

NOTICE OF PUBLIC HEARING

Water Rate Increases
For Seal Rock Water District
Date of Hearing: May 11, 2017

Pursuant to ORS 264.312, PUBLIC NOTICE IS HEREBY GIVEN that the Seal Rock Water District Board of Commissioners will hold a Public Hearing on Thursday, May 11, 2017, at 4:00 p.m. or thereafter, in the conference room of the Seal Rock Water District Office, located at 1037 NW Grebe Street, Seal Rock, Oregon.

In 2015 the District was awarded a combination of loan and grant from USDA-RD to fund Phase-3 system improvements. One of the conditions USDA-RD requires is that the District establish a reserve called Short-lived Assets Replacement Reserve Account (SLARRA) and make annual transfers of \$84,000 into the account to be used to replace assets with a lifespan of 5 to 15 years. To comply with this requirement, the Board of Commissioners will review and consider the adoption of a \$4.50 increase in the monthly Water Base Charge beginning July 1, 2017. The Board of Commissioners will also review and consider the adoption of an increase in the Water Consumption Rate between .06% and 12.4% depending on the usage, beginning with the June-July meter reading cycle for the statements mailed at the end of July 2017. The combined rate increase in Water Base Charge and Water Consumption Rate is between .06% and 15.8% for domestic and commercial customers, dependent upon usage. The effect of the increase for a domestic customer that uses 3,000 gallons per month is \$1.45 a month (from \$51.40 to \$52.85). The calculation process for outside district customer water rates will remain 150% of the inside district rates.

The Board of Commissioners will also consider establishing a new rate for a 2-inch domestic meter which is \$92.45 per month using the district's existing rate structure.

Interested parties are encouraged to attend the hearing. A copy of the resolution and proposed rate schedules are available for inspection, upon request, before the hearing at the Seal Rock Water District's Office. Written comments or testimony may be sent to the attention of the Office Manager, P.O. Box 190, Seal Rock, OR 97376, prior to the hearing.