November 7th, 2022

Board of Directors
Town of Platteville
Troy Renken, Town Manager
400 Grand Avenue
Platteville, CO 80651

Dear All:

The Central Weld County Water District (CWCWD) Board of Directors would like to provide a follow-up update on the recent rate change communication and to be as transparent as possible. First, we want to acknowledge the unintended confusion as a result of the recent letter as it pertains to a comparative table based on billing information. The District inadvertently included some incorrect billing data, and we apologize for that confusion.

In reviewing the data for each community and the number of gallons historically allotted for each tap equivalent, the District has decided to include a base of 4,000 gallons of water per tap equivalent per month for each of the Towns for this next water year. The intent of this additional 2,000 gallons of water per tap equivalent is to help ease some of the economic burden from the previous rate structure that was provided to your community this past month.

Moving forward, the base water allotment per tap equivalent will be decreased by 1,000 gallons per tap equivalent each year until there is no water included per tap equivalent which would match the existing structure for the District’s non-master metered customers.

As was previously communicated to you, the District had no water rate increases for nearly three decades. This course of action was unsustainable and detrimental to the integrity of the District’s operations. In short, the District was compelled to plan for a more sustainable future to continue to provide reliable water to its customers. The effects of inflation on treatment and distribution have been very real and painful for us and the communities we serve. Rather than passing the full burden on to the communities we serve immediately, CWCWD has taken a multi-year approach to raising our wholesale water rates and residential water rates to ensure that communities and our customers could manage any additional financial burden.
The table below shows the rate change for the average residential customer with a 5/8” Meter or 1 Tap Equivalent.

**Table 1. Town of Platteville – Proposed Rate Changes**

<table>
<thead>
<tr>
<th></th>
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</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td>60% Base Rate with New Rate Structure</td>
<td>70% Base Rate with New Rate Structure</td>
<td>80% Base Rate with New Rate Structure</td>
</tr>
<tr>
<td>January</td>
<td>9,054</td>
<td>$ 28,477</td>
<td>$ 34,025</td>
<td>$ 36,095</td>
<td>$ 38,175</td>
</tr>
<tr>
<td>February</td>
<td>5,894</td>
<td>$ 22,409</td>
<td>$ 26,125</td>
<td>$ 28,195</td>
<td>$ 30,275</td>
</tr>
<tr>
<td>March</td>
<td>7,594</td>
<td>$ 26,759</td>
<td>$ 30,375</td>
<td>$ 32,445</td>
<td>$ 34,525</td>
</tr>
<tr>
<td>April</td>
<td>5,914</td>
<td>$ 23,534</td>
<td>$ 26,175</td>
<td>$ 28,245</td>
<td>$ 30,325</td>
</tr>
<tr>
<td>May</td>
<td>12,854</td>
<td>$ 36,859</td>
<td>$ 43,525</td>
<td>$ 45,595</td>
<td>$ 47,675</td>
</tr>
<tr>
<td>June</td>
<td>16,442</td>
<td>$ 43,748</td>
<td>$ 52,495</td>
<td>$ 54,565</td>
<td>$ 56,645</td>
</tr>
<tr>
<td>July</td>
<td>19,301</td>
<td>$ 49,237</td>
<td>$ 59,643</td>
<td>$ 61,712</td>
<td>$ 63,793</td>
</tr>
<tr>
<td>August</td>
<td>19,716</td>
<td>$ 50,034</td>
<td>$ 60,680</td>
<td>$ 62,750</td>
<td>$ 64,830</td>
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<tr>
<td>September</td>
<td>16,159</td>
<td>$ 43,204</td>
<td>$ 51,788</td>
<td>$ 53,857</td>
<td>$ 55,938</td>
</tr>
<tr>
<td>October</td>
<td>12,426</td>
<td>$ 36,037</td>
<td>$ 42,455</td>
<td>$ 44,525</td>
<td>$ 46,605</td>
</tr>
<tr>
<td>November</td>
<td>6,792</td>
<td>$ 25,220</td>
<td>$ 28,370</td>
<td>$ 30,439</td>
<td>$ 32,520</td>
</tr>
<tr>
<td>December</td>
<td>7,422</td>
<td>$ 26,429</td>
<td>$ 29,945</td>
<td>$ 32,014</td>
<td>$ 34,095</td>
</tr>
</tbody>
</table>

Total Income $ 411,947 $ 485,601 $ 510,438 $ 535,404
Average Monthly Cost per T.E. $ 31.84 $ 37.54 $ 39.46 $ 41.39
Projected Annual Increase (%) 18% 5% 5%

*Proposed billings are based on rates of 2022 and are subject to change based upon approval by the Board.

** Tap numbers were updated from previous reports, showing correct/updated CWCD data

*** Billings are based on the Water Year, which is defined as the twelve-month (12 mo.) period beginning: November 1, of any given year through October 31, of the following year.

*Month November and December are not actuals but based on estimates for 2022 Billing*

We would be happy to answer any further questions regarding our coming rate changes. Thank you for your patience and understanding as we have worked through these new rate structures.

Sincerely,
Board of Directors
Central Weld County Water District
Thank You
Questions
Master Meter Rate

- Denver - $16.46/T.E. plus $4.41/1000 gallons
  - $78.20
- Greeley - ~$6.82/1000 gallons
  - $95.48
- MCQWD - $28.00/T.E. plus $1.91 to $19.92/1000 gallons (tiered structure)
  - $61.00
- CWCWD - $11.56/T.E. plus $2.25 to $3.00/1000 gallons (tiered structure)
  - $46.00

All of the costs are base on 14,000 gallons use.
NEW Rate Structure

- Have an increasing Tier Rate based on T.E. and water use.
- Have three (3) increasing tiers rates.

<table>
<thead>
<tr>
<th>Base</th>
<th></th>
<th>19.27</th>
<th>Per T.E.</th>
<th>Cost</th>
</tr>
</thead>
<tbody>
<tr>
<td>Tier 1</td>
<td>-</td>
<td>4,000</td>
<td>$ 2.25</td>
<td></td>
</tr>
<tr>
<td>Tier 2</td>
<td>5,000</td>
<td>19,000</td>
<td>$ 2.50</td>
<td></td>
</tr>
<tr>
<td>Tier 3</td>
<td>20,000</td>
<td>59,000</td>
<td>$ 3.00</td>
<td></td>
</tr>
<tr>
<td>Tier 4</td>
<td>59,000</td>
<td>149,000</td>
<td>$ 3.00</td>
<td></td>
</tr>
<tr>
<td>Tier 5</td>
<td>150,000</td>
<td></td>
<td>$ 3.00</td>
<td></td>
</tr>
</tbody>
</table>
What is New

♦ No water included with the monthly base bill.
♦ Increasing tier structure.
♦ All CWCWD Customers will be on the same tier rates.
♦ The tiers are proportional to the customers total T.E. (Explained in sample Calculation)
♦ Customers are billed starting at Tier 1, then Tier 2, and finally Tier 3.
Tap Equivalents

- 5/8” Tap – 1 TE
- ¾” Tap – 1.5 TE
- 1” Tap – 2.5 TE
- 1.5” Tap – 5 TE
- 2” Tap – 8 TE
- 3” Tap – 15 TE
- 4” Tap – 25 TE
- 6” Tap – 50 TE
NEW Rate Structure

♦ Instead of using size of meters we switched to Tap Equivalents (T.E.).
♦ The District has historically been using TE based on AWWA ratios for meter sales and water rate calculations.
♦ A T.E. is the ratio of a tap capacity compared to 5/8" tap capacity.
♦ Base rate is still $19.27 per 5/8" tap/ 1 T.E.
NEW Water Rates – Residential
14,000 gallons/month

- Wellington: $121.75
- Wiggins: $117.25
- Eaton: $117.18
- Firestone: $113.69
- Estes Park: $111.46
- Left Hand: $110.61
- Ft. Morgan: $109.29
- Erie: $108.65
- Ft. Lupton: $98.75
- Evans: $95.92
- Greeley: $95.30
- Windsor: $93.34
- Milliken: $92.35
- LaSalle: $88.12
- Sterling: $87.93
- Lafayette: $87.24
- Thornton: $87.10
- Northglenn: $81.28
- Brighton: $81.28
- Longs Peak: $76.80
- Longmont: $76.43
- Frederick: $73.57
- L.t.w.d. (Longs Peak Area): $73.42
- Pueblo: $72.62
- Berthoud: $72.62
- Hillrose: $72.12
- Johnstown: $71.74
- Elco: $70.42
- Loveland: $69.71
- Louisville: $69.59
- Denver: $68.91
- Ft. Collins: $61.42
- Mccwd: $59.34
- Nwcd: $59.10
- Broomfield: $57.53
- Cwcd: $53.27 ($46.00 for Platteville)
- Fclwd: $45.99
- Brush: $44.45

Average Monthly Bill @ 14,000 gal/month
Eastern WTP

- Located on WCR 42 and 17
- Is able to treat C-BT, Windy Gap, NISP, Handy and Home Supply Water.
- Initial Phase – Approximately 20 MGD
Pretreatment

- New 45 MGD Pretreatment Facility
- Addition 15 MGD Treatment Capacity
7 MG Tank

♦ Started Construction in 2019
♦ Finished Construction in 2021
Purpose

1. Simplify the rates for all of the entities.
2. Created a fair and equitable system for all customers.
3. To increase revenues to help offset the increase in expenditures.
Rate Presentation
CWCWD

2022

NOCO ENGINEERING COMPANY