

RESOLUTION NO. B-1421

**A RESOLUTION OF THE COMMISSIONERS OF LAKEWOOD WATER DISTRICT
ADOPTING AN OVERALL, WEIGHTED 4 PERCENT WATER RATE INCREASE AS
OUTLINED IN THE 2015 BUDGET, EFFECTIVE JANUARY 1, 2015.**

WHEREAS, the Commissioners of the District, in accordance with RCW 57.08.081, have the authority and responsibility to establish rates and charges for the District; and

WHEREAS, the Commissioners of the District have caused to be completed an analysis of the District's fiscal needs for the future; and

WHEREAS, the five-year capital budget was considered; and

WHEREAS, the District's rate model analysis showed that revenues are inadequate to properly provide for increased operation and maintenance costs, system replacements, additions and betterment, and to allow for sufficient reserves consistent with prudent utility practices, unless a recommended overall, weighted 4.0 percent rate increase as outlined in the 2015 Budget is made effective January 1, 2015, with the first billings reflecting the increase to be on or after March 1, 2015. This overall, weighted increase consists of a 6.0 percent increase in the fixed fee based on meter size to fund the District's 50-year transmission and distribution R&R (Replacement and Rehabilitation) program as well as a rate increase of 3.12 percent for both the volume charge and the base charge to fund general operation, maintenance, and other capital projects.

NOW, THEREFORE BE IT HEREBY RESOLVED AS FOLLOWS:

SECTION 1. The Board of Commissioners of Lakewood Water District hereby adopts and approves by resolution a rate increase as outlined in the 2015 Budget and above for all active accounts; it further hereby adopts and approves the following revised rate structure:

Effective January 1, 2015, rates shall include an increase by an overall, weighted 4.0 percent for most residential ratepayers; the actual rate increase percentage will vary according to customer meter size. The first billings reflecting the increase will be received on or after March 1, 2015.

Lakewood Water District Rates for Active Accounts

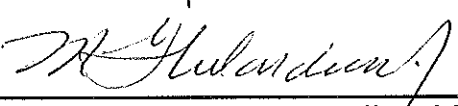
Base Charge and Water Consumption	Current Rates	New Rates
Base Charge	\$6.07 (incl's 800 cu ft	\$6.26
0-800 cubic feet	\$0 (included in Base Charge)	\$0 (included in Base Charge)
801-2000 cubic feet	\$ 1.29/ccf	\$1.33/ccf
2001 and over	\$ 1.75/ccf	\$1.80/ccf

R&R Fixed Fee Per Meter Size	Current Rates	New Rates
Meter Size	Fixed Fee	Fixed Fee
5/8"	\$ 22.00	\$ 23.32
1"	\$ 24.20	\$ 25.65
1.5"	\$ 30.80	\$ 32.65
2"	\$ 39.60	\$ 41.98
3"	\$ 63.80	\$ 67.63
4"	\$242.00	\$ 256.52
6"	\$308.00	\$ 326.48
8"	\$638.00	\$ 676.28
10"	\$836.00	\$ 886.16
12"	\$990.00	\$1,049.40

SECTION 2. According to standard District practice, the District will use all means necessary and appropriate to inform all ratepayers of this resolution and water rate increase. Be it known, a letter will be sent to all rate payers the first week of January 2015. Additionally, notice of the recommended increase in the 2015 Budget process was published in *The News Tribune* December 11, 2014, as well as on the District's website at www.lakewood-water-dist.org.

SIGNED the 18th day of December 2014.

LAKWOOD WATER DISTRICT




 President



 Commissioner

Attest:



 District Secretary



 Commissioner