

**PUBLIC UTILITY DISTRICT NO. 1**  
**OF**  
**JEFFERSON COUNTY, WASHINGTON**

**RESOLUTION NO. 2010-014**

A RESOLUTION Adopting a Budget for the Calendar Year 2011

WHEREAS, in accordance with RCW 54.16.070 and RCW 84.52.020, the Board of Commissioners of Public Utility District No.1 of Jefferson County, Washington has prepared a budget for the projected financial transactions of the District for the calendar year 2011 and conducted a series of Public Hearings; and

WHEREAS, the Board of Commissioners of the District did approve a six year rate schedule on 21 November 2007, Resolution 2007-014; and

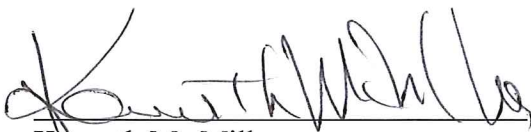
WHEREAS, the Board of Commissioners of the District did meet on Monday, October 4, 2010 and held a Public Hearing on the proposed 2011 budget starting at 5:00 p.m. in the District Office at 230 Chimacum Road, Port Hadlock, Washington; and


WHEREAS, the Public Hearing was continued and reconvened at the subsequent regularly scheduled PUD BOC meetings, as announced publicly by the Board of Commissioners; and

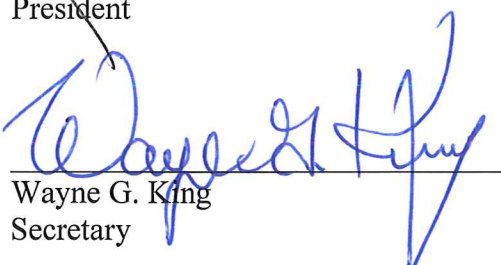
WHEREAS, the Public Hearing was continued and closed by the PUD Board of Commissioners on the 3<sup>rd</sup> of November, 2010.

NOW, THEREFORE, BE IT RESOLVED that the Commission, after taking public testimony and consideration of all the evidence and information provided by the staff, hereby adopts the budget identified on attached Exhibit "A" and confirms the updated rate schedule identified on attached Exhibit "B".

ADOPTED by the Board of Commissioners of Public Utility District No. 1 of Jefferson County, Washington, at a regular open public meeting held this 3<sup>rd</sup> day of November 2010.

  
Kenneth Mc Millen  
President

  
Barney Burke  
Vice President

  
Wayne G. King  
Secretary

## EXHIBIT "A"

### PUBLIC UTILITY DISTRICT NUMBER 1 OF JEFFERSON COUNTY

#### 2011 BUDGET

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#### INCOME SOURCES

1. Property Taxes	\$ 555,500
2. Timber Taxes	\$ 8,000
3. Water Rates	\$ 1,651,039
4. Water Hookups	\$ 15,800
5. Sewer Rates	\$ 60,444
6. _____	\$
7. Other Income	\$ 191,632
8. System Development Charges	\$ 22,700

TOTAL INCOME \$ 2,505,115

#### EXPENSE CATEGORIES

1. Personnel & Benefits	\$ 827,884
2. General & Admin	\$ 271,345
3. Water Operations	\$ 359,519
4. Water Hookups	\$ 14,153
5. Sewer Operations	\$ 18,092
6. B&O Taxes	\$ 84,720
7. Programs	\$ 471,557
8. Debt Repayment – non bond fund	\$ 454,143
9. Capital Replacement/ construction	\$ 3,704

TOTAL EXPENSES \$ 2,505,115

BREAKDOWN OF BUDGET COSTS BASED ON OPERATIONS REVENUE VERSUS TAX REVENUE FOR CY 2011 BUDGET

INCOME SOURCES

1. Property Taxes	\$ 555,500
2. Timber Taxes	\$ 8,000
3. Water Rates	\$ 1,651,039
4. Water Hookups	\$ 15,800
5. Sewer Rates	\$ 60,444
6. -----	\$ -----
7. Other Income	\$ 191,632
8. System Development Charges	\$ 22,700

TOTAL INCOME \$ 2,505,115

EXPENSE CATEGORIES

	TOTAL	OPERATIONAL	PUD TAX
1. Personnel & Benefits	\$ 827,884	\$ 827,884	\$ 000
2. General & Admin	\$ 271,345	\$ 271,345	\$ 000
3. Water Operations	\$ 359,519	\$ 359,519	\$ 000
4. Water Hookups	\$ 14,153	\$ 14,153	\$ 000
5. Sewer Operations	\$ 18,092	\$ 18,092	\$ 000
6. B & O Taxes	\$ 84,720	\$ 84,720	\$ 000
7. Programs	\$ 471,557	\$ 000	\$ 471,557
8. Debt Replacement	\$ 454,143	\$ 282,200	\$ 171,943
9. Capital Replacement	\$ 3,704	\$ 3,704	\$ 000
TOTAL EXPENSES	\$ 2,505,115	\$1,857,911	\$ 643,500

Public Utility District Number 1 of Jefferson County

2011 WATER AND SEWER RATES

	Tri-Area Water System	Group A Water Systems	Group B Water Systems		Sewer
<b>RESIDENTIAL BASE FEE</b>					
All Meters	\$21.00	\$16.50	\$19.00		\$24.00
Low Income	\$14.70	\$ 11.55	\$13.30		\$16.80
<b>COMMERCIAL BASE FEE</b>					
<b>Meter Size</b>					
3/4"	\$21.00	\$21.00	\$21.00		
1"	\$52.00	\$52.00	\$52.00		
1-1/2"	\$104.00	\$104.00	\$104.00		
2"	\$166.00	\$166.00	\$166.00		
3"	\$311.00	\$311.00	\$311.00		
4"	\$518.00	\$518.00	\$518.00		
6"	\$1,037.00	\$1,037.00	\$1,037.00		
8"	\$1,659.00	\$1,659.00	\$1,659.00		
<b>CONSUMPTIVE RATES (per 100 gallons)</b>					
	0 - 5,000	5,001-10,000	10,001 plus		
Residential	\$ 0.25	\$ 0.34	\$ 0.42		
Commercial	\$ 0.34	\$ 0.34	\$ 0.34		

**Notes:**

1. Hadlock 37, Olympic Mobile Village, Marrowstone/ Indian Isle are part of Tri-Area System
2. Group A: Lazy-C, Triton Cove, Bywater, Gardiner, Snow Creek, GCS, Quilcene, LUD#3
3. Group B systems are: Skywater, Bishop, Mats View, VDC

#### 4. MISCELLANEOUS CHARGES AND FEES

SERVICE	CHARGES AND FEES
Turn off fee for physical meter read	\$ 40.00
Transfer of water service	\$ 25.00
Turn on after regular hours water service	\$ 125.00
Seasonal turn off/ on of water service (septic)	\$ 15.00 (5.00)
Re-connection of water service	\$ 50.00
Transfer of account back to owner	\$15.00 <b>14.00</b>
MOS inspection Fee	\$ 200.00
Temporary domestic connection	1. Time and material for hookup and removal plus \$100.00. 2. <b>Standard base charge; plus standard residential rate</b>
Construction water connection	1. \$75.00 Flat charge. 2. <b>Standard commercial water rate</b> 3. \$500.00 damage deposit.
Pressure reducing valve installation	\$ 100.00
Water meter testing	\$ 70.00
Annual backflow device test by PUD	\$ 100.00
Customer assistance	Time and material - \$50.00 minimum
Delinquent accounts	\$2.00 first month --- \$10.00 second consecutive
Door Hanger Charge	\$ 10.00
Lien filing charges	As set by Jefferson County
Returned checks for insufficient funds	\$ 27.00
Unauthorized use of district equipment	Up to \$ 500.00
District equipment damage charges	Time and material - \$100.00 minimum
Administrative and legal charges for LUD's Under \$100,000 \$100,000 to \$500,000 Over \$500,000	10% of design and construction costs 7% of above 5% of above

**2.1 Service Installation Charge**

For meters and related appurtenances installed by the District, including road crossings, the following charges shall be levied and collected at the time of service application:

5/8" x 3/4"	\$1,500.00
1"	\$1,600.00
1 1/2" and larger	Cost with a \$1000.00 deposit
State Route Crossing add-on	\$ 300.00

\* Deposit held against and applied to actual time and materials costs and District overhead.

Installation of service lines and meters which exceed 2" will be contracted and paid for by the customer/developer.

For installation of meter only the following charges shall apply\*:

5/8" x 3/4" (Sealed register)	<b>PUD Cost of meter including S &amp; H</b>
1"	<b>PUD Cost of meter including S &amp; H</b>
1 1/2"	<b>PUD Cost of meter including S &amp; H</b>
2" (Compound)	<b>PUD Cost of meter including S &amp; H</b>

**\* costs will be updated every 6 months, costs will be rounded up to nearest 10 dollar increment.**

Charges for the installation of only a meter apply when the service connection and all associated valves, fittings, meter yoke, etc. have already been installed in accordance with the District's specifications, at the expense of the property owner. Increasing the size of the setter assembly will cost an additional \$200 dollars. Service connections over 2" will be installed by a contractor or developer