



September 30, 2025

To: Sam Anselm, City Administrator

From: Earlene Rich, Finance Director

Re: Utility Rates – Effective January 1, 2026

### **Executive Summary**

The Finance Department, with the support of the Utility Department, recommends increasing the utility rates for electric and sanitation effective January 1, 2026.

### **Discussion**

Municipally owned utilities are funded by ratepayer charges and are not subsidized by tax revenues. Therefore, rates set for use of the utility should generate adequate annual revenue to pay the costs of operation, maintenance, replacement of existing infrastructure, reserves for future capital needs, and required debt obligations. The proposed utility rate increases were reviewed by Council during a work session on September 15 with discussion and comments addressed at that time.

The utility rates currently in effect were set at the beginning of the current fiscal year which was January 1, 2025.

The electric utility rate proposal is an increase of 5% and the sanitation utility rate proposal is an increase of 4%. The water and sewer utility rates are proposed to remain at 2025 rates.

If utility rates are not approved, the current operating plan and capital improvement plan for the related utility will need to be revised. Operations will be impacted, but the extent of the impact would depend on the level of funding approved through rate increases.

### **Fiscal Impact**

Recommended rate increases will be sufficient to fund current levels of operations and necessary investment in utility infrastructure.

BILL NO. 4809

ORDINANCE NO. \_\_\_\_\_

AN ORDINANCE INCREASING ELECTRIC RATES FOR CUSTOMERS OF THE CITY OF WEST PLAINS, MISSOURI.

WHEREAS, the City of West Plains has been providing electric services and charging a user fee therefor; and

WHEREAS, the current fee schedule was last revised in January 2025; and

WHEREAS, the City Council of West Plains desires to maintain user fees where revenues will cover operating expenses, overhead expense, and normal replacement costs; and

WHEREAS, the costs of providing electric services to utility customers of the City of West Plains, Missouri, has continued to increase; and

WHEREAS, the City Council, in order to offset the increased costs, deem it necessary to increase the present rates to its customers; and

WHEREAS, the City of West Plains, Missouri has determined that fair and reasonable rates for electric services are set forth in Sections 1, 2 and 3.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF WEST PLAINS, MISSOURI AS FOLLOWS:

Section 1: That the City Council of the City of West Plains, Missouri does hereby authorize and ratify the increase of user fees, a true copy of said user fees being attached hereto and made a part of here as EXHIBIT A.

Section 2: That the minimum electric rate shall continue to be charged to customers on the basis of electric meter presence.

Section 3: That this Ordinance shall be in full force and effect from and after the date of its passage and approval with rates reflected on the January 2026 bill.

PASSED AND APPROVED THIS \_\_\_\_ DAY OF NOVEMBER 2025.

CITY OF WEST PLAINS, MISSOURI

BY: \_\_\_\_\_  
MAYOR MICHAEL TOPLIFF

ATTEST:

\_\_\_\_\_  
CITY CLERK KELLIE MAYERS

## EXHIBIT A

<b>Electric Rates</b>		
	<b>2025</b>	<b>2026</b>
<u>Residential</u>		
Facility Charge	\$ 20.05	\$ 21.05
Energy (per KWHR)	\$0.1001	\$0.1051
<u>Commercial I (No Demand)</u>		
Facility Charge	\$ 30.10	\$ 31.61
Energy	\$0.1308	\$0.1373
<u>Commercial II (Demand)</u>		
Facility Charge	\$ 69.46	\$ 72.93
Demand	\$ 7.53	\$ 7.91
Energy	\$0.0776	\$0.0815
<u>Industrial (Demand)</u>		
Facility Charge	\$ 92.61	\$ 97.24
Demand	\$ 7.53	\$ 7.91
Energy	\$0.0722	\$0.0758