9,600	1.0%
Non-Residential Volume	1,225,600	1,237,700	12,100	1.0%
Total Volume	2,188,500	2,210,200	21,700	1.0%
Sewer Volume Rate per Mcf	\$ 61.01	\$ 63.13	\$ 2.12	3.5%
Total Volumetric Charges	\$ 133,510,800	\$ 139,519,300	\$ 6,008,500	4.5%
Service Charges				
Equivalent Units				
Customers (Meters)	195,300	197,300	2,000	1.0%
Meter & Service Lines	195,300	197,300	2,000	1.0%
Charges per Equivalent Unit per Month				
Customers (Meters)	\$ 3.27	\$ 3.39	\$ 0.12	3.7%
Service Line Equivalents	\$ 3.72	\$ 3.84	\$ 0.12	3.2%
Rate per 5/8" Equivalent Meter per Month	\$ 6.99	\$ 7.23	\$ 0.24	3.4%
Number of Months	12	12	12	
Total Service Charges	\$ 16,383,500	\$ 17,120,800	\$ 737,300	4.5%
Drainage Charges				
Impervious Acres	27,000	27,300	300.00	1.1%
Rate per Impervious Acre per Month	\$ 742.88	\$ 768.75	\$ 25.87	3.5%
Number of Months	12	12		
Total Drainage Charges	\$ 240,693,100	\$ 251,842,500	\$ 11,149,400	4.6%
Credits	(35,321,300)	(37,228,200)	(1,906,900)	5.4%
Total Drainage Charges	\$ 205,371,800	\$ 214,614,300	\$ 9,242,500	4.5%
Total Rate Revenue Requirement	\$ 355,266,100	\$ 371,254,400	\$ 15,988,300	4.5%

Sewer volume had a 1% increase with a similar increase in meters.

BIA is projected to increase 1%.

Combined Water and Sewer FTEs



Cost Center	Approved Budget FY 2026 FTE	Proposed Budget FY 2027 FTE	Increase (Decrease)
Operation & Maintenance (O&M)			
Chief Exec Officer	5	5	-
BOWC	1	1	-
Deputy Director	1	1	-
Facility Operation	16	16	-
Storm Water Management	28	28	-
Fleet Operation	22	24	2
Maintenance & Repairs	243	245	2
Meter Operation	74	79	5
General Counsel	7	7	-
Organization Development	17	13	(4)
Information Technology	38	39	1
Security	31	37	6
Public Affairs	8	8	-
Customer Service	96	98	2
Chief Financial Officer	3	3	-
Finance (Controller)	15	16	1
Procurement	26	27	1
Treasury	4	3	(1)
Budget	3	3	-
Billing & Collection	18	18	-
Internal Audit	2	2	-
Total for O&M	658	673	15
Improvement & Extension (I&E)			
Field Engineering	72	72	-
Lead Service	25	25	-
Total for I&E	97	97	-
Grand Total (O&M and I&E)	755	770	15

- FTEs increase by net 15 headcount for Operating budget and no change in the I&E Budget.
- Increase in FTEs is primarily in Operations Cost Centers.
- This strategy of increasing headcount for Operations is in keeping with DWSD's strategic initiative to enhance service levels and reduce backlog in service deliveries.



Summary of Rates – Water and Sewer Funds

Water Fund	Approved Budget FY 2026	Proposed Budget FY 2027	Change	% Change
Proposed Rates				
Volumetric Rate per Mcf				
Tier 1 (upto 0.6 Mcf)	\$ 27.61	\$ 28.57	\$ 0.96	3.5%
Tier 2 (> 0.6Mcf)	\$ 49.50	\$ 51.21	\$ 1.71	3.5%
Service Rate/equivalent unit per month	\$ 8.38	\$ 8.68	\$ 0.30	3.6%
Fireline Rate/equivalent unit per month	\$ 88.02	\$ 89.52	\$ 1.50	1.7%
Sewer Fund	Approved Budget FY 2026	Proposed Budget FY 2027	Change	% Change
Proposed Rates				
Volumetric Rate per Mcf	\$ 61.01	\$ 63.13	\$ 2.12	3.5%
Service Rate/equivalent unit per month	\$ 6.99	\$ 7.23	\$ 0.24	3.4%
Drainage Rate per Billable acre per month	\$ 742.88	\$ 768.75	\$ 25.87	3.5%

- DWSD is proposing a 3.5% rate increase over the FY 2026 Rate for Water, Sewer and Drainage services.
- The 3.5% increase translates to \$0.96 increase per Mcf or per 7,480 gallons for Tier 1 customers and \$1,71 increase per Mcf or per 7,480 gallons for Tier 2 water customers. In terms of gallons, the increase is less than 1 cent per gallon for both Tiers.
- The 3.5% Sewer Volumetric rate increase translates to \$2.12 increase per Mcf or per 7,480 gallons and also equates to less than 1 cent increase per gallon.
- Service Rates increased by \$0.30 and \$0.24 per equivalent unit per month for Water and Sewer.
- The 3.5% Drainage Charge increase translates to an increase of \$25.87 per acre per month. Fireline rate is projected to increase \$1.50 per unit per month.

Schedule of Fees – Water and Sewer Funds



Service Type	Approved Fee FY 2026	Proposed Fee FY 2027
Water and /or Sewer Services Permit Plan Review		
Residential Zoning*	Same as FY 2027 for all 4	\$150.00/ 1st Cycle;
*Four (4) Units or Less		\$ 75.00/ Subsequent Cycles
Non-Residential Zoning		\$700.00/ 1st Cycle;
		\$ 350.00/ Subsequent Cycles
Stop Box Replacement	\$2,000.00	\$2,000.00
Water Turn On/Off (Maintenance & Repair and Meter Operations)	\$45.00	\$45.00
Real Estate Closing Fee (Non-AMR Accounts Only)	\$45.00	\$45.00
Water Service Line Reconnection Permit	\$650.00	\$650.00
Sewer Permit Inspection (fee relative to scope of work) Permit valid for one year from issue date	\$650.00	\$650.00
Water Permit Inspection (fee relative to scope of work) Permit valid for one year from issue date	\$650.00	\$650.00
Demolitions		
Water line disconnection (<i>restoration not included*</i>)	\$1,000.00	\$1,000.00
Hydrant water use for residential demolition	\$450.00	\$450.00
Hydrant water use for commercial demolition	\$2,450.00	\$2,450.00
Stormwater Management Plan Review Fees		
Preliminary plan review, and initial review of plans and comment letter, as-built plan review, and an inspection of the as-built project	\$2,550.00	\$2,550.00
Additional plan reviews (per plan review beyond initial)	\$400.00	\$400.00
Additional inspections (per inspection beyond initial)	\$750.00	\$750.00
*Cost for restoration by DWSD will vary based on type of restoration required, estimate will be provided	Same as FY 2027 for all 3	
o Grass		Up to \$500.00
o Sidewalk		Up to \$1,500.00
o Road		Up to \$15,000.00
Easement Enroachment Permit Fee		\$300.00
Hydro excavation	\$400.00	\$400.00

Schedule of Fees – Water and Sewer Funds



Penalty Type	Approved Fee FY 2026	Proposed Fee FY 2027
NSF (non-sufficient funds)	\$40.00	\$40.00
Missed Appointment (any type)	\$45.00	\$45.00
Illegal Turn-on		
1st Offense	\$250.00	\$250.00
2nd Offense	\$500.00	\$500.00
On the second offense, unless full payment of all fees is made or a payment plan is initiated, the service line will be disconnected, and an additional fee will be assessed.	\$660.00	\$660.00
Tampered/Cut Cable (AMR)		
1st Offense	\$50.00	\$50.00
2nd Offense	\$100.00	\$100.00
3rd Offense	\$150.00	\$150.00
Illegal dig Up or Illegal Water and/or Sewer Taps		
1st Offense	\$1,000.00	\$1,000.00
2nd Offense	\$3,000.00	\$3,000.00
3rd Offense	\$5,000.00	\$5,000.00
Meter Operations		
Damaged Meter Equipment		
Meter sizes 5/8" - 1"	\$165.00	\$165.00
Meter sizes 1.5" - 2"	\$675.00	\$675.00
Meter sizes 3" - 12"	\$2,435.00	\$2,435.00
Damaged AMR equipment (MIU)	\$180.00	\$180.00
Unrecovered Meter	Per unrecovered meter depreciation charge table	Per unrecovered meter depreciation charge table
Late Fee (assessed for each bill on previous ending balance)	5%	5%
Tampering with lock (if digging is necessary)	\$800.00	\$800.00

Customer Impact of FY 2027 Budget

These value-added benefits will occur through the proposed Budget:

- **Clean 600 miles of Sewer** to provide capacity to the current design standards -- clean entire system in a five-year cycle.
- **Inspect and clean 8,000 Catch Basins** to reduce street flooding.
- **Replace at least 3,500 Lead Service Lines – 8,000 lines if additional State and/or Federal funding is received** – with a goal to remove all lines within 10 years – over 15,000 have been replaced since 2018.
- **Paint 5,000 Fire Hydrants** which reduces corrosion.
- Complete the **Far West project's detention basins and sewers to remove 100 million gallons of rainwater and snowmelt annually** from the combined Sewer System and construct and complete design of several other stormwater projects.
- Continue to provide and procure resources to support Water Affordability through the **Lifeline Plan** and an effective payment plan through **EasyPay** to the benefit of our customers in keeping water services on while **improving the collection rate**.



Next Steps

- DWSD is seeking the Board of Water Commissioners approval of the FY 2027 Final Proposed Operating Budget, the Rates and the Schedule of Fees for FY 2027.
- FY 2027 Rates and the Schedule of Fees become effective on **July 1, 2026**.



THANK YOU!

Detroit Water & Sewerage Department

For more information visit: www.detroitmi.gov/dwsd

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