

DUNNIGAN WATER DISTRICT

SOURCES OF INCOME AND DEBT OBLIGATIONS

THE DUNNIGAN WATER DISTRICT (DISTRICT) HAS THREE SOURCES OF INCOME.

Two fees are collected on the county tax roll:

The District collects two charges from landowners within the District's boundaries on Yolo County tax roll. The collection is based on arable acres of landowners. The first charge is on the District's debt to the Bureau of Reclamation on District distribution system. This is \$16.93 per landowner arable acres. The second charge is called facility charge or referred to as operations. This collection is collected because relying upon revenues from water sales results in significant uncertainties, and in years of water shortage, that have regularly occurred, where the District cannot pay all claims and expenses. The rate of collection is \$18.94 per arable landowner acres within the District's boundaries.

Water usage charges:

The District meters individual water users and they are charge by the acre-foot at an annually set water rate. The annual water rate charge is based on charges from the Bureau of Reclamation, Tehama Colusa Canal Authority charges (yearly assessments to cover their operations of the canal), a component of District operations, and any supplement water costs.

THE DUNNIGAN WATER DISTRICT (DISTRICT) DEBT OBLIGATIONS

The District debt to the Bureau of Reclamation on the system repayment:

The system distribution cost was \$6,817,416.74. The District started paying on the system in 1989 has made two annual payments of \$85,217.70, one payment is due in February and the second payment is due in July. The balance of the debt in 2017 is \$1,874,790.14. The system last payment on the system is schedule in 2028

The District has a debt for the Central Valley Project.

2017 balance: 1,978,058

Payment on this debt is a component on the Bureau of Reclamation water charges. The District has received relief from payment on this debt because of study prepared by the Bureau of Reclamation evaluating the feasibility of the water users' capability to pay this component of the water rate. In 2018 Dunnigan Water District lost its relief from this component on the water rates and will be included in the water rates in the future.