

RESOLUTION NO. 2266-19

A RESOLUTION OF THE COMMISSION OF PUBLIC UTILITY DISTRICT NO. 1 OF SKAGIT COUNTY, WASHINGTON PROVIDING FOR THE ESTABLISHMENT OF WATER RATES, FEES, CHARGES AND DEPOSITS FOR 2020-2024.

WHEREAS, it is deemed essential to the health, safety and growth of the communities served by the Public Utility District No. 1 of Skagit County (District) that a systematic program of renewals, replacements, and betterment of the water facilities be continued in order to assure an adequate, safe, dependable water supply for all purposes, including fire protection; and

WHEREAS, normal inflation, systematic and public works driven replacements, and regulatory requirements have caused an increase in the operating and system improvement expense of this water utility; and

WHEREAS, the present rate schedule does not create sufficient water revenue to meet the above-mentioned needs.

NOW THEREFORE, BE IT RESOLVED: that the Water Policy Manual's Appendix A, Rates, Fees, Charges and Deposit shall be updated by this Resolution and that all usage on bills received January 1, 2020 or thereafter, shall be calculated using the following rate schedules:

1. Table A-1 Monthly Basic Fixed Charge:

Meter Size*	Effective 01/01/20	Effective 01/01/21	Effective 01/01/22	Effective 01/01/23	Effective 01/01/24
5/8-inch	\$32.38	\$34.00	\$35.70	\$37.49	\$39.36
3/4-inch	32.38	34.00	35.70	37.49	39.36
1-inch	53.93	56.62	59.45	62.42	65.54
1 1/2-inch	107.52	112.90	118.55	124.48	130.70
2-inch	171.72	180.31	189.33	198.80	208.74
3-inch	321.96	338.05	354.95	372.70	391.34
4-inch	536.11	562.92	591.07	620.62	651.65
6-inch	1,072.28	1,125.89	1,182.18	1,241.29	1,303.35
8-inch	1,715.36	1,801.13	1,891.19	1,985.75	2,085.04

- *\$2.00 per month infrastructure charge is now incorporated into the monthly fixed meter charge and pro-rated by size.
- Total rate includes the sum of Table A-1 and Table A-2 below.

2. Table A-2 Consumption Charges:

Single Family & Duplexes with Individual Meters	Effective 01/01/20	Effective 01/01/21	Effective 01/01/22	Effective 01/01/23	Effective 01/01/24
0 - 3 ccf	\$3.37	\$3.54	\$3.72	\$3.91	\$4.11
4 - 100 ccf	5.31	5.58	5.86	6.15	6.46
101 - Excess	3.20	3.47	3.76	4.08	4.43
All Others: Except those in Table A-3 and A-5					
0 - 3 ccf	5.31	5.58	5.86	6.15	6.46
4 - 100 ccf	5.31	5.58	5.86	6.15	6.46
101 - Excess	3.20	3.47	3.76	4.08	4.43
Agriculture:	3.20	3.36	3.53	3.71	3.90

- Agriculture rate is new as of January 1, 2020.
- Agriculture accounts will be determined by the District before service is provided.

- These rates apply to all customers except fire systems, hydrant charges, Potlatch water system, and wholesale/contract customers.
- The District bills in hundred cubic feet increments (ccf). One hundred cubic feet equals 748 gallons.
- Unless otherwise rescinded by the Board of Commissioners, beginning January 1, 2025 and each year thereafter, all water rates levied (Tables 1-5 and Table 7) shall continue with an annual adjustment each January 1st by the Consumer Price Index. The inflationary factor shall be calculated using the Consumer Price Index, All Urban Consumers (CPI-U) Seattle-Tacoma-Bellevue, calculated upon the 12-month period from October to October of the prior year.

3. Table A-3 Monthly Basic Charges-Private Fire Systems (Automatic Sprinkler Equipment)

A. A monthly charge for standby service for automatic sprinkler equipment connected to the water system, shall be calculated per inch of nominal pipe diameter (as listed below) of the customers pipe at the point that such pipe connects to the District-owned facilities.

Private Fire System Based Upon Inch Size	Effective 01/01/20	Effective 01/01/21	Effective 01/01/22	Effective 01/01/23	Effective 01/01/24
1-inch	\$5.20	\$5.46	\$5.73	\$6.02	\$6.32
2-inch	10.24	10.75	11.29	11.85	12.44
3-inch	15.49	16.26	17.07	17.92	18.82
4-inch	20.53	21.56	22.64	23.77	24.96
6-inch	30.82	32.36	33.98	35.68	37.46
8-inch	41.11	43.17	45.33	47.60	49.98
10-inch	51.50	54.08	56.78	59.62	62.60
12-inch	61.64	64.72	67.96	71.36	74.93

B. Privately-owned fire protection facilities other than automatic sprinkler systems will be subject to a charge for standby water for fire protection as listed below per month.

	Effective 01/01/20	Effective 01/01/21	Effective 01/01/22	Effective 01/01/23	Effective 01/01/24
Privately Owned Fire System	\$ 51.40	\$ 53.97	\$ 56.67	\$ 59.50	\$ 62.48

4. Table A-4 Fire Hydrant Use Charges:

	Effective 01/01/20	Effective 01/01/21	Effective 01/01/22	Effective 01/01/23	Effective 01/01/24
Monthly Basic Charge	\$125	\$125	\$125	\$125	\$125
0 - 3 ccf	5.31	5.58	5.86	6.15	6.46
4 - 100 ccf	5.31	5.58	5.86	6.15	6.46
101 - Excess	3.20	3.47	3.76	4.08	4.43
Agriculture:	3.20	3.36	3.53	3.71	3.90

5. Table A-5 Potlatch Water System Charges

	Effective 01/01/20	Effective 01/01/21	Effective 01/01/22	Effective 01/01/23	Effective 01/01/24
Monthly Basic Charge	\$109.95	\$115.45	\$121.22	\$127.28	\$133.64
Monthly Consumption Charge per ccf	18.63	19.56	20.54	21.57	22.65

6. **Table A-6 System Development Fees Summary – 5/8 to 10-inch Meters**

Meter Size	Weighting Factor	Effective 01/01/20	Effective 01/01/21	Effective 01/01/22	Effective 01/01/23	Effective 01/01/24
5/8-inch	1	\$5,020	\$5,130	\$5,245	\$5,355	\$5,470
3/4-inch	1.5	7,530	7,695	7,868	8,033	8,205
1-inch	2.5	12,550	12,825	13,113	13,388	13,675
1 1/2-inch	5	25,100	25,650	26,225	26,775	27,350
2-inch	8	40,160	41,040	41,960	42,840	43,760
3-inch	16	80,320	82,080	83,920	85,680	87,520
4-inch	25	125,500	128,250	131,125	133,875	136,750
6-inch	50	251,000	256,500	262,250	267,750	273,500
8-inch	80	401,600	410,400	419,600	428,400	437,600
10-inch	115	577,300	589,950	603,175	615,825	629,050

- 2020 SDF are based upon the cost of a 5/8-inch meter (\$5,020 x meter capacity weighting factor). The weighting factor is based upon the safe maximum operating capacity for displacement and compound water meters as identified in the American Water Works Association C-700 and C-702 standards.
- Satellite Systems that are not anticipated to connect to the Judy Reservoir System or conveyed water via the District’s Water Supply Agreement with the City of Anacortes, shall be subject to only the “General Plant” portion of the System Development Fee structure, providing required criteria has been met for obtaining water services.

7. **Table A-7 Bulk Water Fill Station Use Charges**

	Effective 01/01/20	Effective 01/01/21	Effective 01/01/22	Effective 01/01/23	Effective 01/01/24
One Time Set Up Fee:	\$30	\$30	\$30	\$30	\$30
Per use ccf	3.20	3.47	3.76	4.08	4.43

8. **Table A-8 Installation Charges:**

Connection Charge	Meter Size	Effective 01/01/2020*
Type One	5/8-inch	\$4,190
Type One	¾-inch	\$4,205
Type One	1-inch	\$4,345
Type Two	5/8-inch	\$1,660
Type Two	¾-inch	\$1,720
Type Two	1-inch	\$1,850
Type Three	5/8-inch	\$375
Type Three	¾-inch	\$405

Type Three	1-inch	\$520
Type Four	Varies	Part of water main extension cost
Type Six	5/8-inch	\$9,715
Type Six	¾-inch	\$9,970
Type Six	1-inch	\$10,105
Renewal of Service (meter only) within one-year	5/8, ¾ & 1-inch	Turn on/Reconnection Fee
Renewal of Service (meter only) after one-year	5/8, ¾ & 1-inch	Type Three Charge
Renewal of Service (complete Service)	5/8, ¾ & 1-inch	Time & Materials, not to Exceed Type One Installation Charge
Renewal of Service (complete Service)	Larger than 1-inch	Time & Materials
Type one, Two, Three, Four, & Six	1½ inch and Larger	Time & Materials

- *The District shall adjust Installation Charges on January 1st of each year, based upon increases in the Engineering News Record Construction Cost Index for the Seattle area from November of the preceding year.

9. **Table A-9 Miscellaneous Charges:**

1	New Account Service Activation Charge.	\$25.00
2	Deduct Meter – Monthly Basic Fixed Charge.	\$3.00
3	Financial Instrument Charge (NSF, ACH return, closed account, etc.).	\$35.00
4	Turn on/reconnection Fee (8 a.m. to 4 p.m., M-F, excluding Holidays).	\$80.00
5	Turn on/reconnection Fee (After 4 p.m., weekends & Holidays).	\$300.00
6	Late Fee – A late fee of \$5 or 2% per month, whichever is greater. Applied to unpaid balances 14 calendar days beyond bill due date.	\$5 or 2%
7	Reactivation of abandoned service, Type I.	Type I Charge
8	Reactivation of abandoned services larger than 1”, plus all associated service charges, fees, permits, & expenses from other local, state, or federal agencies.	Actual Cost
9	Water Service Installation Involving Connection to a Water Pipeline Larger than 18”, or Any Concrete Cylinder Water Pipeline.	Actual Cost
10	Temporary Connection charge (Installation /Removal).	Actual Cost
11	Crew/Serviceman Standby (Customer Request).	Actual Cost
12	Damage from Addition of New Equipment.	Actual Cost
13	Damage to District Property.	Actual Cost
14	Unauthorized Use Fee.	\$200.00
15	Meter Yoke Replacement Charge.	\$300.00
16	Satellite System Compliance Inspection Charge.	Actual Cost

17	Satellite System Water Quality Testing Charge.	Actual Cost
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- The General Manager or Customer Service Department employees are authorized, at their discretion, to reverse or reduce specific charges on an account, provided that the account has had no charge reversals or reductions, late payment, or finance fee charges within the previous twelve-months.

10. **Table A-10 Service Deposits:**

<u>Meter Size</u>	<u>Deposit Amount</u>
Residential: 5/8-inch or 3/4-inch	\$225
Residential: 1-inch	\$350
Residential: Greater than 1-inch	\$400
Hydrant Meter	\$950.00

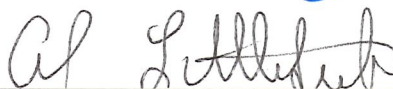
- Deposits for commercial and larger metered service deposits are to be calculated based on two times the two-month average billing as determined from time to time when water rates are adjusted or increased or when customer applies for service. In unusual or exceptional cases, where management deems it necessary in order to adequately protect the District, the District may exceed the amounts indicated.

ADOPTED by the Commission of Public Utility District No. 1 of Skagit County, Washington, at a regular meeting held this the 12th day of November 2019.





 Eron Berg, President



 Al Littlefield, Vice President

ATTEST: 

 Joe Lindquist, Secretary