

TO: Bone Mesa Water District Tap Holders

DATE: December 9, 2009

FROM: Board of Directors: Karl Burns, President; Mark LeValley, Vice President; Cynthia Wutchiett, Treasurer

RE: December 8, 2009 Public Hearing and Board Meeting

LEVEL I WATER EMERGENCY: The water emergency is over effective December 1. Thank you for conservation efforts during this summer's water shortage!

2009 INCOME AND EXPENDITURES: The District has a projected \$36,000 operating loss (operating deficit) for the year. This deficit eliminated the banked funds that have been used over the past several years to fund operating expenses.

Beginning Funds:	\$40,301	
Income	\$51,451	
Expenses		
Repairs and improvements	\$52,160	60%
Billing, Administration, Communication	12,291	14%
Engineering fees	9,733	11%
Insurance and permits	4,179	5%
Directors' Fees	2,850	3%
Misc.	2,568	3%
Utilities and water tests	2,148	2%
Legal fees	<u>1,843</u>	<u>2%</u>
Total Expenses	\$87,772	100%
Net Operating Loss	(\$36,321)	
Ending Funds	\$ 3,980	

2010 PROPOSED INCOME AND EXPENDITURES:

Beginning Funds:	\$ 3,980	
Income	\$79,378	
Expenses		
Repairs and improvements	\$52,456	66%
Billing, Administration and Communication	10,560	13%
Engineering fees	4,000	5%
Insurance and permits	2,779	4%
Directors' Fees	2,700	3%
Misc.	2,301	3%
Utilities and water tests	2,300	3%
Legal fees	<u>2,000</u>	<u>3%</u>
Total	\$79,096	100%
Net Operating Surplus	\$ 282	
Ending Funds	\$ 4,262	

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2010 WATER RATES: To cover the District's 2010 operating expenses of \$79,096, the base rate for the first 10,000 gallons used per month is increased to \$38.00. Fees for usage over 10,000 gallons is listed below. Rates are effective as of January 1, 2010 for January water usage.

10,001 - 20,000	\$4.20 per thousand gallons
20,001 - 30,000	\$5.30 per thousand gallons
Over 30,000	\$10.60 per thousand gallons

LINE BREAKS, ETC. Please continue to report any breaks or required maintenance by calling the District's answering service at 872-8017. Provide as much information as possible regarding the location of the break.

OPERATOR IN RESPONSIBLE CHARGE: Beginning December 5, John Clawson, the District's O.R.C. has taken a medical leave of absence. Until his return, Pitt Constriction will be maintaining the distribution system. Continue to call 872-8017 to report breaks or needed repairs.

FEES: Certified Letters: Effective January 1, 2010, when it is necessary to send a Certified Letter to a tap holder for non-compliance with the District's Rules and Regulations, a \$30 fee will be assessed to the tap holder for the time and cost of processing.

WORKING WATER LINES? Call 872-8017 and request a line locator. If you do not call and your digging results in a line break, you will be assessed a minimum of \$300 plus the expenses to repair the break.

WEBSITE: The District's website is www.bonemesawater.com. It includes current information on meeting dates, financial reports, water flows, and approved minutes from the monthly Board meeting.

FUNDING FOR IMPROVEMENTS: The District is seeking a volunteer with experience in grant writing. The District will be applying for federal and/or state funding to increase our water storage capacity, secure our water source, and replace sections of deteriorating pipeline. If you are interested and have the experience, please leave a message with the answering service (872-8017) for Cynthia Wutchiett, Treasurer.

ONE HOUSEHOLD PER WATER TAP: As a reminder, the District's Rules and Regulations prohibit more than one household on a water tap. **Non-compliance will result in a shut off of your water service.**

QUESTIONS? There is time set aside at the beginning of each Board meeting for Public Comment. Or, you may call the answering service at 872-8017 and leave a message for a Board member.

Best wishes for the Holidays and a peaceful and prosperous New Year!

Board of Directors, Bone Mesa Domestic Water District

