



Centerville CSD

June 2019

Serving the Community Since 1959

Board of Directors

- ◆ Larry Whitehead - Board President
- ◆ Walt Richison - Vice President
- ◆ Eric Woodstrom
- ◆ Mark Oliver
- ◆ Joy Willis

District Manager:

Chris Muehlbacher

Executive Assistant:

Tina Teuscher

Inside This Issue:

Proposed Rate Increases

Slow for the Cone Zone

24 - Inch Main - Placer

Average Usage

Next Board Meeting

District Office:

8930 Placer Rd
Redding, CA 96001

Office Hours: 8 am - Noon
1 pm - 5 pm

Mailing Address:

8930 Placer Road
Redding, CA 96001

(530) 246 - 0680

(530) 246 - 2254 Fax

(530) 245 - 1138 After Hours
Emergency

Website:

www.centervillecsd.org

Proposed Rate Increases for FY 2019-20

The Board of Directors has set a **Public Hearing for June 19, 2019 at 7:00 pm** (Regular Board Meeting) at the District Office located at 8930 Placer Road, Redding, CA. At the hearing, the proposed rate adjustments will be presented and the public will be given an opportunity to comment. If adopted, the proposed changes will become effective July 1, 2019. A Notice of Public Hearing was mailed to every property owner and tenant as well as posted to our website: www.centervillecsd.org on April 30, 2019. If you have not read the public notice, we encourage you to do so.

Why is the District Recommending Rate Increases?

The proposed rate increases are recommended for the District to maintain a balanced budget for the next fiscal year beginning July 1, 2019. The additional revenue will be used to cover increasing operating expenses for water treatment and delivery to you, including energy and fuel costs, employee related costs, scheduled system repair and maintenance. Additionally, a portion of the increased revenue will go to build reserves to pay for significant future scheduled repairs and maintenance that will help maintain our distribution system in good working order. One of the planned projects is cleaning and recoating our five (5) water storage tanks. This project is anticipated to cost approximately \$1.6 million over the next six (6) years.

Proposed Base Rates

Meter Size	Residential		Commercial, Industrial and Institutional		Water Availability Charge	
	Current Rate	Proposed Rate	Current Rate	Proposed Rate	Current	Proposed
5/8"	\$ 26.50	\$ 28.50				
3/4"	\$ 26.75	\$ 28.75	\$ 26.75	\$ 28.75	\$ 26.75	\$ 28.75
1"	\$ 27.00	\$ 29.00	\$ 27.00	\$ 29.00	\$ 26.75	\$ 28.75
1.5"			\$ 47.00	\$ 49.00		
2"			\$ 87.50	\$ 89.50		

Base Rate

New this year, this rate will now be charged to all inactive customers who have an installed service but are not receiving water. This charge is being proposed in order to evenly spread the costs of maintenance and operation of the District's water system to all customers, both active and inactive to whom the system is immediately available. If adopted, an inactive account will begin being billed the monthly Base Rate based upon the respective installed meter size.

Proposed Rates Continued

Proposed Consumption Rates

	Residential		Commercial, Industrial and Institutional		Grant School	
	Current Rates	Proposed Rates	Current Rate	Proposed Rate	Current Rates	Proposed Rates
Tier 1	.887	1.041	.887	1.041	.752	.906
Tier 2	.907		1.774		.772	
Tier 3	.927		2.661		.782	
Tier 4	.947		3.548		.792	
Tier 5	.967		4.435		.802	
Tier 6	.987		5.322		.812	
Tier 7	1.007				.822	

Why is the District Recommending Changing From 7-Tiers Down to 1-Tier?

The District is recommending reducing the number of consumption rates down to a single consumption rate. This proposed change is in response to trends in the California utility industry brought on by the continued interpretation in court actions and implementation of aspects of Proposition 218 (approved by voters in 1996). Many other California Districts have changed to a single tier for consumption rates, and the District feels that at this time it is in our best interest to do the same. The impact on customers will be variable and depend on actual water usage. (See examples that were included in the Notice of Public Hearing provided with last month's billing).

Proposed Water Availability Charge (WAC)

The District is proposing to adjust the Water Availability Charge (WAC) from the existing \$26.75 to \$28.75. This increase is based upon the projected increased expenses associated with the cost of the ongoing operation and maintenance of the District's distribution system.

Zone A - Surcharge Rates

Proposed Zone A Pump Surcharge Fee Adjustments

To the right are the proposed Base and Consumption Surcharge rate increases for the Zone A Pump Zone.

	Current	Proposed
Base Surcharge:	\$ 5.50	\$ 5.75
Consumption Surcharge per 100 cf:	\$.221	\$.231



24-Inch Water Main Construction Update

At present, Sunrise Excavation is mobilized on-site and is preparing to install approximately 1,445-feet of 24-inch ductile-iron pipe. This new pipe will be constructed generally from Winsome Way to Towerview Circle on Placer Road. Construction will continue through June.

Average Water Usage

Compare the usage on your water bill with the average of the District.
May's Average: 4,000 cubic - feet.

PUBLIC HEARING

SCHEDULED BOARD MEETINGS:

The next scheduled Board of Director's Meeting will be held Wednesday, June 19th at 7:00 pm, at the District Office.

The public is always welcome.