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**RESOLUTION NO. 2024-72**

**RESOLUTION OF THE RURAL NORTH VACAVILLE WATER DISTRICT  
BOARD OF DIRECTORS APPROVING AN INCREASE  
IN THE DISTRICT'S RATES FOR WATER SERVICE**

**Whereas** the District's projected Operating Expenses and Reserve Funding for FY 2024-2025 is \$1,504,570; and

**Whereas** the District's projected Revenues for FY 2024-2025 is \$1,300,135 which is \$204,435 short of projected expenses for that same fiscal year period; and

**Whereas** the primary reason for this shortfall in the projected operating expenses in excess of revenue is the District's increased expenses for system operations, repairs, maintenance, reserves, and capital improvements; and

**Whereas** the current District Reserve Policy established a \$1,500,000 total reserve amount. The current total reserve amount is approximately \$100,000 leaving a shortfall of \$1,400,000; and

**Whereas** the District must generate revenues in an amount sufficient to cover the District's ongoing costs of operations, maintenance, repairs, capital improvements, and funding reserves; and

**Whereas** on April 23, 2024 the Board approved a rate schedule that appeared to be sufficient to cover the District's projected expenses for FY 2024-2025; and

**Whereas** any increase in fees and charges for property-related must comply with the procedural and substantive requirements of Proposition 218; and

**Whereas** the Board directed the General Manager to propose a schedule of rates and to provide notice of the proposed rate increase and the date, time, and location of a public hearing on the proposal, all in compliance with the substantive and procedural requirements of Proposition 218 and other relevant laws; and

**Whereas**, on May 4, 2024, the General Manager proposed a schedule of rates and provided notice of a public hearing on June 25, 2024.

**Whereas**, the District has noticed and conducted a public informational workshop on the rate increase proposal on May 28th and June 4th; and

**Whereas** the Board conducted a noticed public hearing on June 25, 2024 to consider

the proposed rate increase; and

**Whereas**, the following Rate Schedule, Table 1, for which public notice was provided, is sufficient to meet the district's budget and meets the substantive legal requirements for water rates; and

**Whereas** the Board has calculated the protests submitted, and not withdrawn, to the proposed Rate Schedule and finds that a majority protest does not exist; and

**Whereas**, due to the District's current deficit and lack of sufficient financial reserves, it is necessary for the public health and safety that the rate increase according to the proposed Rate Schedule be effective immediately and charged to the District's rate payers on water bills commencing July 1, 2024. This rate increase is in addition to the prior approved rate increase per Resolution 2023-70.

**RESOLVED**, that the Board of Directors of the Rural North Vacaville Water District approves and adopts the Rate Schedule, described in Table 1.

Passed and adopted by the Board of Directors of the Rural North Vacaville Water District on June 25, 2024, by the following vote:

**AYES:** Directors Patrick Sweeney, Steven Strickland  
Alan Hanger, Robert Whitehouse

**NOES:** Directors \_\_\_\_\_

**ABSENT:** Directors Ken Swenen

**SIGNED:** Patrick J. Sweeney

Patrick Sweeney  
President, Board of Directors  
Rural North Vacaville Water District

**ATTEST:** Dale Motiska

Dale Motiska, General Manager  
Rural North Vacaville Water District

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**RATE SCHEDULE TABLE 1**  
RURAL NORTH VACAVILLE WATER DISTRICT

Proposed Rate Increase for Capital Recovery Charges, CRC, and Supplemental Fee

*The Current and Approved Rates are based on Board Approved Resolution No. 2023-70*

Rate Description	Current		Proposed Increase	Proposed Total if approved by July 1, 2024 - Aug 31, 2024		Approved		Proposed Total (includes the \$35 increase)		Approved	
	Sep 1, 2023 - Aug 31, 2024			Sep 1, 2024 - Aug 31, 2025	Sep 1, 2024 - Aug 31, 2025	Sep 1, 2025 - Aug 31, 2026	Sep 1, 2025 - Aug 31, 2026				
Base Fee	\$ 74.00	\$ -	\$ -	\$ 74.00	\$ 79.18	\$ 79.18	\$ 84.72	\$ 84.72	\$ 89.30	\$ 89.30	
CRC, Capital Recovery Charge	\$ 78.00	\$ 35.00	\$ 35.00	\$ 113.00	\$ 83.46	\$ 118.46	\$ 89.30	\$ 124.30	\$ 3.43	\$ 3.43	
Tier 1, 2 & 3 Usage	\$ 3.00	\$ -	\$ -	\$ 3.00	\$ 3.21	\$ 3.21	\$ 3.43	\$ 3.43	\$ 3.43	\$ 3.43	
Supplemental Fee	\$ 78.00	\$ 35.00	\$ 35.00	\$ 113.00	\$ 83.46	\$ 118.46	\$ 89.30	\$ 124.30	\$ 3.43	\$ 3.43	