



FAQ: YOUR WATER AND WASTEWATER RATES

MAY 1, 2024 – APRIL 30, 2025 (FISCAL YEAR 2025)

ARE MY RATES GOING UP THIS YEAR?

Beginning May 1, 2024, the average monthly residential water services bill will increase about \$2.23 for water and \$4.49 for wastewater, with no increase for stormwater.

WHY ARE MY RATES GOING UP?

The new rates, approved by the City Council, will fund the ongoing maintenance and improvement of Kansas City's water infrastructure, including the wastewater investments required by the federally mandated Smart Sewer Program.

HOW MUCH WILL MY BILL BE?

The average residential bill will be \$128.79 per month, which includes \$46.95 for water (based on actual average monthly usage of 5.28 CCF, or 3,950 gallons), \$79.34 for wastewater (based on actual average monthly usage of 4.42 CCF, or 3,307 gallons), and \$2.50 for stormwater (based on an average of 2,500 square feet of impervious surface area). Your actual bill will vary depending on the number of days of service (typically 29-31 days), the amount of water used, and the amount of impervious surface (the size of structures and paved surfaces that cannot absorb rainwater) at your residence.

WHAT AM I PAYING FOR EACH MONTH?

Just like other utilities, KC Water charges you for reliable service to receive and use the unlimited high-quality and great-tasting water that comes out of your tap and the water you flush down your toilet or send down your drain. KC Water operates three utilities: Water, which provides safe, reliable drinking water and fire protection; Wastewater, which safely handles and treats the waste you produce; and Stormwater, which works to keep Kansas City safe, through flood prevention and the Household Hazardous Waste drop-off facility.

WHY IS WASTEWATER THE MOST EXPENSIVE CHARGE ON MY BILL?

In 2010, the City of Kansas City, Missouri entered into a Federal Consent Decree with the United States Environmental Protection Agency to reduce the volume and frequency of overflows from the City's sewer system. KC Water's Smart Sewer Program is a multi-decade effort to address this challenge through 2040 and is paid for with wastewater funds. More information about the Smart Sewer Program can be found at www.kcsmartsewer.us.

HOW DOES KC WATER MAKE SURE RATES ARE FAIR FOR EACH CUSTOMER?

A cost of service study is conducted by an outside consultant each year. The study follows the American Water Works Association's M1 Manual "Principles of Water Rates, Fees, and Charges" and the Water Environment Federation's "Financing and Charges for Wastewater Systems." These industry-standard rate-setting models are consistent throughout the United States and help ensure that the fees charged are directly related to the cost of providing service to our customers.

ARE RATES HIGHER IN SOME PARTS OF THE CITY THAN IN OTHERS?

No. There is no difference in residential rates based on your location. If you live in the south part of Kansas City, your rate is exactly the same as someone who lives in the north part of Kansas City, and vice versa. While the rates are the same, bills can differ among customers due to the amount of water used, the size of the water meter, and the amount of impervious surface on a property.

IS MY BILL ADJUSTED FOR DIFFERENT SEASONS OF THE YEAR?

Wastewater charges on your KC Water bill will be different from January-April due to the seasonal adjustment of wastewater bills. KC Water uses water consumption as the basis for wastewater charges, which pay for sewer pipes and sewage treatment. During winter months, when usage typically is lower than summer and fall, wastewater charges are based on the actual amount of water used in the home. In May-December, KC Water charges an average of the winter wastewater charges because residential customers use water that does not enter the sewer system, e.g., watering lawns and gardens, washing cars, or filling swimming pools.

ARE THE RATES I PAY BEING USED TO INVEST IN KANSAS CITY'S AGING INFRASTRUCTURE?

KC Water is working hard to rebuild Kansas City. We have water and wastewater infrastructure projects totaling \$545 million, on tap for Fiscal Year 2025. These projects will improve water quality, protect public health, meet regulatory requirements, reduce long-term operational

costs, improve overall system efficiency, enhance service reliability, build and maintain utility infrastructure, promote economic development, and serve future generations.

This work is part of our ongoing Capital Improvement Plan. Infrastructure investment means stronger neighborhoods, economic vitality, and jobs. A generation of infrastructure investments in the mid-20th century is now reaching the end of its useful life. KC Water has a strategy for reinvesting in our system to enhance system reliability. Capital improvement projects are a major part of that strategy to better serve our customers.

We're able to make these investments thanks to customers like you and the rates you pay and to voters who have approved the issuance of revenue bonds. That support has allowed KC Water to take advantage of low-cost financing, which results in lower borrowing costs and more dollars for improving our water infrastructure. Thank you for your investment in Kansas City's future.

DO THE RATES I PAY MAKE A DIFFERENCE?

Yes! Thanks to you, we were able to launch the strategic and data-driven Water Main Replacement (WMR) Program. The program started after FY2012 when there were 1,844 water main breaks. Many breaks were because of the drought, but others were due to the advanced age of the pipe. Through the WMR Program, we strive to proactively replace one percent of the system, or 28 miles, of break-prone pipe each year.

Kansas City's first water pipes were installed in 1874 and much of Kansas City's drinking water infrastructure is nearing the end of its useful life. We operate and maintain 2,800 miles of pipe. Lined up, end to end, those pipes would stretch from New York City to Los Angeles.

In FY2023 Kansas City experienced just under 900 main breaks, 52 percent below the peak year of 2012. Since the WMR Program began, KC Water has replaced more than 250 miles of water main. We're working hard to rebuild Kansas City. Fewer water main breaks mean increased service reliability and fewer disruptions for our customers.

I'M HAVING TROUBLE PAYING MY BILL. IS ASSISTANCE AVAILABLE?

Yes! You'll find a list of resources online at www.kcwater.us. Click on the Financial Assistance Resources icon on the home page. KC Water also partners with the Mid America Assistance Coalition to help customers who are unable to pay their bills and has a

partnership with Bridging the Gap to help customers find ways to lower their bills. Between these two partnerships, KC Water commits roughly \$1 million per year to assist customers. To learn more about financial assistance options, please call 816-474-5112 or 211.

HOW ARE MY RATES SET AND REGULATED?

KC Water proposes a budget to the City Manager each fiscal year. The City Manager and Mayor then submit the budget to the 13-member elected City Council. The City Council acts as KC Water's governance board and has the final say in KC Water's budget and associated rate structure. Public hearings take place each spring, and new rates take effect May 1, the beginning of the City's fiscal year.

IS KC WATER AUDITED?

Yes. Each year KC Water's financials are analyzed by an independent external auditing firm in accordance with government auditing standards, and our financial statements are presented in accordance with Generally Accepted Accounting Principles (GAAP). KC Water has been nationally recognized for its excellence in financial reporting. Annual audits, as well as KC Water's Comprehensive Annual Financial Report, are available to the public at www.kcwater.us/about-us/reports.

WHAT IF I HAVE A QUESTION ABOUT MY BILL?

Please log on to www.kcwater.us. When you click on Customer Support you can check your water usage, start or stop service, and monitor your account, in addition to other features.

Our Customer Lobby at 4800 E. 63rd St., Kansas City, MO 64130 is open from 8:00 a.m. to 5:00 p.m., Monday through Friday. Please call 816-513-1313 or 311 (please select option 1) to set up an appointment.

KC Water customer service representatives are also available to assist you from 8 a.m. to 5 p.m., Monday through Friday. Simply call 816-513-1313 or 311 (please select option 1). Additional Customer Service information can be found at www.kcwater.us.

FOR MORE INFORMATION

To manage your account online, please visit www.kcwater.us/customer-support