

ESTIMATED RANGE OF COSTS for the RIO VERDE FOOTHILLS DWID

WATER

We wanted to be able to share **a range of estimated costs** so that petition signers have an idea of what the fees and rates may look like once the District is formed.

Once the District is formed, work with a water broker and others who have water to sell will begin. After it has been determined what other water sources are available, and their costs, the findings will be presented to our members for a discussion on which water source will be the best and most affordable option for the District.

For this illustration we are purchasing 150-acre feet or 48,877,650 gallons of water, per year.

These cost estimates were calculated with no property tax to members.

ONE TIME PARCEL INCLUSION FEE:

This is a one-time fee for every parcel that joins the District. Members that join the first year will be charged a lower membership fee than members who join in later years. Future fees will be determined by existing District members. Parcel members will be invoiced once the District is formed and will have the option of paying in full, quarterly, or monthly.

ESTIMATED RANGE OF ONE TIME PARCEL INCLUSION FEES:

Year	Parcel Fee
2021	\$1,200
2022	\$1,800 - \$2,200
2023	\$2,400 - \$2,800

BASE FEES (These fee starts the year AFTER joining):

The Annual Fee goes toward operation, maintenance, and repair (OMR). This may be paid annually, quarterly, or monthly.

MONTHLY BASE FEE

\$40 TO \$50

WATER RATES – *ESTIMATED RANGE (DOES NOT INCLUDE TAX/REQUIRED FEES):

WATER RATE*

RATES PER 1,000 GALLONS PER MONTH: \$11 – \$13

**Surplus water may be purchased by Non-Members when available, at a higher rate.
Delivery rates will be determined by each water hauler.**

* As required by the Arizona Department of Water Resources, we will have conservation rate schedules. These will be determined once the District is formed. The above rates do not include tax.

Rates are higher than Scottsdale for reasons explained below.

THE WATER RATES ARE DEPENDENT ON SIX COMPONENTS:

- 1) The cost of water charged by the water source.
- 2) The cost for Central Arizona Project (CAP) to “wheel” the water to Scottsdale
- 3) Water treatment and delivery costs charged by the City of Scottsdale.
- 4) A non-resident fee charged by the City of Scottsdale.
- 5) Operations, maintenance, and administrative costs incurred by the District.
- 6) Conservation guidelines that must conform to requirements mandated by Arizona Department of Water Resources.

PARCEL SPLIT:

If a member splits a parcel into 2 or more parcels, all parcels except one will incur a One Time Parcel Inclusion Fee at the current rate at the time of the split.

PARCEL SALE:

The membership to the District passes with the parcel to the new owner.

FILL STATION

The estimated water rates include the build out of the fill station. This includes the purchase of land, the construction of the fill station and the connection to Scottsdale’s closest water line.

All estimates are based on a 3% financing rate and current water costs as of June 21, 2021.