Double Horn Creek Water Supply Corporation members,

At our January 26, 2023 meeting the Board of Directors of the Double Horn Creek Water Supply Corporation (DHCWSC) adopted a resolution to increase water rates by 10%. We have analyzed our 2022 operating costs and noted higher costs for operational expenses such as electricity, bookkeeping/tax preparation, operator's contract, and insurance.

Members were informed of the proposed rate change during discussion at the January 14,2023 annual meeting. The rate change will be effective March 1, 2023. The new rates are shown below:

Monthly usage charges (effective March 1, 2023):

0 – 4,000 Gallons \$3.30 Per 1,000 Gallons 4,001 – 10,000 Gallons \$5.50 Per 1,000 Gallons 10,001 – 20,000 Gallons \$12.10 Per 1,000 Gallons

20,001 - 30,000 Gallons \$29.70 Per 1,000 Gallons + \$121.00 step-up

charge

30,001 – 40,000 Gallons \$33.66 Per 1,000 Gallons+ \$88.00 step-up

charge

Over 40,000 Gallons \$39.60 Per 1,000 Gallons+ \$192.50 step-up

charge

For comparison, the <u>current</u> rates are:

0 – 4,000 Gallons \$3.00 Per 1,000 Gallons 4,001 – 10,000 Gallons \$5.00 Per 1,000 Gallons 10,001 – 20,000 Gallons \$11.00 Per 1,000 Gallons

20,001 - 30,000 Gallons \$27.00 Per 1,000 Gallons + \$110.00 step-up

charge

30,001 – 40,000 Gallons \$30.60 Per 1,000 Gallons+ \$80.00 step-up

charge

Over 40,000 Gallons \$36.00 Per 1,000 Gallons+ \$175.00 step-up

charge

Service Availability Charge (Meter Installed): Residential Meter Size: 3/4" - \$71.50

A reserved service (no meter installed) charge of one half of the service availability charge, or \$35.75, shall be collected monthly from each active

membership assigned to an undeveloped lot with no meter installed, based on the corporation's fixed costs to service the member's dedicated facilities and to reserve service to the member's property designated to receive service.

Regulatory Assessment Fee: A regulatory assessment, equal to one half of one percent of the charge for retail water service only, shall be collected monthly from each member.

At our January 26, 2023 meeting the Board of Directors also adopted a resolution to increase the new membership connection fee (sometimes called a tap fee) from \$3,000 to \$3,500 in order to adjust for the cost of an advanced metering infrastructure (AMI) "smart" meter installation. This change is effective March 1, 2023 as well.

If you have an inquiry about this rate change, you may contact Curtis Raetz at <a href="mailto:dhcwsc@gmail.com">dhcwsc@gmail.com</a>.

For the Board of Directors, Curtis Raetz, President