

ORDINANCE NO. 118

AN ORDINANCE AMENDING ATTACHMENT "A" REGARDING RATES AND CHARGES
TO THE WATER SERVICE ORDINANCE NO. 103, AND
SPECIFICALLY THE WATER CAPACITY CHARGES AND WATER DEMAND OFFSET FEES

* * *

MID-PENINSULA WATER DISTRICT

WHEREAS, the Board of Directors of the Mid-Peninsula Water District ("District") is authorized to establish and modify, as necessary, the rates and charges imposed for the provision of water service to its customers; and

WHEREAS, these rates and charges are set forth in Attachment "A" to the Water Service Ordinance No. 103, and include Water Capacity Charges and Water Demand Offset Fees; and

WHEREAS, the Water Capacity Charges and Water Demand Offset Fees were most recently updated and adopted as Ordinance No. 112 on April 23, 2015; and

WHEREAS, since the last adjustment to Water Capacity Charges and Water Demand Offset Fees, the District continues to experience and anticipates further increases in operating and capital improvement costs, including the need to replace aged infrastructure and expand the infrastructure, as necessary, to accommodate new development and sustain operations and service to its customer base; and

WHEREAS, in order for the District to maintain its operations, address existing system deficiencies, and adequately fund a long-term capital improvement program in light of the substantial increases in the costs of doing business, the recommended increases are necessary to the Water Capacity Charges and Water Demand Offset Fees, effective October 1, 2018, which increases are compliant with the District's methodology to reasonably and equitably recover costs from each connection based on the capacity needs of the new development, while consistent with industry-

standard methodology and compliant with applicable sections of the California Government Code;
and

WHEREAS, having considered the entire record, including all financial analyses and budget projections, the Board of Directors has determined that the proposed changes in the water capacity charges and demand offset fees are necessary and appropriate to recover a proportionate share of costs for existing and future water system facilities and assets for new or expanded connections to the District's water system.

NOW, THEREFORE, BE IT ORDAINED by the Board of Directors of the Mid-Peninsula Water District as follows:

Section 1: Attachment "A" to the Water Service Ordinance No. 103 of the Mid-Peninsula Water District is amended and restated in its entirety as set forth on Attachment "A" attached hereto.

Section 2 – Effective Date: This Ordinance shall take effect and be in full force as of the date of its enactment, with the new Water Capacity Charges and Water Demand Offset Fees effective October 1, 2018. All prior ordinances or parts of ordinances that may be inconsistent with this Ordinance No. 118 hereby are repealed.

REGULARLY PASSED AND ADOPTED at a meeting of the Board of Directors of the Mid-Peninsula Water District duly held on the 26th day of July 2018 by the following vote:

AYES: Zucca, Vella, Stuebing, Linvill, and Warden

NOES: Ø

ABSTENTIONS: Ø

ABSENCES: Ø

President of the Board of Directors
Mid-Peninsula Water District

ATTEST:

Secretary of the Board



WATER SERVICE ORDINANCE 103

ATTACHMENT A

SCHEDULE OF RATES AND FEES

I. ACCOUNT OPENING CHARGES

- A. Application for Regular or Temporary Water Service \$10

II. SERVICE CONNECTION CHARGES

Service connections to the Mid-Peninsula Water District (MPWD) system require payment of a Meter Charge, Service Line and Installation Charge, Water Capacity Charge, and Water Demand Offset Charge. Charges are based upon the size of the service connection.

- A. Meter Charge – CURRENT ACTUAL COST

- B. Service Line and Installation Charge – CURRENT ACTUAL COST

An advance deposit will be required for service connections in the amount of the MPWD's estimate of the total cost to install. Any excess of actual installed costs shall be refunded to applicant. Any shortfall between the MPWD's estimate and actual installed costs shall be paid by the applicant prior to water service being activated.

C. Water System Capacity Charge

Water System Capacity Charges		
	CURRENT	EFFECTIVE 10/01/18
	<u>Capacity Charge</u>	<u>Capacity Charge</u>
RESIDENTIAL		
<i>Charge applies per residential dwelling unit</i>		
Single Family Detached Dwelling Unit	\$9,375	\$10,043
<i>Charge applies to residential dwelling units served by meters up to 1-inch</i>		
Multi-Family Dwelling Unit	\$5,625	\$6,026
<i>Includes: apartments, townhouses, condominiums, and other developments with multiple residential units and separate irrigation meters as designated by the District</i>		
OTHER CONNECTIONS		
<i>Charge applies based on meter size</i>		
<u>Meter Size</u>	<u>CURRENT</u>	<u>EFFECTIVE 10/01/18</u>
	<u>Capacity Charge</u>	<u>Capacity Charge</u>
Up to 3/4-inch	\$9,375	\$10,043
1-inch	15,625	\$16,738
1-1/2-inch	31,250	\$33,476
2-inch	50,000	\$53,561
3-inch	93,750	\$100,427
4-inch	156,250	\$167,379
6-inch	312,500	\$334,758
8-inch	500,000	\$535,613
 <i>Note: Standard charges shown. The District reserves the right to calculate alternative charges on a case-by-case basis to ensure charges reflect estimated water demand and/or recover the full costs of facilities benefiting new or expanded water service connections.</i>		

D. Water Demand Offset Charge

Water Demand Offset Charges					
		UWMP Water Shortage Response Stages			
		Stage 1	Stage 2	Stage 3	Stage 4
Water Supply Reduction		Up to 11%	12% - 18%	19% - 32%	33% - 50%
Required Water Demand Offset		25%	50%	75%	100%
RESIDENTIAL					
<i>Charge applies per residential dwelling unit</i>					
Single Family Detached Dwelling Unit	CURRENT	\$633	\$1,217	\$1,800	\$2,383
	EFF				
	10/01/18	\$673	\$1,294	\$1,913	\$2,533
<i>Applies to residential dwelling units served by meters up to 1-inch.</i>					
Multi-Family Dwelling Unit	CURRENT	\$380	\$730	\$1,080	\$1,430
	EFF				
	10/01/18	\$404	\$776	\$1,148	\$1,520
<i>Includes: apartments, townhouses, condominiums, and other developments with multiple residential units and separate irrigation meters as designated by the District</i>					
OTHER CONNECTIONS - Charge based on meter size					
<u>Meter Size</u>		CURRENT			
Up to 3/4-inch		633	1,217	1,800	2,383
1-inch		1,055	2,028	3,000	3,972
1-1/2-inch		2,110	4,057	6,000	7,943
2-inch		3,376	6,491	9,600	12,709
3-inch		6,330	12,170	18,000	23,830
4-inch		10,550	20,283	30,000	39,717
6-inch		21,100	40,567	60,000	79,433
8-inch		33,760	64,907	96,000	127,093
<u>Meter Size</u>		EFFECTIVE 10/01/18			
Up to 3/4-inch		673	1,294	1,913	2,533
1-inch		1,121	2,156	3,189	4,222
1-1/2-inch		2,243	4,312	6,378	8,443
2-inch		3,589	6,900	10,204	13,509
3-inch		6,729	12,936	19,133	25,330
4-inch		11,214	21,560	31,889	42,218
6-inch		22,428	43,121	63,778	84,434
8-inch		35,886	68,994	102,044	135,095

E. Temporary Water Service Connection for Construction \$1,610

III. MONTHLY SERVICE AND COMMODITY CHARGES

MPWD WATER RATES EFFECTIVE JULY 1, 2018			
Current Rates			Rates Effective July 1, 2018
Fixed Monthly Charges			
<i>Billed based on meter size</i>			
<u>Meter</u>	<u>Meter Ratio</u>		
5/8"	1.00	\$24.00	\$26.00
1"	1.50	36.00	39.00
1 1/2"	2.50	60.00	65.00
2"	4.00	96.00	104.00
3"	6.00	144.00	156.00
4"	10.00	240.00	260.00
6"	25.00	600.00	650.00
Water Consumption Charges			
<i>Billed based on monthly metered water use (\$/hcf)</i>			
<u>Residential Rate Tiers</u>			
Tier 1	0 - 2 hcf	\$5.62	\$5.69
Tier 2	3 - 8 hcf	8.22	8.44
Tier 3	9 - 20 hcf	9.82	10.29
Tier 4	Over 20 hcf	11.42	12.14
<u>Commercial Rate Tiers</u>			
Tier 1	0 - 5 hcf	\$7.57	\$7.57
Tier 2	Over 5 hcf	8.67	8.89
Note: 1 hcf = one hundred cubic feet or approximately 748 gallons.			

Pursuant to the Government Code, the MPWD reserves the right to increase its water consumption charges to recover any additional unanticipated SFPUC water rate increases.

IV. WATER SHORTAGE EMERGENCY RATES

Water Shortage Emergency Rates may be implemented by authorization of MPWD’s Board of Directors up to the maximum levels shown on the table below, which correspond with a 50% cutback in water demand from usage in 2013.

Maximum Water Shortage Emergency Rates					
Maximum rates effective on or after:					
	July 1 2015	July 1 2016	July 1 2017	July 1 2018	July 1 2019
WATER SHORTAGE EMERGENCY RATES (CONSUMPTION CHARGES)					
<i>Billed based on monthly metered water use (\$/hcf)*</i>					
<u>Single Family Residential Rate Tiers</u>					
Tier 1	\$5.00	\$5.30	\$5.60	\$5.90	\$6.25
Tier 2	9.90	10.57	11.15	11.72	12.14
Tier 3	11.88	12.71	13.43	14.23	14.83
Tier 4	13.86	14.85	15.72	16.74	17.53
<u>All Other Rate Tiers</u>					
Tier 1	\$9.24	\$9.70	\$10.07	\$10.50	\$10.79
Tier 2	10.56	11.17	11.69	12.33	12.81

* 1 hcf = one hundred cubic feet or approximately 748 gallons.

Based on same levels of water use per tier as shown in MPWD Water Rates table.

V. PRIVATE FIRE PROTECTION SERVICE CHARGES

- A. Residential \$1.25/Month
- B. Non-Residential \$6.25/Month

VI. MISCELLANEOUS CHARGES

- A. Returned Check \$25 per returned check
- B. Reconnection/Reinstatement of Service \$40 per reconnection
- C. Unauthorized Connection to Fire Hydrant \$1,000 per connection
- D. Unauthorized Hydrant Valve Operation \$500 per operation
- E. Meter Test Deposit \$200 per test
- F. Copy Fee \$0.10 per page
- G. After-Hours Service Call \$40 per service call