



Del Paso Manor Water District
 1817 Maryal Drive, Suite 300
 Sacramento, California 95864

**Proposition 218 Notification
 NOTICE TO PROPERTY OWNERS OF PROPOSED WATER RATES
 AND PUBLIC HEARING PROCEEDINGS**

NOTICE IS HEREBY GIVEN, pursuant to Article XIII(D) of the California Constitution, that Del Paso Manor Water District (DPMWD, the District) is proposing to increase its rates for Water operations and maintenance service and change its rate structure for water services. The Board of Directors will conduct a public hearing on this matter. Details are as follows:

Event: Public Hearing on Proposed Water Rates
Date: May 31, 2018
Time: 6:30 PM
Location: AT&T Auditorium
2700 Watt Avenue
Sacramento, California 95821

The public hearing will review the proposed changes for water rates, and other related changes to fees and charges. At the time of the public hearing, the Board will hear and consider all protests and objections concerning these matters. This notice has been sent to all utility customers and property owners, if different, as of the last address available. If there is no majority protest, the Board will consider adoption of the increased rates at the regular Board meeting on June 4, 2018.

Why is a Rate Increase Necessary?

The District has not increased water rates for the past six years and is currently experiencing an operating deficit of about \$240,000 per year. Costs for operating of the District, repair of main breaks, well treatment and repair, and regulatory requirements have increased. The general operation of the District as well as the operation and maintenance of the District wells are projected to continue to increase in the coming years. Without a rate increase, District reserve funds will likely be drawn down to zero within a few years. The District is self-supporting and does not have any other way to fund operations than through its own rates and fees.

The District has conducted two community workshops (on February 22 and March 20) to present financial information and receive customer input. The proposed rates in this notice are the result of that public process. Even with the proposed rate increase, the District's water rates are still below the regional average.

Proposed Water Rates

The proposed water rates are shown below. Rates were developed according to the Water Cost of Service Rate Study performed by Bartle Wells Associates. System Maintenance Charges were not considered in this study and are proposed to remain the same. The District will soon begin the Master Plan update to address the District's capital needs, at which time the System Maintenance Charges will be re-evaluated. Proposed rates will be effective June 16, 2018 for monthly billed accounts and July 1, 2018 for bi-monthly billed accounts.

Flat Accounts - Single Family Residential		Monthly Rate		System Maintenance Charges - All Accounts		Monthly Rate	
	Current	Proposed		Current	Proposed (no change)		
0-5,000 sq ft	\$15.75	\$26.90	Residential Up to 1"	\$23.05	\$23.05		
5,001-8,000 sq ft	\$20.60	\$35.20	Residential Over 1"	\$23.05	\$23.05		
8,001 - 11,000 sq ft	\$24.20	\$41.40	Duplex/Multifamily	\$23.05	\$23.05		
11,001 - 14,000 sq ft	\$27.85	\$47.60	Extra Tap (per meter)	\$23.05	\$23.05		
14,001 - 17,000 sq ft	\$31.45	\$53.80	Commercial up to 1"	\$23.05	\$23.05		
17,001 - 20,000 sq ft	\$35.10	\$60.05	Commercial 1 1/2"	\$46.10	\$46.10		
over 20,000 sq ft	\$35.10 + \$1.21 per 1000 sqft	\$60.05 + \$2.07 per 1000 sqft	Commercial 2"	\$73.75	\$73.75		
			Commercial 3"	\$138.30	\$138.30		
			Commercial 4"	\$230.50	\$230.50		
			Commercial 6"	\$461.00	\$461.00		

Flat Accounts - Duplex/Multi-Family		Monthly Rate	
	Current	Proposed	
5,001 - 8,000 sq ft	\$33.30	\$56.90	
8,001 - 11,000 sq ft	\$36.90	\$63.15	
11,001 - 14,000 sq ft	\$40.55	\$69.35	

Meter Accounts - Readiness to Serve			Fire Protection Services		
	Current	Proposed		Current	Proposed
5/8"	\$15.10	\$15.10	4"	\$54.00	\$75.60
1"	\$21.00	\$37.80	6"	\$81.00	\$151.20
1.5"	\$30.40	\$75.60	8"	\$108.00	\$241.90
2"	\$61.45	\$120.95	10"	\$135.00	\$347.75
3"	\$114.25	\$226.80			
4"	\$186.05	\$378.00			
6"	\$320.20	\$756.00			
8"	n/a	\$1,209.60			
10"	n/a	\$1,738.80			

Flat Rate - Commercial Accounts		Monthly Rate
	Current	Proposed
3/4" x 5/8"	\$26.60	\$45.50
1"	\$36.75	\$62.85
1.5"	\$53.15	\$90.90
2"	\$107.60	\$184.00

Volumetric Rate - Metered Accounts		Monthly Rate
	Current	Proposed
\$ per 100 CU ft	\$0.95	\$1.39

Volumetric Rate - Temporary Construction		Monthly Rate
	Current	Proposed
\$ per 100 CU ft	\$1.43	\$2.09

The monthly rates provided will be doubled for bi-monthly billed customers. Additional services or lines larger than 1" are incrementally higher.

Bill Calculation

Please note that the System Maintenance Charge is proposed to remain the same and will be charged in addition to the normal water service charge. To calculate your total bill, see the following formula and single-family example:

Single Family Bill Calculation						
Formula	Flat Service Charge	+	System Maintenance Charge	=	Total Monthly	Total Bimonthly
Current Bill - 5,001-8,000 sq ft lot	\$20.60	+	\$23.05	=	\$43.65	\$87.30
Proposed Bill - 5,001-8,000 sq ft lot	\$35.20	+	\$23.05	=	\$58.25	\$116.50

Community Meeting

Del Paso Manor Water District will hold another community meeting to discuss the need for rate increases and the proposed rates, answer questions and receive public comment.

Event: Community Meeting on Proposed Water Rates
Date: May 3, 2018
Time: 6:30 PM
Location: AT&T Auditorium
2700 Watt Avenue
Sacramento, California 95821

Public Notice and Majority Protest Process

In accordance with California state law, DPMWD will hold a Public Hearing to hear comments for or against the proposed rate increases on **May 31, 2018 at 6:30 pm in the AT&T Auditorium, 2700 Watt Avenue.**

As the owner of record of a parcel identified to be subject to the proposed rate increases, you may submit a written protest prior to the close of the public hearing. If the identified parcel has more than one owner of record, only one written protest will be counted. Each protest must (1) be in writing; (2) provide the location of the identified parcel (by account number, assessor's parcel number, or street address); and (3) include the original signature of the owner of record submitting the protest. Protests submitted by e-mail, facsimile, or other electronic means will not be accepted. If written protests are submitted by a majority of the affected parcel owners, the proposed rate changes cannot be imposed. Written protests may be submitted by mail or in person to the following address:

Del Paso Manor Water District
ATTN: Board Secretary - Public Hearing on the Proposed Increase to DPMWD Water Rates
1817 Maryal Drive, Suite 300
Sacramento, CA 95864

If you have questions regarding the protest process, please call the District office at (916) 487-0419.