

**AGENDA SUBMITTAL**

**To: GCSB Board of Directors**

**From: GCSB Staff**

**Date: March 13, 2017**

**Subject: Consider for Approval Implementing FY 2016/17 Water Rates as Stipulated in the 2015 Water Rate Analysis**

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**Summary**

The Board held a public hearing on January 13, 2016 where they approved the 2015 Water Rate Analysis Engineer's Report, and voted to implement the FY 2015/16 rates stipulated within the report beginning April 1<sup>st</sup>.

We are currently in FY 2016/17 and the Board has the opportunity to implement the FY 2016/17 Water Rates as stipulated in the Water Rate Analysis Engineer's Report. The current and proposed rates are listed below:

**CURRENT WATER RATES FY 2015/16**

Meter Size	Flat Rate	Debt Service	Usage Rate	
			Baseline Usage	Peak Demand Usage
5/8" x 3/4"	\$35.22	\$20.58	\$0.00680	\$0.01345
3/4" x 3/4"	\$35.22	\$20.58	\$0.00680	\$0.01345
1"	\$56.36	\$32.93	\$0.00680	\$0.01345
1 1/2"	\$91.57	\$53.51	\$0.00680	\$0.01345
2"	\$123.27	\$72.03	\$0.00680	\$0.01345
3"	\$193.70	\$113.19	\$0.00680	\$0.01345
4"	\$274.71	\$160.53	\$0.00680	\$0.01345

**PROPOSED FY 2016/17 WATER RATES**

Meter Size	Flat Rate	Debt Service	Usage Rate	
			Baseline Usage	Peak Demand Usage
5/8" x 3/4"	\$36.28	\$20.58	\$0.00700	\$0.01385
3/4" x 3/4"	\$36.28	\$20.58	\$0.00700	\$0.01385
1"	\$58.05	\$32.93	\$0.00700	\$0.01385
1 1/2"	\$94.32	\$53.51	\$0.00700	\$0.01385
2"	\$126.96	\$72.03	\$0.00700	\$0.01385
3"	\$199.52	\$113.19	\$0.00700	\$0.01385
4"	\$282.95	\$160.53	\$0.00700	\$0.01385

**BILLING EXAMPLE:**

**\*BASED ON 3,300 GALLONS USED FOR 5/8" x 3/4" METER**

CURRENT RATES		NEW RATES	
FLAT RATE	<b>\$35.22</b>	FLAT RATE	<b>\$36.28</b>
DEBT SERVICE	<b>\$20.58</b>	DEBT SERVICE	<b>\$20.58</b>
3,000 @0.00680	<b>\$20.40</b>	3,000 @0.00700	<b>\$21.00</b>
300 @0.01345	<b>\$4.04</b>	300 @0.01385	<b>\$4.16</b>
<b>TOTAL BILL</b>	<b>\$80.24</b>	<b>TOTAL BILL</b>	<b>\$82.02</b>
<b>BILL DIFFERENCE</b>			
			<b>\$1.78</b>

**NEW BILL IF BOARD VOTES TO REDUCE WATER BOND DEBT SERVICE CHARGE**

NEW RATES	
FLAT RATE	<b>\$36.28</b>
DEBT SERVICE	<b>\$15.57</b>
3,000 @0.00700	<b>\$21.00</b>
300 @0.01385	<b>\$4.16</b>
<b>TOTAL BILL</b>	<b>\$77.01</b>
<b>BILL DIFFERENCE</b>	<b>(\$3.23)</b>

If the Board approves implementing the FY 2016/17 rates, staff requests that they make the rates effective for the May 1<sup>st</sup> billing. This will allow staff to include a notice of the rate change with the April billing notifying customers a month in advance of the change. Staff will also have the notice posted on the District's webpage and front office door as well.

**Recommended Action**

**Approve Implementing FY 2016/17 Water Rates as Stipulated in the 2015 Water Rate Analysis Engineer's Report effective for May Billing**