To Our Customers of Cloverdale Water District:

Currently we have an aging infrastructure that, should something fail, require major upgrades in order to keep up with the increased consumer usage and requirements mandated by the State. Upon inspection of the current Water Plant and Plant equipment, it is necessary for the district to increase water rates in order to cover the additional cost of required maintenance, repairs and monthly expenditures. It has been nearly seven years since our last rate increase. The cost of permits and monthly expenditures has increased roughly 15% over the last three years alone. The District currently has some of the lowest water rates on the Coast. Where this is advantageous to you, it puts the District at a disadvantage for acquiring loans or grants, should we have a major unforeseen upgrade. At this time, we are restructuring our rate and fee schedule and proposing to \$5 to \$8 per month increase. Along with the rate increase, we will be restructuring our fee schedule to include an administration fee of \$25 and a collection fee of \$50. The administration fee will be charged to customers who are sent a delinquent notice upon non-payment at 60 days. The collection fee will be charged to those customers who have received a shut off notice and the Operator or District employee collects the day of shut off. These increases and additional fees will allow the District to keep up with the rising cost of doing business and allow us to keep providing clean and safe drinking water to all of you.

A public hearing for this proposal will be held on February 14, 2022 and March 14, 2022, the final reading being on April 11, 2022 at 7:00 pm, at the Cloverdale Sanitary District office, 34540 Highway 101 South, Cloverdale, OR 97135.

The new rate increase will take effect on your May 2022 billing. If you have any questions, please call the Cloverdale Water District at 503-392-3515 or you can e-mail us at cloverdalewaterdistrict@outlook.com.

Thank you,

The Board of Directors Cloverdale Water District

> Cloverdale Water District Office: 503-392-3515 Admin Emergency: 503-457-5910 Water Operator Emergency: 503-812-3781 cloverdalewaterdistrict@outlook.com