

NOTICE OF APPROVED WATER RATE CHANGE

Dear Congress Valley Water District Customer,

The purpose of this notice is to inform you of the new changes to your water rate, effective February 1, 2022.

The District's water supplier, City of Napa, charges the District Outside City Rates for its water uses. Currently, the District bills all customers at Inside City Rates, and pays the differential between Outside and Inside City rates directly to the City. As a result of high demand and a tightening water supply, that structure is no longer economically viable for the District.

Effective on February 1, the District Board of Directors has modified its rate schedule. Under the approved changes, residential users would continue to pay Inside City water rates for use up to 27 units (Tiers 1 & 2 of the City rate structure).¹ At Tier 3, these users would pay the Outside City rates charged to the District by the City.

| Residential Meters | | |
|--------------------|-----------------|-----------|
| Tier of Usage | City Rate Class | 10/1/2021 |
| 0-14 units | Inside City | \$4.57 |
| 15-27 units | Inside City | \$6.58 |
| 28+ units | Outside City | \$12.39 |

Irrigation meters will be charged at the **Outside** City rate, which is currently **\$10.70** per unit.

Because the District is billed for all water used by its customers, regardless of tier classification, at Outside City rates, the proposed charges do not exceed the District's costs for any rate payer.

If you have any questions, please feel free to contact the District at (707) 256-0344, by email at k.bjorkman@congressvalleywd.org. For further information on District operations, you may also visit our website at www.congressvalleywaterdistrict.com, attend one of our monthly meetings (posted on the website) or send us an e-mail. We look forward to working with you.

RESPECTFULLY,

CONGRESS VALLEY WATER DISTRICT

BOARD OF DIRECTORS

¹ One unit is equal to 1,000 gallons. For more information regarding the Inside City and Outside City rates, refer to the City's website at: <https://www.cityofnapa.org/606/Rate-Schedules>.