



Public Hearing Item 12(F)

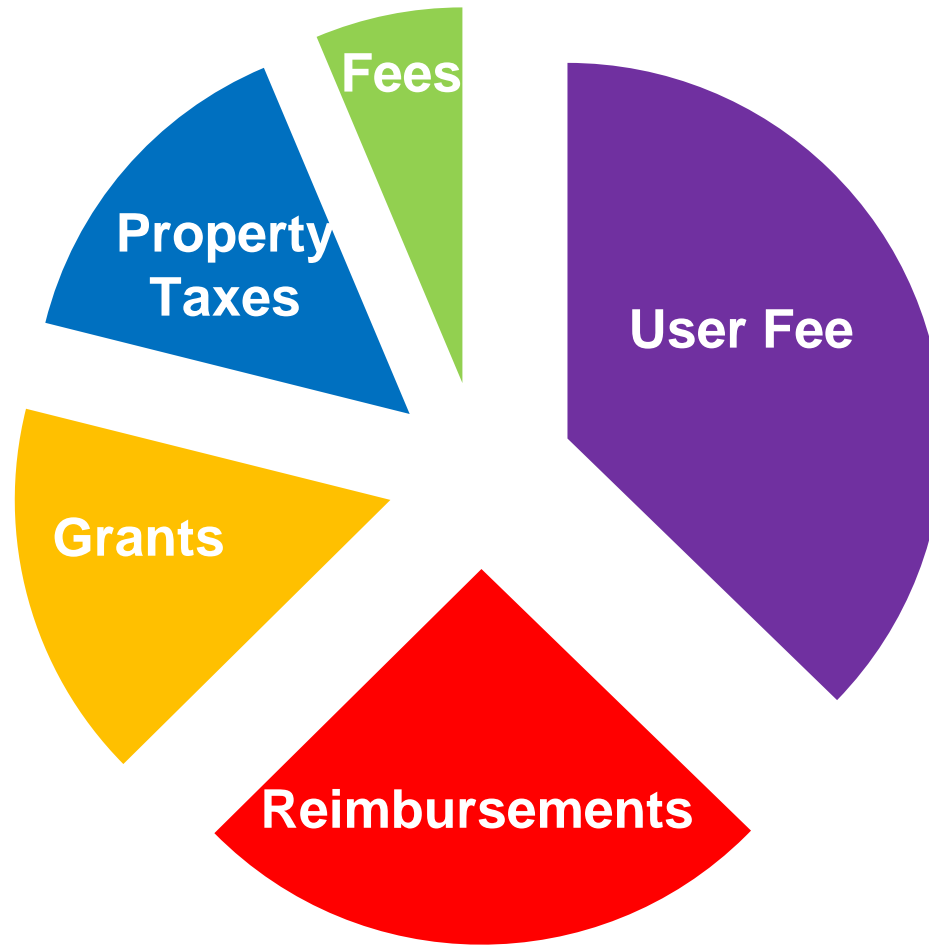
Consider First Reading of Ordinance No. 152 -- Establishment of Water Use Fees

April 16, 2012 Regular Meeting
Staff Contact: D. Stoldt

Old User Fee

- User Fee collected since 1983
- Related to the delivery of water
- CPUC has interrupted collection mechanism (Cal-Am bill)
- Was budgeted at \$3.7 million last 3 years
- Seek **new collection mechanism**

Revenue Sources



Proposed Ordinance No. 152

39 Findings in support of:

- Need for Water Supply Projects
- Need for District Revenue
- District's Authority to Collect Rates and Charges
- The Method Proposed is Most Appropriate

Key Features of Ordinance

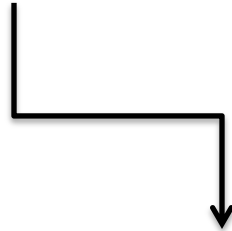
- Expenditure of fee limited to water supply
- Includes a “Sunset” and annual Board review
- Properties that are Cal-Am “main” customers only
- Includes appeal process
- Allows for penalties on delinquencies

Allocation Process

\$3.7 Million



~~38,000 Cal-Am Bills~~




43,500 Connections Based on Standard
Water Use by Type of Property and Meter

e.g.

- Single-Family (small)
- Single Family (medium)
- Single Family (large)
- Multi-Family

- Commercial
- Industrial
- Golf Course
- Public Agencies
- Other Categories

Calculation of Annual Fee


$$\begin{array}{ccccccc} \text{Annual} & & \text{Meter Fee} & & \text{Water} & & \\ \text{Water Use} & = & \text{Based on} & + & \text{Usage Fee} & \times & \text{\# of} \\ \text{Fee} & & \text{Meter Size} & & \text{Per Unit} & & \text{Units} \\ & & & & & & \end{array}$$

Categories (see Section 5):

- Single Family Residential
- Multifamily
- Commercial