

PEACE RIVER MANASOTA REGIONAL WATER SUPPLY AUTHORITY
BOARD OF DIRECTORS MEETING
June 5, 2026

REGULAR AGENDA
ITEM 4

Interconnect Water Charge Update

Presenter - Richard Anderson, Executive Director

Recommended Action - **Status Update.** This item is presented for the Board's information and discussion only. No action is required.

The Tentative Budget for FY 2027 was approved at the Authority's regular Board meeting on April 1, 2026. As a part of the budget discussion, the Board evaluated several options to adjust the Interconnect Water Charge (Government Rate) the Authority charges non-customers of the Authority who purchase water from the agency.

The Board approved an Interconnect Water Charge rate equivalent to the Redistribution Pool rate charged to Authority Customers but requested the opportunity for further discussion and concurrence by their respective Boards prior to the Authority's June 5th Board Meeting.

Pending Board discussion and direction, Staff concur with the Board approval of an Interconnect Water Charge rate equivalent to the Member Redistribution Pool rate set as part of the annual Budget process and recommends the Interconnect Water Charge be adjusted annually in the Final Budget.

A public hearing will be scheduled in conjunction with our regular Board meeting on August 5, 2026, at which time the Board will consider adoption of the Final Budget for FY 2027, including the recommended Interconnect Water Charge rate.

Budget Action: No action needed.

Attachments:

Tab A Presentation Materials

Tab B Approved Interconnect Water Charge Budget Sheet

TAB A
Presentation Materials

Interconnect Water Charge Update

Regular Item 4
June 5, 2026



1

Background

- April 1, 2026 – Board Approval of FY2027 Tentative Budget w/ Interconnect Water Charge rate of \$4.06/1000 gallons. (Equal to Redistribution Pool Rate)
- Board consensus to discuss with your respective Boards and receive comments at Authority June meeting
- New Interconnect Water Charge to be included in Final FY2027 Budget
- Adjust annually as part of the Budget process



2

Interconnect Charge Options

	Option 1: (Pool Water Rate)	Option 2: 110%	Option 3: 125%	Option 4: 150%
Rate [\$/1,000 gal]	\$4.06	\$4.47	\$5.08	\$6.09

- Discuss and recommend Interconnect Water Charge (Government rate) for FY2027 Tentative Budget
- Approve Interconnect Water Charge (Government rate) in August as included in Final FY2027 Budget and Budget Resolution.



3

FY 2027 Interconnect Charge

INTERCONNECT WATER CHARGE [GOVERNMENT RATE]

10/01/2026 to 09/30/2027

Water Charge to Municipalities Interconnected to Regional Transmission System (Charge per 1,000 Gallons)	
Water Rate (Charge per 1,000 Gallons)	
	Water Rate Charge in \$/1,000 gallons metered water delivery for cumulative delivery to all interconnects up to quantity identified as
\$4.06	*Available from Pool* in the Redistribution Pool for the current fiscal year.
\$8.12	Water Rate Charge in \$/1,000 gallons metered water delivery for cumulative delivery to all interconnects in excess of the quantity identified as
	Available from Pool in the Redistribution Pool for the current fiscal year.

Revenue received from these water sales will, at the discretion of the Authority Board, be applied as a credit toward the obligations of the Authority Customers apportioned to each of their allocations to the 'Available from Pool' in the Redistribution Pool for the current fiscal year. Water rate for emergency use unless Interlocal Agreement provides alternative water rate.



4

FY 2027 Interconnect Charge

INTERCONNECT WATER CHARGE [GOVERNMENT RATE]

10/01/2026 to 09/30/2027

Water Charge to Municipalities Interconnected to Regional Transmission System (Charge per 1,000 Gallons)		
Water Rate (Charge per 1,000 Gallons)		
	\$4.06	Water Rate Charge in 5/1,000 gallons metered water delivery for cumulative delivery to all interconnects up to quantity identified as 'Available from Pool' in the Redistribution Pool for the current fiscal year.
	\$8.12	Water Rate Charge in 5/1,000 gallons metered water delivery for cumulative delivery to all interconnects in excess of the quantity identified as 'Available from Pool' in the Redistribution Pool for the current fiscal year.

Revenue received from these water sales will, at the discretion of the Authority Board, be applied as a credit toward the obligations of the Authority Customers apportioned to each of their allocations to the 'Available from Pool' in the Redistribution Pool for the current fiscal year. Water rate for emergency use unless Interlocal Agreement provides alternative water rate.

The INTERCONNECT WATER CHARGE (GOVERNMENT RATE) will be adjusted annually upon Authority Board approval of the Authority Final Budget.
The INTERCONNECT WATER CHARGE shall be equal to the approved rate for the Member REDISTRIBUTION POOL Rate, or as directed by the Authority Board.



5

Next Steps

- Approve Interconnect Water Charge in August as included in Final FY2027 Budget and Budget Resolution.
- Adjust annually as part of the Budget process



6

QUESTIONS??



TAB B
Approved Interconnect Water Charge Budget Sheet

**Peace River Manasota Regional Water Supply Authority
FY 2027 Tentative Budget**

INTERCONNECT WATER CHARGE [GOVERNMENT RATE]

10/01/2026 to 09/30/2027

Water Charge to Municipalities Interconnected to Regional Transmission System	
[Charge per 1,000 Gallons]	
Water Rate	
[Charge per 1,000 Gallons]	
\$4.06	Water Rate Charge in \$/1,000 gallons metered water delivery for cumulative delivery to all interconnects up to quantity identified as 'Available from Pool' in the Redistribution Pool for the current fiscal year.
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