

BODEGA BAY PUBLIC UTILITY DISTRICT

NOTICE OF PUBLIC HEARING ON PROPOSED INCREASE  
IN WATER SERVICE AND CONNECTION CHARGES

The Bodega Bay Public Utility District provides domestic water service to properties in the District. To meet the costs of this service, the District's Board of Directors has established a system of rates and charges, including water service charges for services provided by the District and connection charges for persons desiring to connect to the District's water system.

SERVICE CHARGES

The District proposes to increase water service charges, effective January 1, 2009. The reasons for these increases are to fund operations and maintenance of the system and to fund a new well and water line intertie that are necessary to serve existing customers.

Current and proposed water service charges, for a two month billing period, are as follows:

<u>Water Usage</u>	<u>Current Charge</u>	<u>Proposed charge from January 1, 2009 to June 30, 2010</u>	<u>Proposed charge from July 1, 2010 to June 30, 2011</u>	<u>Proposed charge from July 1, 2011 to June 30, 2012</u>
Zero to 800 cubic feet (the Base Rate)				
<u>Meter Size</u>				
5/8 or 3/4 inch	\$28.72	\$30.73	\$32.88	\$35.18
1 inch	\$32.97	\$35.28	\$37.75	\$40.40
1 1/2 inch	\$37.22	\$39.83	\$42.62	\$45.61
2 inch	\$40.42	\$43.25	\$46.28	\$49.52
3 inch	\$45.74	\$48.95	\$52.38	\$56.05
801 to 2500 cubic feet	\$3.03 per hundred cubic feet	\$3.24 per hundred cubic feet	\$3.47 per hundred cubic feet	\$3.71 per hundred cubic feet
In excess of 2500 cubic feet	\$3.46 per hundred cubic feet	\$3.70 per hundred cubic feet	\$3.96 per hundred cubic feet	\$4.24 per hundred cubic feet

For each fiscal year, commencing July 1, 2009, the water service charges will also be adjusted for inflation using the U.S. Department of Labor, Bureau of Labor Statistics, Urban Wage Earners Consumer Price Index.

CONNECTION CHARGES

The District proposes to increase the water connection charge, effective January 1, 2009, for persons making application after that date to connect new residential unit equivalents (RUEs) to the District's water system. The reason for this increase is to cover the costs of water supply

BODEGA BAY PUBLIC UTILITY DISTRICT

NOTICE OF PUBLIC HEARING ON PROPOSED INCREASE  
IN SEWER SERVICE AND CONNECTION CHARGES

The Bodega Bay Public Utility District provides sewage collection, treatment and disposal services to properties in the District. To meet the costs of these services, the District's Board of Directors has established a system of rates and charges, including sewer service charges for services provided by the District and connection charges for persons desiring to connect to the District's sewage system.

SERVICE CHARGES

The District proposes to increase sewer service charges, effective January 1, 2009. The reasons for this increase are to fund operation and maintenance of the system and to fund the portion of the future sewer system improvements that are necessary to serve existing customers, including improvements to wastewater collection, treatment, storage and disposal facilities. The service charges include an amount dedicated to the repayment of a loan received from the State of California.

Current and proposed sewer service charges, for a two month billing period, are as follows:

Per Residential Unit Equivalent (RUE)	Current Charge	Proposed charge from January 1, 2009 to June 30, 2010	Proposed charge from July 1, 2010 to June 30, 2011	Proposed charge from July 1, 2011 to June 30, 2012	Proposed charge from July 1, 2012 to June 30, 2013	Proposed charge from July 1, 2013 to June 30, 2030
Base Rate, per RUE (not exceeding 4000 cubic feet of water consumed)	\$64.36	\$70.60	\$77.45	\$84.96	\$93.20	\$102.24
Excess Rate (over 4000 cubic feet of water consumed)	\$2.92 per hundred cubic feet	\$3.21 per hundred cubic feet	\$3.53 per hundred cubic feet	\$3.88 per hundred cubic feet	\$4.26 per hundred cubic feet	\$4.68 per hundred cubic feet

For each fiscal year commencing July 1, 2009, the sewer service charges will also be adjusted for inflation using the U.S. Department of Labor, Bureau of Labor Statistics, Urban Wage Earners Consumer Price Index.

CONNECTION CHARGES

The District also proposes to increase the sewer connection charge, effective January 1, 2009, for persons making application after that date to connect new residential unit equivalents (RUEs) to the District's sewage system. The reasons for the increase are to cover the added costs of treating wastewater to Advanced Water Treatment Standards, including regulatory upgrades at the wastewater treatment plant, the acquisition of approximately 80 acres of land for effluent irrigation and the installation of an irrigation pump station and irrigation system, in order to comply with State Water Resource Control Board regulations, and to fund replacement costs. A connection charge is established based upon the demand on the sewage system by an RUE.