

Minutes

WASHINGTON COUNTY WATER DISTRICT

Special Meeting

October 27th , 2020

6:15 P.M.

Washington School

Please Note: In compliance with the Federal "Americans with Disabilities Act", any person who requires special accommodations in order to attend or participate in the meeting, please contact 265-4720 - prior to the meeting.

Open Meeting : 6:15

Approval of the Agenda: Debbie S. motion , Amy B. 2nd all approved

Public Comment on Agenda item only : Sandi A no comment, Rachel K. no comment

Water Agency Meeting :

I. New Business

A. Review letter of Notice to property owners of the upcoming Rate Changes. And Answer Questions from the public regarding Proposed water increase. (Amy B. Alyssa W.) There were no questions and or comments from the board or public.

B. Talk about Getting the next Letter ready , The Policy and Procedures ready and work on the Resolution : (Amy B. Alyssa W.) Alyssa W had the next letter ready to review for the board (see attachment) Board and the public read over the next letter asking that some changes be made and that it get mailed as soon as it was revised. The water board members are getting the other task done for Policy and procedures and resolution . Set a date for a meeting on the 27th of December For public Hearing input 45 days time. (see all attachment).

Close of the Water District Meeting: 6:45

**IF ANY BOARD MEMBER NEED TO ATTEND THE MEETING VIA CONFERENCE CALL,
OR ANYONE WISHING TO JOIN THE MEETING BY CONFERENCE CALL CAN DIAL
1-978-990-5000 WITH THE CODE OF 890273# FOR ALL BUT CLOSED SESSIONS.**

October 30th 2020

To all of our Washington residents and customers,

We would like to notify you of the public hearing about the new water rate structure set forth in our last letter. We will be meeting on **December 17th 2020 at 6:15 pm** at the **Washington School House** to vote on this new rate structure. If a majority of water customers oppose this in writing, it cannot be passed.

We would like our customers to keep in mind the great changes that will be coming from this new rate structure. The board feels that it is so important, now more than ever, to promote fire mitigation. We are now a firewise community and with that we felt that it was necessary to make water unlimited, however not to be used excessively. We will still be reading meters in order to monitor excessive use, leaks, and theft. In the event a customer has excessive water usage (over 2 times their average usage) we will look into the reasoning and there will be correspondence with the water customer.

In an effort to meet our newly proposed budget here are the following changes:

1. We will be increasing the monthly base rate to \$60/month for all permanent residents/ property owners of Washington (this includes those who reside permanently in: both campground or in a trailer, cabin, or granny unit on another person's property), which will include unlimited gallons (**not to be used in an excessive manner**). There will be a 2% increase each year to the base rate.
2. All yearly campers (vacationers only allowed to stay a total of 60 days out of the year by law) from both campgrounds as well as extra dwellings on vacation properties (that are not occupied by a full time renter) will pay \$10/month. There will be a 2% increase each year to the base rate.
3. Business' base rate will increase to \$159/month, which will include unlimited gallons (**not to be used in an excessive manner**). There will be a 2% increase each year to the base rate. Businesses with Transient Occupancy Tax Licences (TOTL) will pay a 2% fee for transients.

The WCWD plans to implement the new base rate structure on December 27th 2020, which will affect your January 26th 2021 bill.

Sincerely,

The Washington County Water District Board Members,

Deborah Shipley, Board President
Kass Kozloski, Board Vice President
Amy Boyle, Board Member
Charity Jackson, Board Member
Alyssa Wittler, Board Member

Customer type	Rate	Increase/year
Resident/ Property owner/vacation home property owner	\$60/ month	2%
Resident living in a campground/ extra dwelling	\$60/ month	2%
Yearly Camper/ vacation home extra dwelling	\$10/ month	2%
Business owner	\$159/ month	2%
Transient (Campground/Hotel guests)	2% of camp/hotel rate stay	None

WASHINGTON COUNTY WATER DISTRICT ("WCWD")
INCREASED WATER RATE FEES POTENTIALS

ASSUMPTIONS GIVEN BY WCWD (see attached):

Annual Operating Cost: \$135,000;

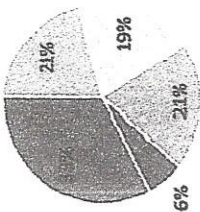
Annual Projected Gallons of Water Sold to Customers at 10-15M gallons/year = a mean average of 1,250,000 gallons/year);

Total of WCWD Customers (Residential and Commercial): 103

1. MAINTAIN THE CURRENT METERED WATER RATES AT \$.00335/GAL. AND INCREASE THE CURRENT MONTHLY WATER AVAILABILITY FEE OF \$ 51.50 PER MONTH (The monthly availability fee includes the first 5000 gal/month or 6,000,000 gal/year):
6,500,000 gal. per year (1,250,000 gal/year minus 6,000,000 gal/year) X \$.00335 = \$21,775 annual metered revenue.
\$ 135,000 annual operating cost minus \$ 21,775 annual metered revenue = \$ 113,223 annual operating cost shortfall. \$ 113,223 divided by 12 months = \$ 9435.25 per month divided by 103 customers = \$ 91.60 per month water availability fee per 103 customers: .

2. MAINTAIN THE CURRENT WATER AVAILABILITY FEE AT \$ 51.50 PER MONTH AND INCREASE THE CURRENT METERED WATER RATE OF \$.00335 PER GALLON:
103 Customers X \$ 51.50 = \$ 5304.50 per month X 12 months = \$ 63,654 per year;
\$ 135,000 annual operating cost minus \$ 63,654 per year = \$ 71,346 annual operating cost shortfall.
\$ 71,346 divided by 6,500,000 gal. per year = \$.011 per gallon cost per 103 customers.

Total Avg. Gallons per Month: 674,004



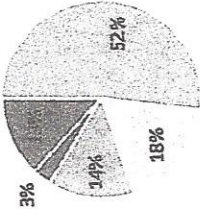
- Less than 5,000 gal/mo.-67 accts. 5,001-10,000 gal/mo. - 18 accts.
- 10,001-20,000 gal/co. - 9 accts. ■ 20,001-25,000 gal/mo. - 2 accts.
- Over 100,000 gal/mo. - 2 campgrounds

Total Avg. Gallons per Month

Less than 5,000 gal/mo.-67 accts.	674,004
5,001-10,000 gal/mo. - 18 accts.	21%
10,001-20,000 gal/co. - 9 accts.	19%
20,001-25,000 gal/mo. - 2 accts.	21%
Over 100,000 gal/mo. - 2 campgrounds	33%

- Campgrounds account for 1/3 of total usage or 33%. An average of over 100,000 gallons per month. They only contribute 13% of revenue.
- Vacation properties appear to use less than 20,000 gallons per year and contribute somewhere around 31% of revenue. *of 52%*
- Somewhere around 25+ residents use an average of less than 5,000 gal/mo.
- Somewhere around 21+ residents use an average of more than 5,000 gal/mo. 15-between 5-10K gallons, 5-between 10-20K gallons, 1-over 20K gallons
- The # of "unpermitted" and/or "undeclared" and/or "unmetered" units/dwellings that do not pay a base rate are the largest potential for "new" revenue.
- Most "extra" units/dwellings do not contribute directly, if they do it's incremental in the per gallon "overage" charges.
- There are many clear examples of this - a simple example is the General Store: It is KNOWN that there are 2 residential units + the store, but with an average usage of 6,794 gallons, the average bill = \$51.50x3=\$154.50, whereas they should aguably pay \$51.50x3=\$154.50

Total Avg. Revenue Contribution per Month: \$6,673.35



- Less than 5,000 gal/mo.-67 accts. 5,001-10,000 gal/mo. - 18 accts.
- 10,001-20,000 gal/co. - 9 accts. ■ 20,001-25,000 gal/mo. - 2 accts.
- Over 100,000 gal/mo. - 2 campgrounds

Total Avg. Projected Revenue per Month

Less than 5,000 gal/mo.-67 accts.	\$6,673.35
5,001-10,000 gal/mo. - 18 accts.	52% \$3,450.50
10,001-20,000 gal/co. - 9 accts.	18% \$1,228.50
20,001-25,000 gal/mo. - 2 accts.	14% \$915.75
Over 100,000 gal/mo. - 2 campgrounds	3% \$237.00
	13% \$841.60

- Campgrounds account for 1/3 of total usage or 33%. An average of over 100,000 gallons per month. They only contribute 13% of revenue.
- Vacation properties appear to use less than 20,000 gallons per year and contribute somewhere around 31% of revenue. *of 52%*
- Somewhere around 25+ residents use an average of less than 5,000 gal/mo.
- Somewhere around 21+ residents use an average of more than 5,000 gal/mo. 15-between 5-10K gallons, 5-between 10-20K gallons, 1-over 20K gallons
- The # of "unpermitted" and/or "undeclared" and/or "unmetered" units/dwellings that do not pay a base rate are the largest potential for "new" revenue.
- Most "extra" units/dwellings do not contribute directly, if they do it's incremental in the per gallon "overage" charges.
- There are many clear examples of this - a simple example is the General Store: It is KNOWN that there are 2 residential units + the store, but with an average usage of 6,794 gallons, the average bill = \$51.50x3=\$154.50, whereas they should aguably pay \$51.50x3=\$154.50

August 4/14

WCWD 2020/2021 Proposed Budget

Ordinary Income/Expense			
Water Sales			
Proposition 172 for WF&R	6193		
Current Unsecured Taxes	525		
Current Secured Taxes	32447		
Total Revenue			39165
Expenses			
Salary & Wages	64,908		
Payroll Taxes	5,563.17		
Workman's Comp	1737.39		
Total Payroll Expenses			72,209
Automobile Expenses	2459.82		
Nevada County Accounting Fees	325		
Computer & Internet Expense	1538.48		
Billing Software	2388		
Insurance Expense	9,386.12		
Misc./Petty Cash	2739.97		
USDA Loan	5272		
Office Supplies	1687.03		
Postage & Delivery	495		
Professional Fees			
Auditor	5527		
Legal	4504.41		
Repairs & Maintenance	14028.63		
Permits & Licenses	1774.42		
Telephone Expense	2395		
Utilities	1439.65		
Total Expenses			128,169
Net Ordinary Income			-89,004

\$89,004 needed for water sales to break even

we project with no increase bases rate x103 customers + 13,400 in overages for a total of \$77,054 Short \$12,000

If we give fire department a budget of \$10,000 that puts us \$22,000 short

And no money for reserves or extra's

PLAINTIFF'S LAWSUIT SETTLEMENT PROPOSAL (DRAFT - FOR NEGOTIATIONS ONLY)

PLAINTIFFS SETTLEMENT PROPOSAL:

Plaintiff proposes that the Washington County Water District ("WCWD") amend their Water Rate Analysis of February 2018 (Exhibit B to Plaintiffs Complaint) as follows:

1. Retain the water availability rate of \$51.50 per month (that includes the first 5000 gallons of water) for each of the 100 existing residential customers;
2. Add a water availability rate of \$22.00 per month (about \$.73 per day) for each of the approximately 200 total mobile home/camping sites within River Rest and Pine Aire (1);
3. Decrease the per gallon metered fee from the currently \$.00335 to \$.00314;
4. Hire an auditor to determine (but not limited to) expenses, annual water consumption (using actual meter readings) and other cost relating to the annual WCWD operations;
5. Hire a qualified consultant thereafter to analysis and make recommendation regarding the efficiency of WCWD's operating procedures;
6. Use best efforts to obtain a grant to check each property that is metered for leaks within their water distribution systems.

PLAINTIFFS SETTLEMENT PROPOSAL for amending the foregoing 2018 water rate analysis is borne from the following mathematical calculations:

Assumptions provided by WCWD:

Annual metered usage in gallons (the mean average of 10 to 15 million gal/yr	12,500,000
Annual WCWD budget for 2020 -2021	\$135,000
Residential customer base equals 100 (103 total customers - 3 commercial customers = 100).	

ANTICIPATED REVENUES RESULTING FROM PLAINTIFFS SETTLEMENT PROPOSAL:

Annual revenue from water availability rate for each 100 residential customers at \$51.50 per month	\$ 61,800
Annual revenue from water availability rate for each 200 campground units at \$22.00/month.....	<u>\$ 52,800</u>
Sub-total annual revenue from all water availability rates.....	\$ 114,600
Sub-total annual revenue for metered water at \$.00314 per gallon	<u>\$ 20,410 (2)</u>
Total annual revenue (equals WCWD projected budget requirements).....	\$ 135,010

- (1) Determine the actual mobile home/camping sites within both River Rest and Pine Aire and adjust revenues.
- (2) Balance of water consumption after deducting 5000 gallons per month (6,000,000 gallons annually) for all 100 residential customers equals 6,500,000 gallons (12,500,000 gallons minus 6,000,000 gallons equals 6,500,000): \$ 20,410 divided by 6,500,000 gallons equals \$.00314 per gallon.

Budget analysis and proposal for 2019-2020 for discussion, developed by Walter Helm

Propose scheduled Water Sales at \$109,556 and expenses at \$130,212 for both Water and Fire for a net income of \$14,772 for reserves and Fire. This will require an immediate 218 base rate increase to be effective for September meter reading.

Basis of Water Sales:

May's customers plus two additional customers for 102 total and the May usage (830,587 gallons. May was picked as a representative month based on previous usage.

With the same usage, new rates for 2019 and an increase of two customers our projected income is: 102 at \$51.50 X 12 = \$63,036, plus usage of 830,587 at \$0.00335 X 12 = \$33,390 for an annual total of \$96,426 without any rate increase. This is a minimum budget that does not provide any funds to rebuild our reserves which as of 5-8-2019 were at \$58,205, nor any funds for the fire department.

Using the projected expenses and income from two new connections (\$3,000) the net income is projected at \$1,642 with nothing for replenishing reserves nor for Fire.

Proposed rate increase: Charge by meter size as follows:

This base increase is annually \$15,759 higher than our current base rate. Assuming we approve the rate increase resolution at the June 13, 2019 meeting and get the Proposition 218 notice out in 15 days so we can have the hearing during our on August 9th and implement the new base rates for the meter reading September 26 or so. This will give us two months at the base of \$5,253 and 10 at \$6,566 for a total base of \$76,169 plus estimated usage income of \$33,390 for a total of \$109,559.

By changing the base rate like most water districts do, to reflect meter size upon Maximum flow we get the following new base rates:

Proposed base rate increase by meter size:

# of meters	Meter Size	Max flow GPM	Factor over 5/g	Base rate	Total Base
39	5/8"	20	0	\$1.50	\$4,274.50
11	3/4"	30	1.5	\$77.25	\$849.75
5	1"	30	2.5	\$138.75	\$771.50
1	1-1/2"	100	5	\$257.50	\$257.50
1	2"	150	8	\$412.00	\$412.00
102				Annual	\$6,566.25
Increase in base rate from \$63,036 to \$78,795					\$78,795

Alt Customer Name	12 Month Average	7/2020 Usage	6/2020 Usage	5/2020 Usage	4/2020 Usage	3/2020 Usage	2/2020 Usage	1/2020 Usage	12/2019 Usage	11/2019 Usage	10/2019 Usage	Total Usage
2070: Patterson, Harry	0	0	0	0	0	0	0	0	0	0	0	0
1750: Robison, June	0	0	0	0	0	0	0	0	0	0	0	0
1730: Petty, Dore & Dian	15	45	10	0	0	0	80	3	0	0	10	148
1330: Brewster, William E	28	124	59	-2	2	0	0	0	0	0	93	276
1240: Ravenel, Fred	44	306	0	0	0	0	0	0	0	0	306	306
1590: Young, Dorothy	58	0	0	0	0	0	0	0	0	0	10	583
1090: Blank, Mike	89	200	0	133	280	147	0	0	0	0	0	893
1220: Dawes, Tom and Cy	99	0	985	0	0	0	0	0	0	0	0	985
1220: Cunningham, Jeff	126	457	130	92	186	150	60	50	26	10	61	1262
1060: Berg, Brad	148	242	1239	0	0	0	0	0	0	0	0	1481
1120: Brady, LaAnn & O	154	760	631	115	20	2	180	10	3	11	0	1537
1630: McIntosh, Ericand	236	495	657	361	21	2	-10	10	0	0	98	2355
1190: Cole, Clyde	236	951	333	162	708	104	2257	10	0	0	207	2361
1020: Armijo, Ricci	375	830	106	339	813	296	135	460	235	223	216	3754
2060: Weidlen, Rick	445	818	40	538	358	0	0	0	0	0	0	4668
1240: Eschenburg, Jon	457	818	103	3389	358	0	0	0	0	0	0	4753
1690: Phillips, Margaret	475	202	858	544	11	1160	551	678	259	27	45	5533
1300: Glorf, Laurel	555	4679	778	12	28	0	2	0	12	0	15	5642
1360: Gilbreay, Greg	564	797	991	778	634	344	387	298	477	611	325	7368
1620: McLaughlin, Veil	797	3312	829	816	14	997	0	33	0	363	1004	7577
1710: Powelson, Morgan	758	1308	1379	436	350	0	2082731	-2078925	192	0	106	1803
1300: Adams, Brandon fo	790	600	126	203	3	0	411	35	6395	28	2	7803
1900: School, Washington	815	77	72	108	1010	770	918	839	1025	2659	673	8151
1021: Arnijo, Ricci	839	1309	694	1429	2325	928	568	507	174	332	127	8388
1680: Pektis, Don and Frai	840	761	812	720	779	831	877	933	893	919	871	8366
1922: Vonhoff, Lois	932	3770	1633	0	16	1	114	0	0	878	2907	9319
1320: Golino, Ronaldand	1070	10130	0	0	0	0	155	0	9	0	406	10700
1760: Rooney, Daniel	1197	2833	353	1415	1200	120	786	706	146	1031	3881	11971
1420: Hucked, Jim	1251	3856	2177	883	537	548	619	711	403	1573	1200	12507
1010: Amnell, Sandy & Dar	1367	2540	1864	3076	3422	22	399	1052	291	519	473	13668
1850: Stephens, Jane	1491	1325	1272	1491	1570	1261	1717	1830	1410	1556	1482	14914
1910: Post Office, Washin	1711	1895	2004	3256	1399	283	3109	2003	713	501	2023	17105
1890: Todd, Lori	1754	844	2384	3047	5234	0	0	4099	98	1692	143	17541
1870: Thomas, Robert	1985	4196	6342	3693	869	476	452	189	166	1931	1531	18845
1470: Krausch, Chuck	2051	3588	2167	1814	1812	1173	1808	1767	2085	1895	2402	20511
1901: School Intgration, Va	2185	0	0	0	0	0	0	0	0	5036	16313	21849
1310: Godfrey, John	2266	3085	4111	3344	1881	1385	1902	1581	1349	1849	2175	22662
1170: Carpenter, Angie	2322	8187	6185	2206	0	0	0	0	0	1211	5430	23218
1270: Fattrell, Marwin and	2499	5581	2917	6152	0	0	0	0	4250	2282	3750	24932
1150: Burton, Mark	2510	8840	11188	692	795	324	565	331	425	986	963	25099
1100: Bollinger, Mark	2654	4387	5069	6624	3506	1501	1128	1857	551	390	1508	26521
1440: Hillmann, Linda	2679	4483	3848	3196	2736	2717	2906	2223	1447	1616	2109	26781
1040: Loviny, Joseph	2725	2308	1063	3614	2736	5595	1825	2522	2080	2548	2241	27245
1830: Shipley, Debbie	2739	2044	1886	1534	2652	3774	3264	2754	3709	3959	1816	27392

Alt Customer Name	12 Month Average	7/2020 Usage	6/2020 Usage	5/2020 Usage	4/2020 Usage	3/2020 Usage	2/2020 Usage	1/2020 Usage	12/2019 Usage	11/2019 Usage	10/2019 Usage	9/2019 Usage	Total Usage
1975 Vocalm, Lyb	10317	22338	12405	11690	8458	7580	8451	7441	7635	8476	8691	8995	103165
1650 Mccordy, Debra	10819	52533	37868	39436	26428	15240	0	0	3500	0	0	9895	128337
1378 Hamilton, Jesse	11075	14737	16292	13319	10455	8054	7401	8280	8536	10499	13173	13173	110745
1140 Burdick, Chris	12617	64664	15995	15019	4659	80	318	391	311	12262	13133	13133	126172
2089 Wikon, Jeff	13937	39952	742	1117	0	0	0	605	131965	453	128	128	140443
1050 Barton, Dana	14014	3718	519	0	0	0	3014	2170	14080	12765	10127	10127	160045
2008 Eaton, Robbie	16005	34637	23186	9184	5740	34266	9910	2170	18047	17144	29898	29898	165579
1504 Udwall, Joe	16558	14721	15755	17171	15699	11317	14916	16921	12868	24438	20081	20081	166600
1350 Grlf, James	16660	16952	16130	25400	17248	10528	12120	11685	15612	15508	14480	14480	171815
1980 West, Gene	17182	21058	18889	17790	17784	16539	17383	16742	0	0	0	0	171815
1450 McDowell, Jason	21679	35024	19982	17869	22282	13249	25643	14585	25520	16259	27481	27481	216794
1940 Jackson, Charly	22111	51817	37207	17486	6606	8282	11285	0	0	18930	20475	20475	132653
1282 Trust Gene's Fine A	23793	26791	25573	16682	6376	3382	4129	4007	4341	128147	18505	18505	237933
320R-25K	320R-25K												
1810 Schwartz, Walker	48310	4224	4548	3429	2276	2817	8299	405967	40919	5669	4952	4952	483100
1280 Godfrey Trust, Euge	88130	159595	95170	59171	29983	31198	27691	25432	40830	184201	228232	228232	881303
1831 Shipley, Debbie (R.F	103043	203889	170107	112798	66413	48231	65471	68578	90049	92418	112472	112472	103043

August 25th

SETTLEMENT PROPOSAL NO. 3

**DEFENDANT WCWD'S "PROPOSED NEW RATE STRUCTURE" (See attached Exhibit A)
and PLAINTIFF'S JAMES GRILL ("GRILL") RESPONSES THERETO**

WCWD Proposal:

"Charge all residents directly \$60/mo. - regardless of meter (those who live in the campgrounds, and those who live on other private residential or commercial properties)".

GRILL Response:

OK, but exclude those residents, both inside and outside River Rest and Pine-Aire ("Gene's") who have occupancy of not more than 60 days per year (hereafter "permanent campers").

WCWD Proposal:

"Charge 'permanent campers' directly \$10/mo."

GRILL Response:

OK to charging permanent campers \$10/mo. assuming that this rate applies to all permanent campers where ever they reside in WCWD's district.

WCWD Proposal:

"A 2% fee for transients (aka regular campers and hotel guest)".

GRILL Response:

No. Use Commercial Base Rate as outlined in GRILL Response below.

WCWD Proposal:

[A] "A higher "Commercial Base Rate" for all active businesses of \$159/mo.; General Store, Washington Hotel, River Rest and Gene's [all active businesses]".

[B] "General Store, Washington Hotel, River Rest and Gene's".

[C] "Gene's will be charged only 1 base rate, not 3 as they are now"

[D] "The single metered residence at the top of Gene's will be charged independently".

GRILL Response:

[A] No. Charge a "Commercial Base Rate" for the four active businesses as a percentage of the each annual budget, beginning with the 2020/2021 budget based on their individual 2019 annual water usage as percentage of the total 2019 annual WCWD district water usage of 13,066,836 gallons as follows:

River Rest: 1,473,131 gal/yr. equals 11% of the budget;

Pine Aire: 2,882,481 gal/yr. equals 22% of the budget;

Washington Store: 81,528 gal/yr. equals .6% of the budget;

Washington Hotel: 265,332 gal/yr. equals 2% of the budget;.

[B] OK.

** Double check proportions **

**Rate & structure reviewed either by Mary Flemming or lawyer etc **

** 2 year review by 3rd party **

[C] OK.
[D] OK.

WCWD Proposal:

"This draft structure does include a general increase to the base rate for everyone to \$60/month for unlimited water*".

GRILL Response:

OK, assuming increases to \$60/month for "everyone" means residents, but not permanent campers and commercial customers (see above).

WCWD Proposal:

"This rate structure should also include an automatic increase of 2% per year to all types of base rates".

GRILL Response:

OK if wording is changed to "This rate structure maybe increased up to 2% per year if needed to meet annual budget requirements.

WCWD Proposal:

"This rate structure provides for a balanced budget that includes all required/recommended reserves [\$60,172] as well as a \$15,000 budget allowance to the Fire Department".

GRILL Response:

OK assuming that the reserves of \$60,172 are only an item for the 2020/2021 proposed budget. Thereafter, future budgets shall only include the dollar amount that was used for the previous year's reserve requirements insomuch that that a reserve of \$60,172 is maintained for each annual budget thereafter.

WCWD Proposal:

"*We will continue to read meters to monitor water usage, collect data and look-out for leaks, theft, etc."

GRILL Response:

OK assuming that this means there will be no metered charge for water, but rather all customers will be allowed unlimited water except if they do not fix leaks, are stealing water, etc.

EXHIBIT A

Proposed New Rate Structure

- Charge all residents directly \$60/mo., regardless of meter (those who live in the campgrounds, and those who live on other private residential or commercial properties)
- Charge "permanent campers" directly \$10/mo.
- A 2% fee for transients (aka - regular campers and hotel guests)
- A higher "Commercial Base Rate" for all active businesses of \$159/mo., ~~which~~
~~includes a base allowance of 75,000 gallons~~
 - General Store, Washington Hotel, River Rest and Gene's.
 - Gene's will be charged only 1 base rate, not 3^{as they are now.}
 - The single metered residence at the top of Gene's will be charged independently.
 - The total combined usage of the remaining 2 meters will be used for billing purposes.

This draft rate structure does include a general increase to the base rate for everyone to \$60/month for unlimited* water.

This rate structure should also include an automatic increase of 2% per year to all types of base rates.

This rate structure provides for a balanced budget that includes all required/recommended reserves as well as a \$15,000 budget allowance to the Fire Department.

*We will continue to read meters to monitor water usage, collect data and look-out for leaks, theft, etc.

Notes:

PROFORMA ORDINARY INCOME USING SETTLEMENT PROPOSAL 3

Ordinary Income/Expenses:

Water Sales	River Rest	\$ 15927
	Pine Aire.....	31855
	Washington Hotel	2896
	Washington Store	869
	Residents (152).....	109,444
	Permanent Campers	7632
Proposition 172 for WF&R		6193
Current Unsecured Taxes.....		525
Current Secured Taxes		<u>32447</u>
<u>Total Revenue</u>		207,788

NOTE 1: See attached Exhibit B, WCWD's 2020/2021 Proposed Budget.

NOTE 2: Water sales income for the 4 "active businesses" may be reduced in the following years budget by as much as \$60172 because that amount for reserves was raised in the 2020/2021 budget and their percentage "Commercial Base Rate" being a fixed rate, their income contributions would decrease accordingly.

WCWD 2020/2021 Proposed Budget

Ordinary Income/Expense				
Water Sales			165802	
Proposition 172 for WF&R			6193	
Current Unsecured Taxes			525	
Current Secured Taxes			32447	
Total Revenue				204967
Fire Department Budget			*15000	
Salary & Wages			66534	
Payroll Taxes			5563	
Workman's Comp			1737	
Total Payroll Expenses				88,835
Automobile Expenses			2460	
Nevada County Accounting Fees			325	
Computer & Internet Expense			1538	
Billing Software			2388	
Insurance Expense			9386	
Misc./Petty Cash			2740	
USDA Loan			5272	
Office Supplies			1687	
Postage & Delivery			495	
Reserves			*60172	
Professional Fees				
	Auditor		5527	
	Legal		4504	
Repairs & Maintenance			14029	
Permits & Licenses			1774	
Telephone Expense			2395	
Utilities			1440	
Total Expenses				204,967
Net Ordinary Income				0