



**REVISED
ACTION ITEM**
April 15, 2020

TO: Board of Directors

FROM: **Administration & Finance Committee**
(Directors Thomas, Finnegan, Dick)

Robert J. Hunter, General Manager

Staff Contacts: Harvey De La Torre

SUBJECT: **Proposed MWDOC Water Rate Resolution for Fiscal Year 2020-21**

STAFF RECOMMENDATION

It is recommended that the Board of Directors:

1. Decrease the MWDOC Retail Meter Charge from \$12.40 to \$12.35 per meter, and increase the Groundwater Customer Charge from \$598,248 to \$599,111, effective July 1, 2020; and
2. Adopt the Water Rate Resolution setting forth rates and charges to be effective July 1, 2020 and January 1, 2021 as identified in the Water Rate Resolution for Fiscal Year 2020-21.

COMMITTEE RECOMMENDATION

Committee recommends (To be determined at Committee Meeting)

REPORT

MWDOC adopts a water rate resolution annually to reflect water rates and charges required to collect revenue to support MWDOC's annual budget and to recover the costs of providing imported water. Attachment A is the proposed MWDOC Water Rate Resolution for Fiscal Year 2020-21. MWDOC staff and District Counsel (BBK) made a number of revisions and edits to the resolution to improve its clarity as well as update certain sections.

Below is a summary of the proposed Rates and Charges for FY2020-21:

Budgeted (Y/N): NA	Budgeted amount: NA	Core <input checked="" type="checkbox"/>	Choice <input type="checkbox"/>
Action item amount: NA	Line item:		
Fiscal Impact (explain if unbudgeted):			

Proposed Rates & Charges	Proposed Rates July 1, 2020	Proposed Rates January 1, 2021
MWDOC Retail Meter Charge	\$12.35/meter	\$12.35/meter
MWDOC Groundwater Customer Charge*	\$ 599,111	\$ 599,111
System Access Rate	\$346	\$374
System Power Rate	\$136	\$160
Water Stewardship Rate**	\$65	-
MWDOC Melded Supply Rate	\$208	\$246
Treatment Surcharge	\$323	\$351
Treated Full Service Rate	\$1,078/AF	\$1,131/AF
Untreated Full Service Rate	\$755/AF	\$780/AF

[*] This is an annual charge to OCWD

[**] Metropolitan is not incorporating the Water Stewardship Rate this Biennial period (2021 & 2022) pursuant to the direction of the Metropolitan Board.

It is important to note that the Metropolitan Board will discuss modifications to their proposed Budget and Rates, in light of the economic impact the COVID-19 pandemic will cause to the Southern California economy; therefore, the propose MWDOC Rates & Charges as shown above may change in the coming weeks.

Attachment A – Proposed MWDOC Water Rate Resolution for Fiscal Year 2020-21 (Redline)

Attachment B – Proposed MWDOC Water Rate Resolution for Fiscal Year 2020-21 (clean version with Exhibits)