

RIM TRAIL DOMESTIC WATER IMPROVEMENT DISTRICT

Notice of Budget and Rate Hearing

June 27, 2015 at 1:00 p.m.
Whispering Pines Fire Station
10603 Houston Mesa Road
Payson, Arizona

To attend telephonically to participate in discussions, call (712) 432-5610 and enter meeting code #1214

Proposed Budget for 7-1-15 to 6-30-16

Operating Revenues:	
Miscellaneous Fees	\$ 840
Water Fees	88,000
Total Revenues:	\$88,840
Operating Expenses:	
Administration:	
Professional Services	(5,000)
District Management	(16,000)
Insurance	(5,132)
Legal Fees	(1,000)
Administration-Other	(5,030)
Water Operations:	
Depreciation	(12,540)
Electricity	(3,765)
Water Operator	(21,240)
Repair/Maintenance-Labor & Material	(8,500)
Infrastructure-Labor & Material	(4,000)
Testing Lab Fees	(900)
Chemicals	(380)
Water Operations-Other	(1,055)
Other Income/Expense	<u>(203)</u>
Operating Income	4,095
Eliminate Non-Cash Expenses-Depreciation from Above:	<u>12,540</u>
Positive Cash Flow from Operations	16,635
Less Reduction of Principal-WIFA Loans	(1,332)
Less Capital Projects:	
Distribution System Mapping/Payson Pipeline	(10,945)
Replacement of Storage Tank	(20,500)
Turbidity Issue Resolution	(28,000)
Water Rights	<u>(28,000)</u>
Net Change in Cash Balances	(64,142)
Cash at Beginning of Year	<u>86,997</u>
Ending Cash Balance	22,855

Budget details are available by writing to the District office at 240 E. Box Elder Lane, Payson, AZ 85541 or by visiting the District's Web Site: www.rimtrailwater.org

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Proposed changes to the 2015 – 2016 Rate Schedule for RTDWID

I. Impact Fee for those properties that did not participate in the 1979 & 1985 bond levy assessments

In 1979 and 1985 there were two bonds issued to RTDWID by the Farmers Home Administration to build the filter plant. 139 property owners (parcels) were assessed approximately \$2490 each for the bonds and associated costs.

Sections 3.2.A.1 & 2 of the District Rules and Regulations provide as follows:

Parcel Splits. A. If a new connection is requested for a lot, parcel or subdivision thereof not subject independently to the assessment for the 1979 acquisition and improvement of the District, or to any subsequent assessment for capital improvements and/or repairs, no connection will be made until: (1) An assessment fee is paid to the District, in an amount to be determined by the Board that is not less than the amounts assessed according to the 1979 assessment formula and any other assessments made after 1979; and
(2) An Impact Fee in the amount specified in the Rate Schedule is paid to the District for the future capital needs of the District.

It has been proposed that parcels requesting a meter connection that did not participate in the bond levy assessments since 1979 be charged an Impact Fee of \$3000 for a new meter to cover their contribution to the capital and upkeep costs of the system.

II. Flat Rate For Low Volume Water Users

Customers using 24,000 gallons of water or less per fiscal year (July 1 to June 30) based on previous year usage will only pay the base rate of \$79.00 per month and not be subject to a gallonage charge. In the event the water user exceeds 24,000 gallons usage for the fiscal year they will be charged at the standard rate for excess usage in those months of excess usage and will not be eligible for the flat rate for the coming year.