

**NOTICE OF PUBLIC HEARING  
PROPOSED RATE INCREASE**

**Dear CCWD Customer:**

NOTICE IS HEREBY GIVEN that the Coastside County Water District (CCWD) Board of Directors will hold a public hearing to consider a proposed increase in the District's water rates. The amount of the rate increase attributable to your property/account is set forth in the table below. This new proposed rate schedule represents an increase over the current charges for water service of up to **6.6%**. Based on a number of factors beyond the District's control including, most notably, anticipated increases in the wholesale cost of water purchased from the San Francisco Public Utilities Commission, the Board previously predicted that it would be necessary to impose annual rate increases of at least 7% per year for the next several years.

The public hearing will be held on July 10, 2007. Members of the public will have an opportunity to address oral and written communications to the Board at this hearing, which will be held at the District office, located at 766 Main Street, Half Moon Bay, California and will begin at 7:00 p.m.

The proposed rate increase is necessitated by a number of factors: 1) Bond costs for Capital Improvement Program over next several years; 2) an increase in wholesale water rates from the San Francisco Public Utilities Commission; 3) increased costs of compliance with the changing regulatory requirements; 4) an infrastructure upgrade program for our two water treatment plants and distribution system required to satisfy new water quality standards imposed upon all water districts in California and 5) continuing improvements to security systems required to satisfy increased homeland defense regulations. The CCWD 2007-2008 fiscal year budget describes the anticipated revenues and expenses in further detail. Copies are available at the District office or online at [www.coastsidewater.org](http://www.coastsidewater.org).

**PROPOSED WATER RATES:**

*Section 1.A, Base Charge, of the Rate and Fee Schedule is hereby amended to read as follows:*

**“A. BASE CHARGE”** The following base charge is the minimum charge to be paid by all customers on a bi-monthly basis:

<u>Size of Meter</u>	<u>Existing Base Charge</u>	<u>Proposed Base Charge</u>
5/8 inch	\$ 18.83	<b>\$20.07</b>
3/4 inch	\$ 28.32	<b>\$30.19</b>
1.0 inch	\$ 47.20	<b>\$50.32</b>
1.5 inch	\$ 91.15	<b>\$97.17</b>
2.0 inch	\$ 151.07	<b>\$161.04</b>
3.0 inch	\$ 330.48	<b>\$352.29</b>
4.0 inch	\$ 1,133.19	<b>\$1,207.98</b>

*Section 1.B, Quantity Charge, of the Rate and Fee Schedule is hereby amended to read as follows:*

**“B. QUANTITY CHARGE”**

In addition to the bi-monthly base charge set forth in Section 1.A, the following quantity charges shall be paid per one hundred cubic (hcf) of water delivered:

1. Residential Customers

<u>Quantity Delivered (During Bi-Monthly Billing Period)</u>	<u>Existing Charge per hcf</u>	<u>Proposed Charge per hcf</u>
1 – 8 Units	\$ 3.08	<b>\$3.28</b>
9 – 25 Units	\$ 3.39	<b>\$3.61</b>
26 – 40 Units	\$ 4.41	<b>\$4.70</b>
41 or more Units	\$ 5.45	<b>\$5.81</b>

2. All Other Customers

Existing Rate: \$ 4.19

**Proposed Rate: \$ 4.47 per hcf**