CALAVERAS PUBLIC UTILITY DISTRICT

NOTICE OF PUBLIC HEARING

Calaveras Public Utility District Proposed Water Rates

TUESDAY, JUNE 11TH 2019, 7:00 P.M.

San Andreas Town Hall
24 Church Hill Road
San Andreas, CA 95249

On Tuesday, June 11th at 7 p.m., the Calaveras Public Utility District Board of Directors will hold a public hearing regarding the adoption of a proposed increase to the District's water rates.

Prior to the hearing, the District will hold two informational meetings for its ratepayers to help explain the reason for the rate increase, review the rate table and schedule, and allow ratepayers the opportunity to ask questions. The District encourages the public to attend the meetings scheduled for:

Tuesday, May 21st 2019 at 6:00 P.M.
Mokelumne Hill Town Hall
8283 Main Street
Mokelumne Hill, CA 95245

Thursday, May 23rd 2019 at 6:00 P.M.
San Andreas Town Hall
24 Church Hill Road
San Andreas, CA 95249

REASON FOR THE PROPOSAL

The District charges water rates in order to fund expenses associated with operating, maintaining, and improving the water system that provides reliable, high-quality, water service to our approximately 4,500 customers.

The District's rates have not changed since 2016. System costs increase each year, not only due to the effects of inflation, but also due to the additional expenses associated with maintaining an aging system; modernizing system components; and meeting federal and state mandates for water quality testing and treatment. Current rates are not sufficient to fund all expenses.

The proposed rates are supported by a Cost of Service Study prepared by Weber, Ghio & Associates, Inc. The Cost of Service Study, as well as additional information supporting the proposal, is available online at the District website (www.cpud.org), and in person at the District Office located at 506 W. Saint Charles Street, San Andreas, CA 95249.

If adopted, the proposed rates will go into effect on June 11, 2019 and will be reflected on the billing cycle beginning July 26, 2019. Rates will further adjust annually, according to the included schedule, effective each July 1, beginning July 1, 2020 and ending July 1, 2023.

If you have questions regarding this notice or how it may affect you, call (209) 754-9442 Monday through Friday from 8 a.m. to 4:30 p.m. or email the District at info@cpud.org.

Dated: April 23, 2019

PUBLIC HEARING

Any property owner whose property is subject to the District's water rates may submit a written protest against the proposal. Only one written protest will be counted per parcel. Any written protest must include:

- **A statement that it is a protest against the proposed charge;**
- **Name of the parcel owner that is submitting the protest;**
- **Original signature and legibly printed name of the person submitting the protest; and**
- **Identification of assessor's parcel number, street address, or utility account number of the parcel with respect to which the protest is made.**

Written protests must be submitted by mail or in person to: Calaveras Public Utility District, P.O. Box 666, 506 W. Saint Charles Street, San Andreas, CA 95249. Communications submitted via e-mail or other electronic means will not qualify as a written protest.

Written protests may also be submitted at the public hearing. All written protests must be received by the District prior to the conclusion of the public comment portion of the public hearing. At the public hearing, the Board of Directors will accept and consider all written protests and hear all oral and written comments to the proposed rate increases. Oral comments at the public hearing will not qualify as formal protests unless accompanied by a written protest that complies with the requirements above.

Following the conclusion of the public hearing, the Board of Directors will consider the adoption of the proposed five-year rate plan, which will take effect on the schedule described in this notice. The Board will not adopt the proposal if written protests are received with respect to a majority of parcels subject to the new rates (50% plus 1). Any further rate increase beyond those shown would require an additional public hearing.

PROPOSED RATES

The District's water rates are billed on a monthly basis. They are comprised of two components: (1) a base rate; and (2) a usage charge.

Each customer pays a monthly base rate. For most customers, this rate is based on the size of their water meters. If multiple dwelling units or commercial units share a single meter, the base rate is based on the average water use per unit. A certain amount of water consumption, as shown in the included tables, is included in the base rate.

The usage charge is a charge for water consumption beyond the consumption included in the base rate. This charge is based on metered water consumption. Current and proposed rates are shown in the included tables.

If, as the result of a drought, the District activates its 3-stage Mandatory Water Conservation Plan, the usage charge will be subject to a surcharge as shown in the Water Supply Shortage Surcharge table. Rates are designed to ensure that each customer pays for the costs associated with providing their service. Reference is made to the Cost of Service Study for additional details.

Dated: April 23, 2019

BASE RATE:

Residential & Commercial Meter Size	Current Rates	Proposed Rates: July 2019 - June 2020	July 2020 - June 2021	July 2021 - June 2022	July 2022 - June 2023	Beginning July 2023	Usage Covered by Minimum (Gallons)
5/8" x 3/4"	$39.73	$55.68	$58.55	$61.57	$64.75	$68.10	5,000
1"	$63.66	$89.22	$93.81	$98.66	$103.75	$109.12	20,000
1-1/2"	$115.63	$162.05	$170.40	$179.19	$188.46	$198.21	40,000
2"	$219.55	$307.68	$323.54	$340.24	$357.83	$376.35	80,000
4"	$401.42	$562.56	$591.56	$622.09	$654.24	$688.11	150,000
6"	$531.33	$744.62	$783.00	$823.41	$865.97	$910.80	200,000
8"	$661.24	$926.68	$974.44	$1,024.74	$1,077.70	$1,133.49	250,000

Residential & Commercial Multiple Units (charge per unit)	Current Rates	July 2019 - June 2020	July 2020 - June 2021	July 2021 - June 2022	July 2022 - June 2023	Beginning July 2023	Usage Covered by Minimum (Gallons)
Usage 3,000 gallons or less /month avg./unit	$23.73	$33.26	$34.97	$36.77	$38.68	$40.68	3,000

Agricultural/Untreated	Current Rates	July 2019 - June 2020	July 2020 - June 2021	July 2021 - June 2022	July 2022 - June 2023	Beginning July 2023
First 60,000 gallons of usage	$167.59	$234.87	$246.97	$259.72	$273.14	$287.28

Industrial	Current Rates	July 2019 - June 2020	July 2020 - June 2021	July 2021 - June 2022	July 2022 - June 2023	Beginning July 2023
First 200,000 gallons of usage	$531.33	$744.62	$783.00	$823.41	$865.97	$910.80

USAGE CHARGE:

Residential & Commercial	Current Rates	July 2019 - June 2020	July 2020 - June 2021	July 2021 - June 2022	July 2022 - June 2023	Beginning July 2023
5,001 to 20,000 gallons	$1.60 / 1000 gallons	$2.24 / 1000 gallons	$2.35 / 1000 gallons	$2.47 / 1000 gallons	$2.60 / 1000 gallons	$2.73 / 1000 gallons
> 20,000 gallons	$2.20 to $2.60 / 1000 gallons	$2.00 / 1000 gallons	$2.10 / 1000 gallons	$2.21 / 1000 gallons	$2.32 / 1000 gallons	$2.43 / 1000 gallons

Residential & Commercial Multiple Units	Current Rates	July 2019 - June 2020	July 2020 - June 2021	July 2021- June 2022	July 2022 - June 2023	Beginning July 2023
Usage below 5,000 gallons that is not included in base rate	$0.80 / 100 gallons	$1.12 / 100 gallons	$1.18 / 100 gallons	$1.24 / 100 gallons	$1.31 / 100 gallons	$1.37 / 100 gallons
From 5,001 to 20,000 gallons	$1.60 / 1000 gallons	$2.24 / 1000 gallons	$2.35 / 1000 gallons	$2.47 / 1000 gallons	$2.60 / 1000 gallons	$2.73 / 1000 gallons
> 20,000 gallons	$2.20 to $2.60 / 1000 gallons	$2.00 / 1000 gallons	$2.10 / 1000 gallons	$2.21 / 1000 gallons	$2.32 / 1000 gallons	$2.43 / 1000 gallons

Agricultural/Untreated	Current Rates	July 2019 - June 2020	July 2020 - June 2021	July 2021 - June 2022	July 2022 - June 2023	Beginning July 2023
> 60,000 gallons	$1.69 / 1000 gallons	$1.54 / 1000 gallons	$1.62 / 1000 gallons	$1.70 / 1000 gallons	$1.78 / 1000 gallons	$1.87 / 1000 gallons

Industrial	Current Rates	July 2019 - June 2020	July 2020 - June 2021	July 2021 - June 2022	July 2022 - June 2023	Beginning July 2023
> 200,000 gallons of usage	$1.93 / 1000 gallons	$2.00 / 1000 gallons	$2.10 / 1000 gallons	$2.21 / 1000 gallons	$2.32 / 1000 gallons	$2.43 / 1000 gallons

Dated: April 23, 2019

WATER SHORTAGE SURCHARGE:

	Stage 1	Stage 2	Stage 3
Consumption Reduction Goal	20%	40%	75%
Surcharge Applied to Usage Charge	11%	21%	41%