



# 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 receives funds from Capacity fees, (i.e. projects that are eligible under Capacity Fee funding rules) 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) 2021-2022:**

FY 2021-2022				
Beginning Balance	\$ (1,138,807.74)			
Capacity Fees Collected	795,052.74			
Interest Earned	30.07			
<b>Total Funds Available</b>	<b>(343,724.94)</b>			
		<b>Total Cost of Project with Capacity Fee Funding</b>	<b>Percent funded by capacity charges</b>	<b>Project Completed FY21/22</b>
<i>Projects Funded:</i>				
CIP Project-2949	(132,298.44)	132,298.44	100%	No
CIP Project-2983	(236,050.62)	236,050.62	100%	No
CIP Project-2989	(38,986.64)	83,483.16	47%	No
CIP Project-2993 P-1	(32,368.38)	125,022.73	26%	No
<b>Total Projects Funded by Capacity Fees</b>	<b>(439,704.08)</b>			
Ending Balance	\$ (783,429.02)			

### FY 2021-2022 Project Descriptions:

- CIP Project – 2949:** Installation of a new well at Verano
- CIP Project – 2983:** Development of two new wells on along Arnold Drive
- CIP Project – 2989:** Redrill and expand the capacity of Park Avenue Well
- CIP Project – 2993 P-1:** Steel pipe replacement and upsizing

### The District intends to fund the following projects in FY 2022-2023 using capacity fees in part:

- CIP Project – 2983:** Development of two new wells on along Arnold Drive
- CIP Project – 2989:** Redrill and expand the capacity of Park Avenue Well
- CIP Project – 2993:** Steel pipe replacement and upsizing
- CIP Project – 2996:** Glen Ellen transmission and fire flow improvement