

RESOLUTION NO. 19-XXXX

A RESOLUTION OF THE CITY OF SANTA CLARA, CALIFORNIA ESTABLISHING WATER RATE SCHEDULE 2019-01 AND RECYCLED WATER RATE SCHEDULE 2019-02 FOR CITY SERVICE

BE IT RESOLVED BY THE CITY OF SANTA CLARA AS FOLLOWS:

WHEREAS, all water furnished to utility customers by the City of Santa Clara shall be charged, paid for and supplied only in accordance with such applicable schedules, rules and regulations as the City Council shall adopt pursuant to the provision of Section 13.15.020 [entitled "Water Rates to be Determined by City Council"] of "The Code of the City of Santa Clara, California" ("SCCC") and the Rules and Regulations for Water Service of the City of Santa Clara;

WHEREAS, Article XIII D of the California Constitution requires that utility customers be given a minimum of 45 days notice of any proposed rate increase;

WHEREAS, notice of a Public Hearing to be held on May 21, 2019 was mailed to utility customers on April 4, 2019, which is more than 45 days prior to the Public Hearing;

WHEREAS, the notice was sent to 25,758 utility customers;

WHEREAS, the Council has reviewed the Water Rate Schedule 2019-01 and Recycled Water Rate Schedule 2019-02 (the "Rate Schedules") attached and incorporated into this Resolution by reference;

WHEREAS, the amounts shown on the Rate Schedules reflect the actual costs to provide utility services; and,

WHEREAS, on May 21, 2019, the Council conducted a Public Hearing, at which it reviewed all protests regarding the proposed rate increases.

NOW THEREFORE, BE IT FURTHER RESOLVED BY THE CITY OF SANTA CLARA AS FOLLOWS:

1. That based on a tabulation of all protests received prior to the close of the Public Hearing, _____ protests were received, which do not constitute a majority of affected utility

customers.

2. That, In accordance with Article XIID § 6 of the California Constitution and as set forth in the accompanying Agenda Report, incorporated herein by this reference:

A. The revenues derived from the Water Rates and Recycled Water Rates, as stated in the attached Rate Schedules, do not exceed the funds required to cover the operating and capital improvement project expenses for the provision of water and recycled water;

B. The revenues derived from the Water Rates and Recycled Water Rates will not be used for any purpose other than the provision of water and recycled water and related capital improvement projects;

C. The Water Rates and Recycled Water Rates will not exceed the proportional cost of the service attributable to each parcel;

D. The Water Rates and Recycled Water Rates are only charged for water and recycled water programs that are currently available;

E. The Water Rates and Recycled Water Rates are not charged for general governmental services.

3. That Water Rate Schedule 2019-01 and Recycled Water Rate Schedule 2019-02, attached to this Resolution and incorporated by this reference, are hereby adopted and shall be effective per Section 4 of this Resolution.

4. All previously adopted water rate schedules, to the extent that they are inconsistent with those contained herein, are superseded by those charges provided for hereinabove as follows: Commencing with the billing cycle for water service provided on or after July 1, 2019, and each subsequent billing cycle thereafter as set forth in Water Rate Schedule 2019-01 and Recycled Water Rate Schedule 2019-02.

5. Effective date. This resolution shall become effective immediately.

I HEREBY CERTIFY THE FOREGOING TO BE A TRUE COPY OF A RESOLUTION PASSED
AND ADOPTED BY THE CITY OF SANTA CLARA, CALIFORNIA, AT A REGULAR MEETING
THEREOF HELD ON THE 21st DAY OF MAY, 2019, BY THE FOLLOWING VOTE:

AYES: COUNCILORS:

NOES: COUNCILORS:

ABSENT: COUNCILORS:

ABSTAINED: COUNCILORS:

ATTEST: _____
NORA PIMENTEL, MMC
ASSISTANT CITY CLERK
CITY OF SANTA CLARA

Attachments incorporated by reference:

1. Water Rate Schedule 2019-01
2. Recycled Water Rate Schedule 2019-02

CITY OF SANTA CLARA
WATER RATE SCHEDULE 2019-01
(Replaces Water Rate Schedule 2018-01)

ADOPTED BY RESOLUTION NO. 19-XXXX, May 21, 2019

RATE W-1. METERED POTABLE WATER SERVICE

Applicability - Applicable to all metered potable water service provided by the City of Santa Clara

(1) **MONTHLY QUANTITY CHARGES:**

All potable water use, \$6.22 per Hundred Cubic Feet (HCF). The Monthly Quantity Charge recovers the annual cost to operate the Water Utility, including groundwater charges, treated water purchased from others for resale, and energy for pumping.

(2) **MINIMUM MONTHLY METER RATES:**

The minimum monthly meter rate includes a consumption allowance to recover fixed cost elements and accommodate water considered essential for health and safety.

<u>WATER METER SIZE</u>	<u>MINIMUM CHARGE (\$)</u>
5/8 x 3/4 inch	18.59
1 inch	28.95
1 ½ inch	54.83
2 inch	85.89
3 inch	168.72
4 inch	261.90
6 inch	520.73
8 inch	831.34
10 inch	1,245.47
12 inch	1,750.20

**RATE W-2. FIRE
SERVICE CHARGES**

(1) **MONTHLY FIRE SERVICE CHARGE:**

<u>SERVICE SIZE</u>	<u>MONTHLY CHARGE (\$)</u>
2 inch	2.59
4 inch	14.67
6 inch	43.14
8 inch	91.89
10 inch	165.22
12 inch	267.03

(2) SPECIAL CONDITIONS:

Fire Service charges are imposed for maintenance and operation of the metering components, including capital replacement. No charge will be made for water used to extinguish fires or for testing. Any other usage of water through leakage or for general use shall result in the imposition of regular water service rates (RATE W-1) for a minimum of three (3) billing cycles or longer, until such time as illicit use of water through the fire service connection has ceased. Continued water usage through a fire service is a violation of City's Rules and Regulations and may cause interruption of service.

RATE W-3. CROSS CONNECTION CONTROLS

Applicability - Applicable to all service connections where a public cross connection control device has been required by the City or County Health Department.

(1) MONTHLY CHARGE:

<u>SIZE OF SERVICE</u>	<u>MONTHLY CHARGE (\$)</u>
1 inch	7.81
2 inch	12.50
3 inch	25.00
4 inch	39.06
6 inch	78.13
8 inch	125.00
10 inch	187.50

CITY OF SANTA CLARA

WATER RATE SCHEDULE 2019-02
(Replaces Water Rate Schedule 2018-02)

ADOPTED BY RESOLUTION NO. 19-XXXX, May 21, 2019

RATE RW-1. METERED RECYCLED WATER SERVICE

Applicability - Applicable to all metered service connections served by the City of Santa Clara Recycled Water System, except for those specific recycled water uses described in Rate RW-2.

(1) **MONTHLY QUANTITY CHARGES:**

All use: **\$3.74** per hundred cubic feet (HCF).

(2) **MINIMUM MONTHLY METER RATES:**

The minimum monthly meter rate includes a consumption allowance to recover fixed cost elements and accommodate water considered essential for health and safety.

<u>WATER METER SIZE</u>	<u>MINIMUM CHARGE (\$)</u>
5/8 x 3/4 inch	18.59
1 inch	28.95
1½ inch	54.83
2 inch	85.89
3 inch	168.72
4 inch	261.90
6 inch	520.73
8 inch	831.34
10 inch	1,245.47
12 inch	1,750.20

(3) **SPECIAL CONDITIONS:**

(a) **LANDSCAPE IRRIGATION OTHERWISE SERVED BY A PRIVATE WELL:** Customers who receive recycled water from the City for landscape irrigation purposes and upon application and presenting evidence to the City that such water would otherwise be provided by a well which qualifies pump taxes levied by the Santa Clara Valley Water District, shall receive a credit of \$0.39 per HCF for the quantities of water used.

(b) **INDUSTRIAL PROCESS WATER:** Customers, who receive recycled water from the City for use in an industrial process, shall receive a credit of \$0.16 per HCF for the quantities of water used.

(c) **INDUSTRIAL PROCESS WATER OTHERWISE SERVED BY A PRIVATE WELL:** Customers who receive recycled water from the City for use in an industrial process and upon application and presenting evidence to the City that such water would be otherwise provided by a well which qualifies for the pump taxes levied by the Santa Clara Valley Water District, shall receive a credit of \$0.66 per HCF for the quantities of water used.

RATE RW-2. FIRE SERVICES

Applicability - Applicable to separate fire services (automatic sprinklers, private fire hydrants, etc.) required by the City of Santa Clara or insurance underwriters.

(1) MONTHLY FIRE SERVICE CHARGE:

<u>SERVICE SIZE</u>	<u>MONTHLY CHARGE (\$)</u>
2 inch	2.59
4 inch	14.67
6 inch	43.14
8 inch	91.89
10 inch	165.22
12 inch	267.03

(2) SPECIAL CONDITIONS:

Fire Service charges are imposed for maintenance and operation of the metering components, including capital replacement. No charge will be made for water used to extinguish fires or for testing. Any other usage of water through leakage or for general use shall result in the imposition of regular water service rates (RATE RW-1) for a minimum of three (3) billing cycles or longer, until such time as illicit use of water through the fire service connection has ceased. Continued water usage through a fire service is a violation of City's Rules and Regulations and may cause interruption of service.

RATE RW-3. CROSS CONNECTION CONTROLS

Applicability - Applicable to all service connections where a public cross-connection control device has been required by the City or County Health Department.

(1) MONTHLY CHARGE:

<u>SIZE OF SERVICE</u>	<u>MONTHLY CHARGE (\$)</u>
1 inch	7.81
2 inch	12.50
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10 inch	187.50