## **RESOLUTION NO. 2017-6-7**

## RESOLUTION OF THE BOARD OF DIRECTORS OF THE INLAND EMPIRE UTILITIES AGENCY\*, SAN BERNARDINO COUNTY, CALIFORNIA, ESTABLISHING IMPORTED WATER RATES

WHEREAS, pursuant to Division II, Part II, Section 201 of Ordinance No. 104, the Board of Directors of Inland Empire Utilities Agency\* (Agency) establishes, from time to time, rates for water sold or delivered by direct connections to Metropolitan Water District facilities;

WHEREAS, the Board of Directors of the Agency establishes rates for delivery of imported water supplies;

WHEREAS, the Board of Directors has determined that the levy of a per acre-foot surcharge that is required to maintain sufficient appropriated reserves and to provide for the program support and operational costs associated with the delivery of imported water supplies and water resource development and planning activities;

WHEREAS, the Board of Directors has also determined that the Agency, by written request, could levy a supplemental per acre foot surcharge for delivered imported water to fund the cost for the Water Conservation Program which includes the Conservation and Drought Charges; and

WHEREAS, modification of this policy may be included in future rate resolutions.

**NOW, THEREFORE,** the Board of Directors hereby RESOLVES, DETERMINES AND ORDERS the following to be effective July 1, 2017, and January 1, 2018:

<u>Section 1.</u> That the rates of sales of imported water are direct pass-through charged by Metropolitan for each class of water. The rates, by class of water are as follows:

(a) FOR TIER 1 FULL SERVICE UNTREATED WATER – i.e., domestic and municipal purposes:

01/1/2017 - 12/31/2017 (\$666) 01/1/2018 - 12/31/2018 (\$695) \$666.00 per acre foot \$695.00 per acre foot

(b) FOR TIER 2 FULL SERVICE UNTREATED WATER – i.e., domestic and municipal purposes:

01/1/2017 - 12/31/2017 (\$760) 01/1/2018 - 12/31/2018 (\$781) \$760.00 per acre foot \$781.00 per acre foot

A Municipal Water Agency

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(c) FOR GROUND WATER STORAGE PROGRAM

REPLENISHMENT WATER UNTREATED – This rate is available contingent upon the requirements of Metropolitan's Administrative Code, and includes water delivered for groundwater replenishment and storage, by direct or in-lieu methods.

01/1/2017 – 12/31/2017 (NO RATE AVAILABLE) 01/1/2018 – 12/31/2018 (NO RATE AVAILABLE)

(d) METROPOLITAN WATER SUPPLY ALLOCATION PLAN (WSAP) PENALTY RATES – Reduced imported water allocations caused by the adoption of a WSAP will reduce a member agencies Tier 1 allocation pursuant to Resolution 2016-9-1. Penalty rates will be applied in accordance to Metropolitans WSAP to IEUA and its member agencies if IEUA exceeds its imported water allocation` from MWD and is invoiced by MWD for WSAP penalty rates, during FY 2017/18. Any such penalty rates shall be "passed through" to the appropriate agency that caused the imposition of a penalty rate by MWD.

<u>Section 2.</u> That IEUA will impose any Metropolitan rates and charges, applicable to each service connection, if invoiced by Metropolitan to IEUA during FY 2017/18.

Section 3. That the Metropolitan levied Capacity Charge (\$/cfs) shall be as follows:

01/1/2017 - 12/31/2017

\$ 8,000 per cubic foot per second (cfs)

01/1/2018 - 12/31/2018

\$ 8,700 per cubic foot per second (cfs)

<u>Section 4.</u> That a minimum charge of \$1,000 per month will be collected from any active Metropolitan full service industrial connection beginning 7/1/2017 through 6/30/2018.

<u>Section 5.</u> That upon the effective date of this Resolution, Resolution No. 2016-6-15 is hereby rescinded in its entirety.

ADOPTED this 21st day of June, 2017.

Steven J. Elie

President of the Inland Empire Utilities Agency\* and of the Board of Directors thereof

ATTEST:

Jasmin A Hall

Secretary/ Treasurer of the Inland Empire Utilities Agency\* and of the Board of

Directors thereof

<sup>\*</sup>a Municipal Water District

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STATE OF CALIFORNIA

)SS

COUNTY OF SAN BERNARDINO

I, Jasmin A. Hall, Secretary/Treasurer of the Inland Empire Utilities Agency\*, DO HEREBY CERTIFY that the foregoing Resolution being No. 2017-6-7, was adopted at a regular meeting on June 21, 2017, of said Agency\* by the following vote:

AYES:

Hall, Hofer, Parker, Elie

NOES:

None

ABSTAIN:

None

ABSENT:

Camacho

Jasmin A. Hall

Secretary/Treasurer of the Inland Empire Utilities Agency\* and of the Board of

Directors thereof

(SEAL)

<sup>\*</sup> A Municipal Water District

## RESOLUTION NO. 2016-6-7

RESOLUTION OF THE BOARD OF DIRECTORS OF THE INLAND EMPIRE UTILITIES AGENCY (IEUA), SAN BERNARDINO COUNTY, CALIFORNIA, ESTABLISHING METER EQUIVALENT UNIT (MEU) RATES AND THE READINESS-TO-SERVE (RTS) TEN YEAR ROLLING AVERAGE (TYRA) PASS\_THROUGH

WHEREAS, pursuant to Division II, Part II, Section 201 of Ordinance No. 104, the Board of Directors of Inland Empire Utilities Agency (IEUA) establishes, from time to time, rates to support the readiness-to-serve charges from Metropolitan Water District of Southern California (MWD), program costs incurred for the regional water resources program.

WHEREAS, the Board of Directors of IEUA shall establish an annual Readiness to serve (RTS) pass-through charge, based on a Ten Year Rolling Average (TYRA) MWD methodology.

WHEREAS, the Board of Directors shall establish an annual Meter Equivalent Unit (MEU) charge rate to yield revenues sufficient to recover the regional water resources program costs.

WHEREAS, modification of this resolution may be included in future rate resolutions.

**NOW, THEREFORE,** the Board of Directors hereby RESOLVES, DETERMINES AND ORDERS that the following to be effective on:

**Section 1.A** That a Readiness-to-Serve Ten Year Rolling Average (RTS TYRA) pass-through shall be charged to the Local Agencies (Cucamonga Valley Water District, Fontana Water Company and Water Facilities Authority), to recover their share of total RTS charge imposed by MWD, and will be phased-in over a period of - seven (7) years as follows:

- a. October 1, 2016 through June 30, 2017 of Fiscal Year 2016/17, the RTS TYRA charge shall be 15% of the MWD RTS charge
- b. July 1, 2017 for Fiscal Year 2017/18, the RTS TYRA charge shall be 30% of the MWD RTS charge.
- c. July 1, 2018 for Fiscal Year 2018/19 the RTS TYRA charge shall be 45% of the MWD RTS charge.
- d. July 1, 2019, for Fiscal Year 2019/20 the RTS TYRA charge shall be 60% of the MWD RTS charge.
- e. July 1, 2020 for Fiscal Year 2020/21 the RTS TYRA charge shall be 75% of the MWD RTS charge.
- f. July 1, 2021, for Fiscal Year 2021/22 the RTS TYRA charge shall be 90% of the MWD RTS charge.
- g. July 1, 2022, for Fiscal Year 2022/23 the RTS TYRA charge shall be 100% of the MWD RTS charge.
- **Section 1.B** That a Readiness-to-Serve Ten Year Rolling Average (RTS TYRA) pass through shall be charged to Non Local Agencies to recover 100% of their share of total RTS charge imposed by MWD, effective October 1, 2016.
- Section 2.A That a meter rate effective July 1, 2016 through September 30 2016, the rate for each active retail water meter shall be \$2.105 per meter per month.

**Section 2.B** That the Meter Equivalent Unit (MEU) rate, an extended phase-in period of a four (4) year rate shall be charged to the Local Agency effective October 1, 2016:

- a. October 1, 2016 for Fiscal Year 2016/17, that the rate for each active retail water meter shall be \$0.90 per MEU per month.
- b. July 1, 2017 for Fiscal Year 2017/18, that the rate for each active retail water meter shall be \$0.95 per MEU per month.
- c. July 1, 2018 for Fiscal Year 2018/19, that the rate for each active retail water meter shall be \$0.99 per MEU per month.

d. July 1, 2019 for Fiscal Year 2019/20, that the rate for each active retail water meter shall be \$1.04 per meter equivalent unit per month.

**Section 3.** That upon the effective date of this Resolution, Resolution No. 2015-6-8 and Resolution No. 2015-6-9 are hereby rescinded in its entirety.

ADOPTED this 15th day of June, 2016.

Terry Catlin

President of the Inland Empire Utilities Agency\* and of the Board of Directors thereof

ATTEST:

Steven J. Elie
Secretary/ Treasurer of the Inland Empire
Utilities Agency\* and of the Board of

Directors thereof

<sup>\*</sup>a Municipal Water District

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STATE OF CALIFORNIA
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COUNTY OF SAN BERNARDINO
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I, Steven J. Elie, Secretary/Treasurer of the Inland Empire Utilities Agency\*, DO HEREBY CERTIFY that the foregoing Resolution being No. 2016-6-7, was adopted at a regular meeting on June 15, 2016, of said Agency\* by the following vote:

AYES:

Hall, Elie, Camacho, Catlin

NOES:

None

ABSTAIN:

None

ABSENT:

None

Steven J. Elie

Secretary/Treasurer

(SEAL)

\* A Municipal Water District

The undersigned certifies that this is a true copy as on file in the permanent records of the Agency. This stamp must be in purple ink to constitute a certified copy. Inland Empire Utilities Agency\*

\*\*Municipal Water Agency\*

Date 6/2