RESOLUTION NO. 2024-19

CAPACITY CHARGE ADJUSTMENT

WHEREAS, the San Andreas Sanitary District (the "District") adopted Ordinance No. 8 ("Ordinance") in March 2017; and

WHEREAS, the Ordinance sets forth a Capacity Charge that is to be paid by new users, and existing users expanding an existing use, prior to the user connecting to and benefitting from the use of the District's existing collection, treatment, and disposal facilities; and

WHEREAS, the District adopted Amendment #2 to the Ordinance No. 8 in July 2017 that established the method for making future inflation adjustments to the Capacity Charge; and provided that future Capacity Charge adjustments would be made by Board Resolution; and

WHEREAS, the method for making inflation adjustment to the Capacity Charge utilizes the Engineering News Record's Construction Cost Index ("ENR CCI") and the following formula:

$$\frac{ENR\ CCI\ (Current\ year)}{ENR\ CCI\ (January\ 2009)}\ X\ \$46.83\ per\ gallon\ per\ day = Adjusted\ Capacity\ Charge$$

WHEREAS, the District desires to adopt an inflation adjustment to the Capacity Charge effective January 1, 2025 in accordance with the ENR CCI as follows:

$$\frac{ENR\ CCI(November\ 2024)-13632.41}{ENR\ CCI(January\ 2009)-8549.06} \times \$46.83 = \$74.68\ per\ gallon$$

NOW, THEREFORE, BE IT RESOLVED:

The Board of Directors of the San Andreas Sanitary District does hereby adjust the Capacity Charge to \$74.68 per gallon, effective January 1, 2025.

ON A MOTION by <u>Director Turner</u>, seconded by <u>Director Hobbs</u>, the foregoing Resolution 2024-19 was duly passed and adopted by the Board of the San Andreas Sanitary District this **12**th **day of December 2024**, by the following vote:

AYES: Director Galli, Director Hobbs, Director Walker, Director Turner, Director Johnson

NOES: None ABSENT: None

ATTEST

Hugh Logan, District Manager