

RESOLUTION NO. 2017-14RRR

A RESOLUTION OF THE CITY COUNCIL OF
THE CITY OF ESCONDIDO, CALIFORNIA,
ESTABLISHING NEW WATER AND
WASTEWATER SERVICE RATES, CHARGES
AND FEES; AUTHORIZING FUTURE PASS
THROUGH OF WHOLESALE WATER AND
INFLATION CHARGES; AND AUTHORIZING
PASS THROUGH OF FUTURE SDCWA
VOLUME CHARGE INCREASES

WHEREAS, the Escondido Municipal Code authorizes the City Council to set and adjust water and wastewater rates and service charges from time to time by duly adopted resolution; and

WHEREAS, the City Council previously directed staff to review and analyze the costs of providing water and wastewater services related to such fees on a regular basis; and

WHEREAS, staff thoroughly analyzed the cost of providing water and wastewater services related to such fees and has provided such analysis to the City Council; and

WHEREAS, City staff has corresponded with representatives of the public, and the business and farming community, and the City Council has conducted a public hearing and has considered comments and input from interested parties; and

WHEREAS, forty-five days prior to the public hearing, the proposed fees were noticed to all water and wastewater customers in accordance with Proposition 218; and

WHEREAS, the City Council desires at this time and deems it to be in the best public interest to establish new rates and fee schedules for 2017 through 2021; and

WHEREAS, Section 53756 of the Government Code (AB 3030, Chapter 611) provides that “An agency providing water, sewer or refuse collection service may adopt a schedule of fees or charges authorizing automatic adjustments that pass through increases in wholesale charges for water or adjustments for inflation under specific circumstances;” and

WHEREAS, Section (a) of Government Code Section 53756 allows the City to adopt the schedule of fees or charges and inflationary adjustments for a period up to five years; and

WHEREAS, Section (d) of Government Code Section 53756 requires notice of any adjustment pursuant to the schedule shall be given not less than 30 days before the effective date of the adjustment; and

WHEREAS, the City Council desires at this time and deems it to be in the public interest to allow automatic adjustments that pass through the adopted increases or decreases in the wholesale charges for water, and provides a specific formula for inflationary adjustments.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Escondido, California, as follows:

1. That the above recitations are true.
2. That the water and wastewater rates and fees set forth in Exhibit “1,” attached to this resolution and incorporated by this reference, will supersede all prior rates and fees for services as set forth on Exhibit “1.”
3. That the water and wastewater rates and fees set forth in Exhibit “1” for

2017 will be effective for all charges that become due on or after March 1, 2017.

4. That the water and wastewater rates and fees set forth in Exhibit “1” for 2018 will be effective for all charges that become due on or after March 1, 2018.

5. That the water and wastewater rates and fees set forth in Exhibit “1” for 2019 will be effective for all charges that become due on or after March 1, 2019.

6. That the water and wastewater rates and fees set forth in Exhibit “1” for 2020 will be effective for all charges that become due on or after March 1, 2020.

7. That the water and wastewater rates and fees set forth in Exhibit “1” for 2021 will be effective for all charges that become due on or after March 1, 2021.

8. That water rate and fee adjustments for years beyond 2021 will be noticed according to Proposition 218 requirements and will be brought before Council for a public hearing.

9. That the Agriculture Use Rate, accounts for discounts from the San Diego County Water Authority Transitional Special Agriculture Water Rate (“TSAWR”), and the City of Escondido Agriculture Discount.

10. That the City of Escondido Agriculture Discount shall only apply to customers participating in the San Diego County Water Authority’s Special Agricultural Water Rate program.

11. That the City Council hereby authorizes automatic adjustments that pass through increases and decreases in the wholesale charges for water, if prescribed conditions are met, including, but not limited to, the schedule of fees or charges does not exceed a period of five years and that the schedule has been adopted pursuant to existing law; and that such automatic adjustment include adjustments to the

Metropolitan Water District's Readiness to Serve Charge, the San Diego County Water Authority's Infrastructure Access Charge, and the San Diego County Water Authority's volume based charges for imported water deliveries to the City of Escondido.

EXHIBIT "1" - REVISED

POTABLE WATER CONSUMPTION CHARGES

		Current Rate	As of March 1, 2017	As of March 1, 2018	As of March 1, 2019	As of March 1, 2020	As of March 1, 2021
WATER RATES	<u>1,000 gal</u>						
Single Family Residential							
Tier 1	0 to 7	\$5.33	\$5.61	\$5.91	\$6.22	\$6.57	\$6.94
Tier 2	7 to 15	\$6.88	\$7.30	\$7.78	\$8.26	\$8.72	\$9.20
Tier 3	15 +	\$8.75	\$8.98	\$9.22	\$9.47	\$10.00	\$10.55
Residential/Agricultural Use							
Tier 1	0 to 7	\$5.33	\$5.56	\$5.81	\$6.07	\$6.41	\$6.77
Tier 2	7 +	\$7.00	\$7.45	\$7.96	\$8.47	\$8.94	\$9.44
Multi-Family Residential							
Tier 1	0 to 5	\$5.33	\$5.58	\$5.86	\$6.15	\$6.49	\$6.85
Tier 2	5 to 7	\$6.89	\$7.21	\$7.55	\$7.91	\$8.35	\$8.81
Tier 3	7 +	\$8.73	\$8.76	\$8.79	\$8.82	\$9.31	\$9.83
Commercial, Industrial & School		\$6.66	\$6.98	\$7.33	\$7.69	\$8.12	\$8.57
Irrigation – Institutional – Landscape District		\$7.18	\$7.48	\$7.80	\$8.13	\$8.58	\$9.06
San Diego Zoo Safari Park		\$6.66	\$7.18	\$7.77	\$8.37	\$8.84	\$9.33
Special Unfiltered		\$4.12	\$4.90	\$5.81	\$6.73	\$7.11	\$7.51
Agricultural Use*		\$3.31	\$3.64	\$4.00	\$4.36	\$4.65	\$4.91

RECYCLED WATER CONSUMPTION CHARGES

Recycled Water Commodity Rate (\$/1,000 gal)	Current Rate	As of March 1, 2017	As of March 1, 2018	As of March 1, 2019	As of March 1, 2020	As of March 1, 2021
	\$3.85	\$3.85	\$3.85	\$3.85	\$3.85	\$3.85
Recycled Water for Ag		\$2.70	\$2.70	\$2.70	\$2.70	\$2.70

WATER SERVICE CHARGES

NOTE: These water service charges will also apply to recycled water meters of the corresponding size.

METER SIZE	Current Rate	March 1, 2017	March 1, 2018	March 1, 2019	March 1, 2020	March 1, 2021
5/8" and 3/4"	\$30.11	\$32.44	\$34.76	\$37.09	\$39.13	\$41.29
1"	\$47.31	\$50.91	\$54.51	\$58.11	\$61.31	\$64.69
1 1/2"	\$90.32	\$96.96	\$103.60	\$110.24	\$116.31	\$122.71
2"	\$141.90	\$152.27	\$162.65	\$173.02	\$182.54	\$192.58
3"	\$305.29	\$327.55	\$349.81	\$372.07	\$392.54	\$414.13
4"	\$546.06	\$585.71	\$625.35	\$665.00	\$701.58	\$740.17
6"	\$1,208.21	\$1,295.78	\$1,383.35	\$1,470.92	\$1,551.83	\$1,637.19
8"	\$2,068.12	\$2,217.86	\$2,367.60	\$2,517.34	\$2,655.80	\$2,801.87
3/4" x 3"	\$427.40	\$408.96	\$390.51	\$372.07	\$392.54	\$414.13
1" x 4"	\$649.25	\$654.50	\$659.75	\$665.00	\$701.58	\$740.17
1 1/2" x 6"	\$1,294.33	\$1,353.10	\$1,412.06	\$1,470.92	\$1,551.83	\$1,637.19
3/4" x 3" x 6"	\$1,294.33	\$1,353.10	\$1,412.06	\$1,470.92	\$1,551.83	\$1,637.19
1" x 4" x 8"	\$2,068.25	\$2,217.95	\$2,367.64	\$2,517.34	\$2,655.80	\$2,801.87
2" x 6"	\$1,294.33	\$1,353.10	\$1,412.06	\$1,470.92	\$1,551.83	\$1,637.19
2" x 8"	\$2,068.25	\$2,217.95	\$2,367.64	\$2,517.34	\$2,655.80	\$2,801.87
Detector Check	\$51.27	\$54.09	\$57.06	\$60.20	\$63.51	\$67.01

WASTEWATER RATES

Customer Class	Rates per 1000 gal	Current Rate	As of March 1, 2017	As of March 1, 2018	As of March 1, 2019	As of March 1, 2020	As of March 1, 2021
	Unit						
FIXED MONTHLY (ALL CLASSES)		\$19.91/mo. (fixed)	\$20.91/mo. (fixed)	\$22.09/mo. (fixed)	\$23.27/mo. (fixed)	\$24.55/mo. (fixed)	\$25.90/mo. (fixed)
Single Family Residential	per unit/mo.	\$3.84	\$4.08	\$4.35	\$4.62	\$4.87	\$5.14
Multi-Family Dwelling	per dwelling unit/mo.	\$3.19	\$3.37	\$3.57	\$3.77	\$3.98	\$4.20
Mobile Homes	per mobile home/mo.	\$2.20	\$2.24	\$2.27	\$2.32	\$2.44	\$2.58
Car Wash/Soft Water Service	per acct/mo.	\$6.21	\$6.41	\$6.60	\$6.81	\$7.19	\$7.58
Hotel/Motel without dining	per acct/mo.	\$7.09	\$7.42	\$7.76	\$8.13	\$8.57	\$9.04
Hotel/Motel with dining	per acct/mo.	\$10.26	\$10.73	\$11.23	\$11.75	\$12.39	\$13.08
Repair Shop /Service Station	per acct/mo.	\$6.53	\$6.73	\$6.93	\$7.15	\$7.55	\$7.96
Commercial Laundry	per acct/mo.	\$7.36	\$7.66	\$7.96	\$8.29	\$8.74	\$9.22
Laundromats	per acct/mo.	\$6.47	\$6.73	\$7.00	\$7.28	\$7.68	\$8.11
Hospital	per acct/mo.	\$6.92	\$7.21	\$7.51	\$7.83	\$8.26	\$8.71
Grocery Store with Meat Dept.	per acct/mo.	\$11.16	\$11.95	\$12.80	\$13.69	\$14.44	\$15.24
Industrial	per acct/mo.	\$9.27	\$9.83	\$10.43	\$11.06	\$11.67	\$12.31
Restaurant	per acct/mo.	\$10.99	\$11.78	\$12.63	\$13.52	\$14.26	\$15.04
All Other Commercial	per acct/mo.	\$7.27	\$7.59	\$7.92	\$8.27	\$8.73	\$9.21
Discharges to Brine Line	per acct/mo.	\$0.90	\$0.86	\$0.81	\$0.77	\$0.81	\$0.85

WASTEWATER RATES continued

Customer Class		Per Unit Cost	As of March 1, 2017	As of March 1, 2018	As of March 1, 2019	As of March 1, 2020	As of March 1, 2021
	Unit						
Senior High Schools	per student/yr.	\$28.46	\$29.67	\$30.92	\$32.24	\$34.02	\$35.89
Elementary & Middle Schools	per student/yr.	\$18.98	\$19.79	\$20.61	\$21.49	\$22.67	\$23.92
Churches	per 100 seats/mo.	\$39.54	\$41.22	\$42.94	\$44.78	\$47.24	\$49.84

Customer Class		Wastewater Flow (Per Unit Cost)	As of March 1, 2017	As of March 1, 2018	As of March 1, 2019	As of March 1, 2020	As of March 1, 2021
	Unit						
Brewery - Flow	1,000 gal.	\$5.73	\$5.57	\$5.87	\$6.20	\$6.54	\$6.90
Brewery - BOD	lb.	\$0.44	\$0.54	\$0.56	\$0.60	\$0.63	\$0.67
Brewery - TSS	lb.	\$0.44	\$0.48	\$0.52	\$0.57	\$0.60	\$0.63