



Valley of the Moon Water District

Annual AB 1600 Report

Capacity Fee Description:

A Capacity Fee is a one-time fee that is charged for new, additional or expanded connections to the District's distribution system. Water Capacity Fees are charged to fund public facilities that provide capacity to new development. Capacity Fees help cover the costs associated with providing additional facility capacity to new and existing users requiring additional capacity. Capacity Fees pay for increasing pipeline size and pumping capacity, developing new sources of water such as wells, and increasing storage capacity such as tanks and reservoirs. At the conclusion of each fiscal year, each Capital Improvement Plan ("CIP") project that is eligible to be funded with Capacity fee revenues receives a single interfund transfer from the Capacity Fee fund. The amount of the transfer is shown in the table below. No interfund loans were made from the District's Capacity Fee fund.

Table 1, Water Capacity Charges Collected and Expended in Fiscal Year (FY) 2023-2024:

FY 2023-2024				
Beginning Balance	\$ (677,257.63)			
Capacity Fees Collected	154,420.00			
Interest Earned	34.63			
Total Funds Available	(522,803.00)			
		Total Cost of Project with Capacity Fee Funding	Percent funded by capacity charges	Project Completed FY23/24
<i>Projects Funded:</i>				
CIP Project-2987	(547,979.34)	547,979.34	100%	No
CIP Project-2989	(293,152.95)	293,152.95	100%	No
CIP Project-2996 P-2	(242,047.11)	468,948.91	52%	Yes
CIP Project-3021	(312,763.48)	417,017.97	75%	Yes
CIP Project-3022	(33,422.21)	55,230.94	61%	No
CIP Project-3046	(10,543.91)	10,543.91	100%	No
Total Projects Funded by Capacity Fees	(1,439,909.00)			
Ending Balance	\$(1,962,712.00)			

FY 2023-2024 Project Descriptions:

- CIP Project – 2987:** Chestnut Exploratory Well
- CIP Project – 2989:** Redrill and expand the capacity of Park Avenue Well
- CIP Project – 2996 P-2:** Glen Ellen Transmission and Fire Flow Improvement
- CIP Project – 3021:** Pressure Zone 3D Fire Flow Improvement
- CIP Project – 3022:** Altamira Middle School Fire Flow Improvement
- CIP Project – 3046:** Pump Station Battery Wall

The District intends to fund the following projects in FY 2024-2025 using capacity fees in part:

- CIP Project – 2989:** Redrill and expand the capacity of Park Avenue Well
- CIP Project – 3022:** Altamira Middle School Fire Flow Improvement
- CIP Project – 3046:** Pump Station Battery Wall
- CIP Project – 3060:** SDC Evaluation
- CIP Project – 3065:** Water Master Plan - Prioritized CIP List