

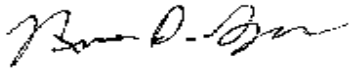
# City of Calistoga

## Staff Report

**TO:** Honorable Mayor and City Council  
**FROM:** Richard Spitler, City Manager  
**DATE:** January 22, 2013  
**SUBJECT:** Workshop on the status of the City Water and Wastewater Enterprise Funds and Options to Address Concerns

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APPROVAL FOR FORWARDING:




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Richard D. Spitler, City Manager

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- 1 **ISSUE:** Workshop on the status of the City Water and Wastewater Enterprise Funds  
 2 and Options to Address Concerns  
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 4 **RECOMMENDATION:** Conduct workshop and give direction to staff.  
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 6 **BACKGROUND:**  
 7 For the several years now the General Fund has provided funds to cover insufficient  
 8 revenues in the Water and Wastewater Enterprise Funds. Since January 1, 2011 rate  
 9 increases have been implemented in accordance with City Council direction with the  
 10 expressed objective to make these funds self-sufficient. However, as the City auditor  
 11 report indicates, the revenues in these funds continue to be a burden on the General  
 12 Fund. The City Manager hired David Spilman, consultant to the previous rate studies, to  
 13 examine the situation to determine what has happened. City staff worked with Mr.  
 14 Spilman to prepare for this presentation.  
 15  
 16 **DISCUSSION:**  
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 18 Mr. Spilman will present the attached PowerPoint slides at the workshop to help explain  
 19 the situation and to give options to address shortfalls. Staff asks the City Council to  
 20 give its direction on this matter.  
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 22 Attachments:  
 23 Powerpoint Slides on Water/Wastewater Enterprise Funds