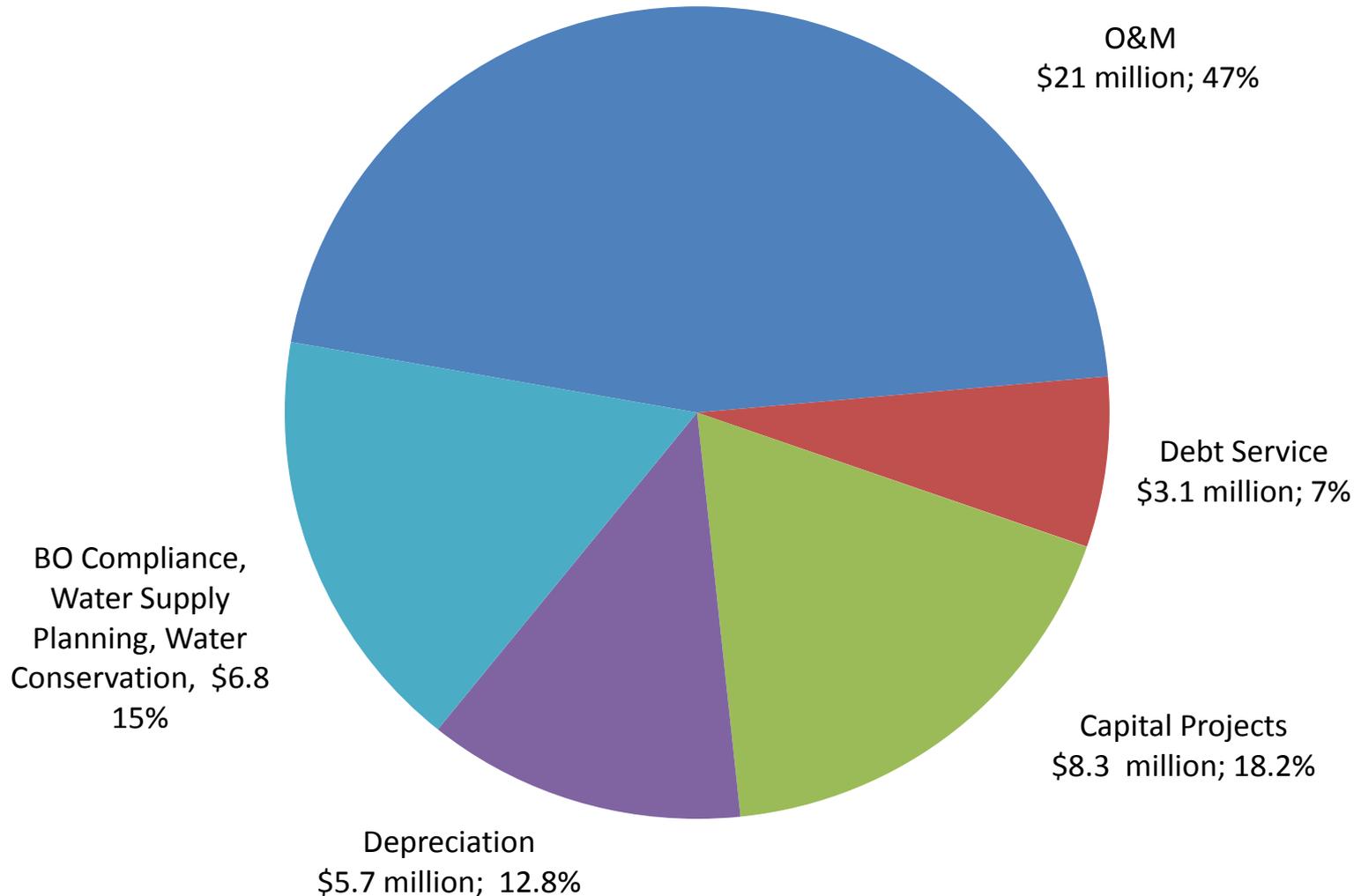


FY14-15 Proposed Budget and Rates Water Transmission System



FY 14-15 Budgeted Expenditures

\$44.9 million



Rate Setting Calculation

$$\frac{\text{Cost of Operations and Maintenance}}{\text{Water Sold}} = \text{Cost of Water (Dollars per acre-foot)}$$

Water Sold = Lesser of:

Average of last 3 years annual water deliveries

or

Last 12 months of actual water deliveries

Proposed Rates for FY 14-15

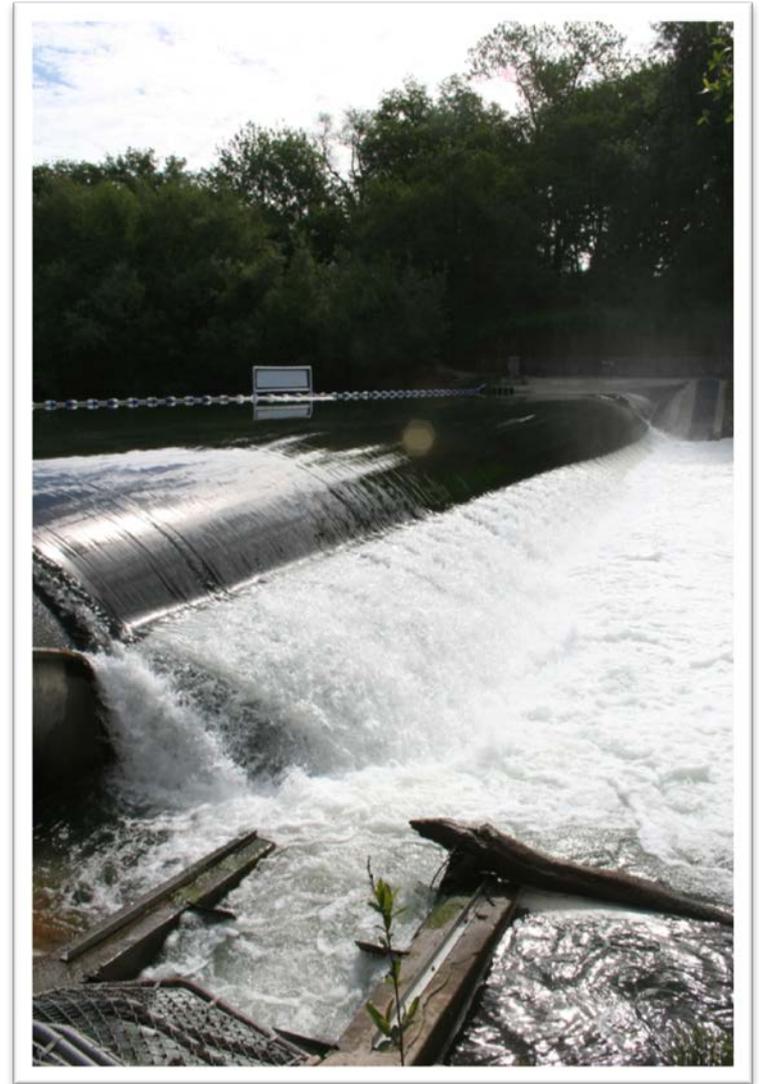
Charge / Aqueduct	Santa Rosa		Petaluma		Sonoma	
Deliveries (Acre-Feet)	51,211	46,000	51,211	46,000	51,211	46,000
O&M	\$470.86	\$471.40	\$470.86	\$471.40	\$470.86	\$471.40
Water Management Planning	\$4.88	\$0.97	\$4.88	\$0.97	\$4.88	\$0.97
Watershed Planning & Restoration	\$81.15	\$79.01	\$81.15	\$79.01	\$81.15	\$79.01
Recycled Water	\$15.05	\$11.56	\$15.05	\$11.56	\$15.05	\$11.56
Water Conservation	\$35.34	\$39.35	\$35.34	\$39.35	\$35.34	\$39.35
Total O&M	\$607.28	\$602.29	\$607.28	\$602.29	\$607.28	\$602.29
Storage & Common Bond/Loan Charges	\$83.92	\$92.89	\$83.92	\$92.89	\$83.92	\$92.89
Sonoma Aqueduct Bond/Loan Charge					\$56.45	\$62.56
Prime Contractors	\$691.20	\$695.18	\$691.20	\$695.18	\$747.65	\$757.74
Accounts for an Overall Increase of:	3.85%	1.05%	3.85%	1.05%	2.73%	0.85%
<u>Discretionary Charges</u>						
Capital Charges - <i>to build fund balance for future projects</i>	\$29.00	\$19.50	\$29.00	\$19.50	\$29.00	\$19.50
Local Recycled Water Tier 2 Program	\$16.00	\$16.00	\$16.00	\$16.00	\$16.00	\$16.00
Prime Contractors	\$45.00	\$35.50	\$45.00	\$35.50	\$45.00	\$35.50
Accounts for an Overall Increase of:	0.53%	2.55%	0.53%	2.55%	0.38%	2.34%
Total Prime Contractors	\$736.20	\$730.68	\$736.20	\$730.68	\$792.65	\$793.24
Total Overall Increase:	4.38%	3.60%	4.38%	3.60%	3.11%	3.19%

Capital Projects



Mirabel Fish Screen – Fish Ladder Project

- Replace existing Fish Screen-Fish Ladder
- State grant offsetting design and construction costs.



Capital Projects



Isolation Valve Project – FEMA Funds

Next Steps

- **Recommendation by TAC on February 3rd (Today)**
- **Recommendation by WAC on Monday, April 7th**
- **Adoption by the Board of Directors – by April 30**

FY 14-15 Proposed Budget and Rates Water Transmission System

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