



GARBERVILLE SANITARY DISTRICT

P.O. BOX 211 • GARBERVILLE, CA 95542 • (707) 923-9566

RESOLUTION NO. 24-016

A RESOLUTION AMENDING RESOLUTION 24-007 WHICH APPROVED THE FY 2024-25 BUDGET AND MODIFIED FOR IMPLEMENTATION THE SCHEDULE FOR RATE INCREASE AS ADOPTED IN RESOLUTION 20-007

WHEREAS, on May 21, 2024 in Resolution 24-007, the Garberville Sanitary District Board of Directors adopted the FY 2024-25 budget and implemented a modified rate schedule to the approved rate increases from Resolution 20-007; and

WHEREAS, it is the duty of the GSD Board to estimate the needed revenue to meet lawful obligations and expenses of the District; and

WHEREAS, the GSD Board resolved and ordered in item #2 that:

There will be no change to the residential, commercial, or multi-family water rates this year. The scheduled rate increase for sewer will not be implemented at this time. Table 4 details the rates for implementation this year (column headed "Revised July 2024") but a further review will be conducted as needed during the upcoming fiscal year to verify that this lesser implementation schedule will be sufficient to cover annual expenditures and debt service payments.

Table 4. Revised Residential and Commercial Sewer Rates

Description	Current	Adopted July 2024	Revised July 2024
Base Rate - per ERU (\$/mo.)	48.00	53.00	48.00
Residential and Commercial Consumption (\$/hcf) X consumption strength multiplier (SFR CSM = 1.0)	3.00	5.50	3.00

WHEREAS, the Board reduced the consumption charge for sewer customers from \$4.00 to \$3.00 per unit in FY 23/24, which resulted in a decrease in sewer revenue of approximately \$20,000 annually; and

WHEREAS, the Consultant Project Manager has conducted a review of the progress of the revenues and expenditures of the adopted budget and has informed the Board that the target for the sewer revenues will be deficient by an estimated \$19,000 this fiscal year and the water revenues will be deficient by an estimated \$30,000; and

WHEREAS, the Board must implement the approved rate increases if it is necessary to attain the needed revenues to meet the District's expenses, debt service payments, and capital projects underway; and

WHEREAS, the GSD Rate Committee met on November 1, 2024 to review the approved sewer rate structure in comparison with the implemented rate structure and to review the projected expenses for FY 24/25 to determine if any cuts could be made to offset the deficiency in revenue; and

WHEREAS, after much discussion, the Rate Committee unanimously recommends to the Board that the rates for the sewer base per ERU approved in Resolution 20-007 for FY 24/25 be implemented effective January 1, 2025 and the consumption charge remain at the discounted rate of \$3.00 per unit instead of the adopted rate of \$5.50 per unit.

NOW, THEREFORE, BE IT RESOLVED AND ORDERED, by the GSD Board of Directors as follows:

1. The listed changes to the previously adopted FY 2024-25 budget, are hereby adopted.

Account Name	Change in Amount
4100 Residential Water Charges	(20,000.00)
4110 Commercial Water Charges	(15,000.00)
8010 Secured Property Tax Revenue	+ 7,500.00
8020 Unsecured Property Tax Revenue	(600.00)
8030 Supplemental Current Property Tax Revenue	+ 250.00
9040 Depreciation Expense	+ 75,000.00

2. The adopted rate increase for sewer base rates will be implemented for the second half of the fiscal year with an effective date of January 1, 2025.

Table 1. Amended Residential and Commercial Sewer Rates

Description	Current	Adopted July 2024	Revised Jan 2025
Base Rate - per ERU (\$/mo.)	48.00	53.00	53.00
Residential and Commercial Consumption (\$/hcf) X consumption strength multiplier (SFR CSM = 1.0)	3.00	5.50	3.00

Passed and adopted by the Garberville Sanitary District's Board of Directors on December 17, 2024 during a regular meeting, by the following vote:

AYES: Directors _____

NOES: Directors _____

EXCUSED: Directors _____

Doug Bryan, Chair of the Board

ATTEST:

Ralph Emerson
Clerk of Board of Directors