

SUBJECT: NOTICE BY THE CITY OF BOULDER CITY OF PROPOSED CHANGES TO ELECTRIC, WATER AND WASTEWATER RATES, FEES, AND CHARGES

To Whom It May Concern:

The City of Boulder City ("City or "Boulder City") is responsible for providing electricity, potable water, wastewater, raw water and reclaimed water services to residents and businesses within the City's service area. The City currently serves a population of approximately 15,000 residents, with approximately 8,500 customer accounts. The City operates and maintains an extensive electric distribution system with two service connection points at Mead Substation and Boulder City Tap serving six substations. The City also operates and maintains an extensive water distribution system which delivers potable and raw water from Southern Nevada Water Authority (SNWA) treatment facilities. The City also operates and maintains a wastewater collection system and one reclamation facility and delivers reclaimed water via a main reclamation line for dust control and industrial purposes.

Pursuant to the Boulder City Council's ratemaking authority under Article XIV, Section 136 (a) of the Boulder City Charter, the City is proposing changes to electric and water tier thresholds and increases to electric, water, and wastewater rates for the years 2024 – 2026 applicable to commercial enterprises to support conservation efforts. These changes will impact future bills for monthly service where there is electric or water consumption. For the 2024 – 2025 timeframe, the City is proposing to:

- Unbundle all electric charges with an energy charge based on the City's estimated annual cost of purchased power initially set at \$0.0624 per kWh, to be adjusted as needed to match actual costs of purchased power and a delivery charge based on all other costs required to operate and maintain the City's electric system.
- Increase the electric charges for revenue increases of 4% per year and water and wastewater charges for revenue increases of 2.5% per year.

This letter is to inform you the City is proposing to modify rates as described in this letter. The City will make the following information available at <https://www.bcnv.org/rates>: depiction of the City service area; Utilities budget; adopted Capital Improvement Plan (Utilities pages only); and, estimated impact on sample customer categories.

A Business Impact Statement must be prepared to evaluate the effect of the changes to the electric, water and wastewater rates, fees, and charges on businesses. You may submit data and arguments to the City as to whether the proposed changes to utility rates, fees, and charges: (1) imposes a direct and significant economic burden upon a business or (2) directly restricts the formation, operation, or expansion of a business. **If you wish to provide such feedback, you must do so by submitting your comments in writing to the City by June 15th, 2023** by using the online comment form on the City's website at <https://www.bcnv.org/rates>, by email to rates@bcnv.org, or in writing at the following address:

City of Boulder City

Utilities Department

ATTN: Joshua Hardy, Utilities Business Analyst

401 California Ave

Boulder City, NV 89005

The final Business Impact Statement is expected to be considered at the June 27, 2023 meeting of the Boulder City Council. It is anticipated the Boulder City Council will consider the proposed changes to the electric, water and wastewater rates, fees, and charges at its July 11, 2023 meeting.

A copy of the notice that the City sent to the Las Vegas Review-Journal to be published on or about Friday, May 19, 2023 and is available at <https://www.bcnv.org/rates>. You may also obtain a hard copy of that notice at the following location:

Boulder City Hall

401 California Ave

Boulder City, NV 89005