



Ventura County Waterworks District No.38

Proposed Water Rates for Calendar Year 2024

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County of Ventura Public Works Agency
January 23, 2024

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PUBLIC **Ventura County** **WORKS** **Waterworks District No. 38 (Lake Sherwood)**

- Formed on March 28, 1989, as the Lake Sherwood Community Services District (LSCSD)
- In May 2015 a special election was held for LSCSD residents and Measure N was passed, authorizing the formation of a new water district - Ventura County Waterworks District No. 38 (District)
- The Ventura County Board of Supervisors (BOS) is the Board of Directors for District 38
- The Citizens' Advisory Committee reviews all policy, budget, and water rate recommendations before they are recommended to the (BOS)

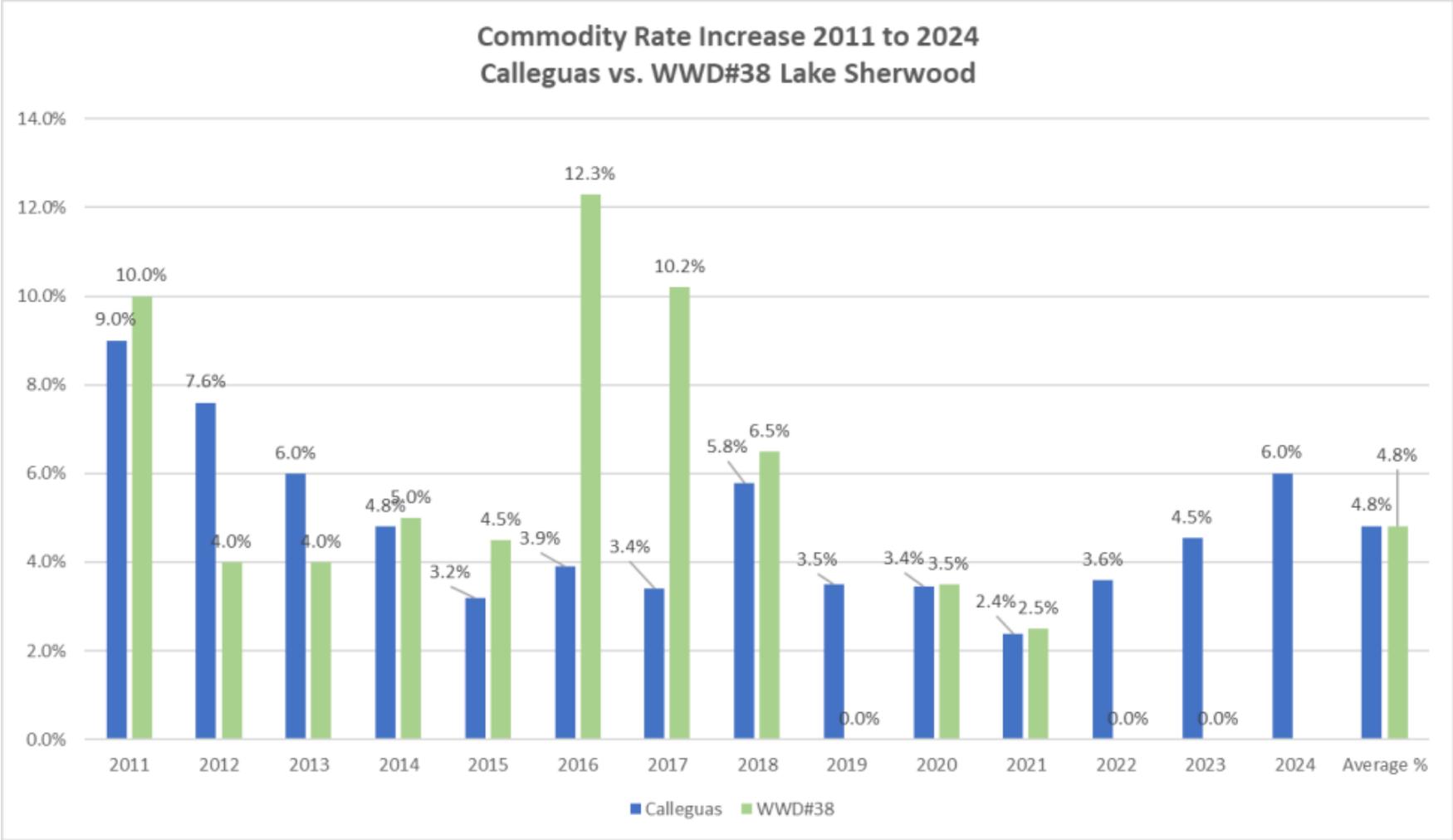
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|---|---|--|
| Area Served: The Lake Sherwood Community | District Size: Approx. 2,048 Acres | Service Connections: 791 |
| Population Served: Approx. 1,527 | Water Lines: Approx. 18 Miles | Receives 100% Imported Water Supply |
| Reservoirs: 2 | Pressure-Reducing Stations: 4 | Booster Pump Stations: 2 |

Financial Conditions of the District

- Ended Fiscal Year 2023 (June 30, 2022) with healthy reserve fund balance of \$7.9M
- Calleguas Municipal Water District Approved Rate increase of 6% for 2024
- Assumed inflationary increases used for rate analysis:
 - Labor 3.5%, Electricity 4%, and materials 3%
- No Major Capital Projects Required over next 10 years

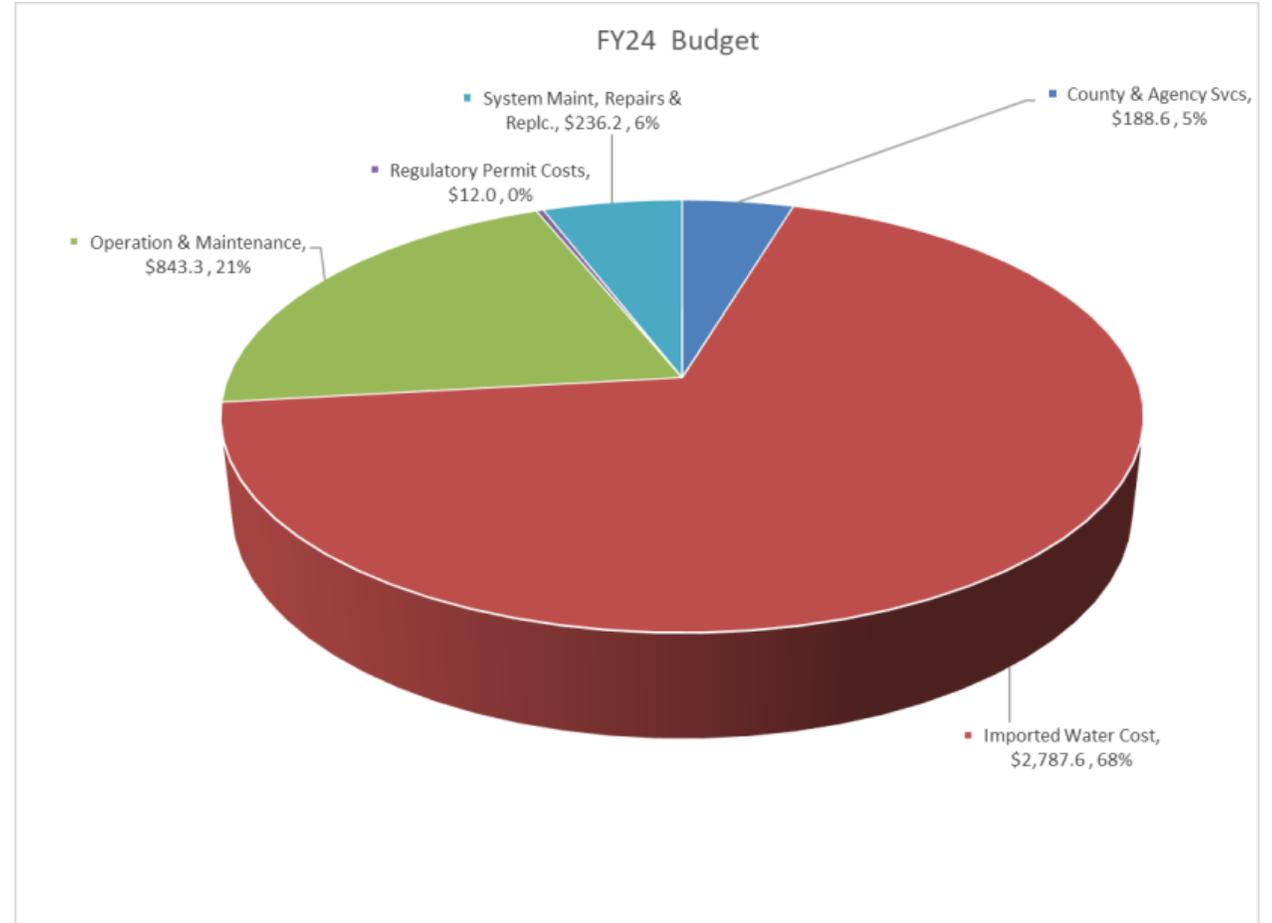
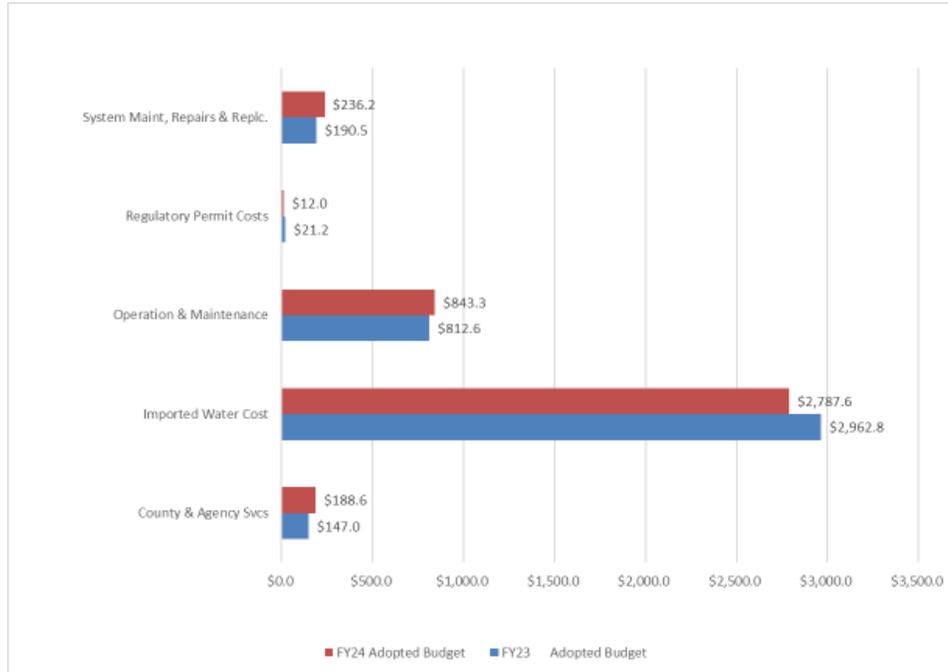
- Proposed 6% Calleguas Pass-through Rate increase for 2023 to preserve Cash Reserve Balance

Calleguas vs. WWD#38 Historic Rate Increases 2011-2024

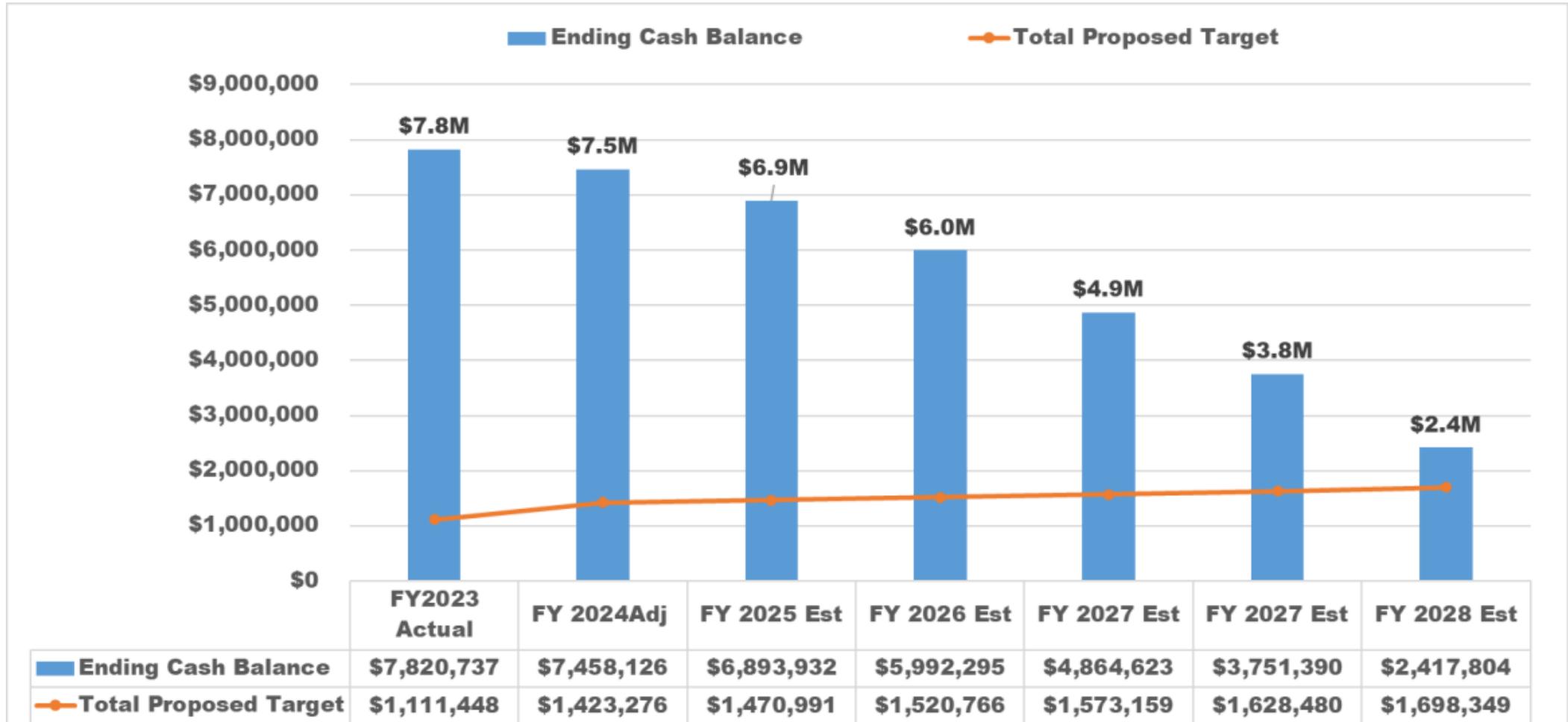


Ventura County Waterworks District No. 38
Lake Sherwood Water Services
Fiscal Year 2024 Budget Analysis by Category

| O&M Expenditures | FY23 Adopted Budget | FY24 Adopted Budget | Var (\$) | Var (%) |
|--------------------------------|---------------------------|------------------------|-----------------|--------------|
| County & Agency Svcs | \$147.0 | \$188.6 | \$41.6 | 28.3% |
| Imported Water Cost | \$2,962.8 | \$2,787.6 | (\$175.2) | -5.9% |
| Operation & Maintenance | \$812.6 | \$843.3 | \$30.7 | 3.8% |
| Regulatory Permit Costs | \$21.2 | \$12.0 | (\$9.2) | -43.4% |
| System Maint, Repairs & Replc. | \$190.5 | \$236.2 | \$45.7 | 24.0% |
| Grand Total | \$4,134.1 | \$4,067.7 | (\$66.4) | -1.6% |

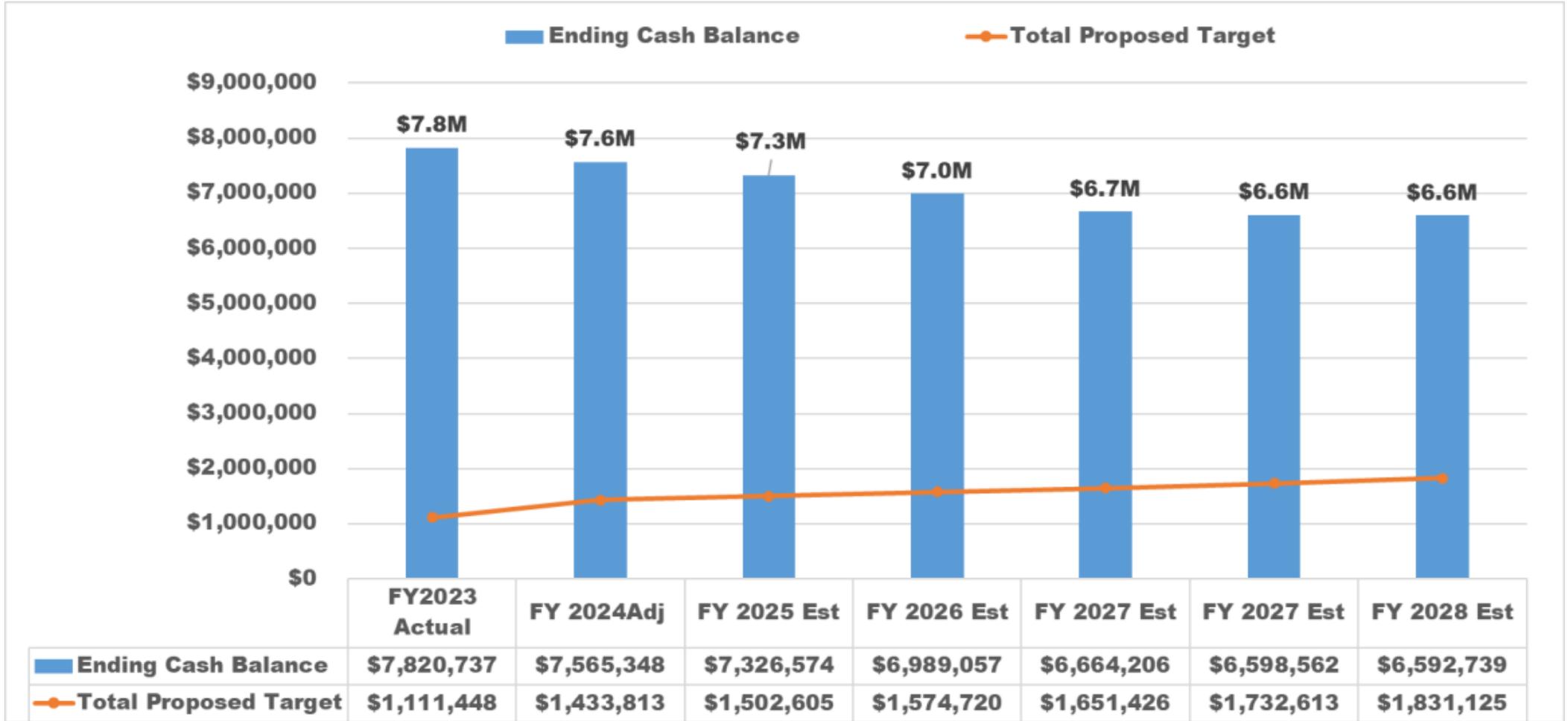


Cash Reserves Forecast with No Rate Increases



Cash Reserves Are Reduced through 2028; Operating Costs Subsidized from Reserves

Cash Reserves Forecast with 6% Calleguas Pass-Through Rate



Cash Reserves Above Reserve Target through FY2028

Recommended Action

APPROVE 6% Rate increase for 2024