

Heber Public Utility District Report to the Board of Directors

MEETING DATE: August 20, 2020

FROM: Laura Fischer, General Manager

SUBJECT: Adopt Resolution Number 2020-15 Correcting a Clerical Error in the Water and Sewer Utility Rates Schedule as Adopted Via Resolution 2020-14

ISSUE:

Shall the Heber Public Utility Board of Directors Adopt Resolution Number 2020-15 Correcting Resolution 2020-14 Modifying Sewer rates for Residential Customers for FY 2020-21?

GENERAL MANAGER RECOMMENDATION:

Adopt Resolution Number 2020-15 Correcting Resolution 2020-14 Modifying Sewer rates for Residential Customers for FY 2020-21.

FISCAL IMPACT: None. Resolution 2020-14 established a \$2.00 rate increase that included Water, Sewer and Trash for a single family residential service.

Adopting Resolution 2020-15 will not impact the FY 2020-2021 budget as it included the revenue projections based on the reduced residential water and sewer rates.

DISCUSSION:

The Resolution 2020-14 that was adopted on July 16, 2020 had a clerical error that needs to be corrected. The Fixed Charge for a 4" sewer connection for Residential was listed at \$59.79. However, the correct rate for the 4" sewer connection should be \$59.45. The difference of \$.34 raises the total rate increase from approved \$2.00 per month for residential services to \$2.34.

This was a clerical error in the document and Resolution 2020-15 corrects this error and establishes correct rate for both water and sewer to ensure a monthly rate increase for residential customer at \$2.00 per month.

CONCLUSION:

As the Heber Public Utility District Board of Directors adopted the Fiscal Year 2020-21 budget based on revenue projections as presented in Resolution 2020-15, staff recommends adopting Resolution 2020-15 as presented.

ALTERNATIVES:

- 1) Do not adopt Resolution 2020-15 to Correct the Residential sewer rates for FY 2020-21 and provide direction to staff to make changes and bring this item back for approval at the next Board meeting.
- 2) Provide alternate direction to staff.

Respectfully Submitted,

Laura Fischer, General Manager
Attachment: Resolution Number 2020-15

RESOLUTION NO. 2020-15

A RESOLUTION OF THE HEBER PUBLIC UTILITY DISTRICT CORRECTING AN ERROR IN THE WATER AND SEWER UTILITY RATES SCHEDULE FOR FISCAL YEAR 2020-2021

WHEREAS, on July 16, 2020, the Heber Public Utility District adopted Resolution 2020-14 which modified the Fixed Charge for a 4” Residential Sewer Connection to \$59.79 per month; and

WHEREAS, Resolution 2020-14 should have established the Fixed Charge for a 4” Residential Sewer Connection to \$59.45; and

WHEREAS, as a result of an error, the Heber Public Utility District adopts this correcting Resolution to establish the Fixed Charge for a 4” Residential Sewer Connection to \$59.34 per month; and

WHEREAS, in said fiscal year beginning July 1, 2020, all other water and sewer monthly rates previously adopted for all customer classes, meter size, connection size, and for outside service area customers remain the same; and

WHEREAS, in said fiscal year beginning July 1, 2020, the water and sewer volumetric charges, rates for Private Fire Lines and Temporary Hydrant Meter charges remain the same.

NOW, THEREFORE, THE BOARD OF DIRECTORS OF THE HEBER PUBLIC UTILITY DISTRICT, DOES HEREBY RESOLVE AS FOLLOWS:

1. That the foregoing is true, correct and adopted.
2. That the Board of Directors Adopts the Modified Residential 4” Connection Sewer Rate for Fiscal Year 2020-2021 at \$59.45 per month.
3. That the modified rates as adopted and approved via this Resolution 2020-15 shall be effective July 1, 2020.
4. That the President of the Board of Directors of the Heber Public Utility District is hereby authorized to sign said Resolution, a copy of which is on file at the District office and attached to this document as Exhibit “A”.
5. All other terms, conditions, fees and rates contained in Resolution Number 2017-3 and 2017-4 remain in full force and effect.

EXHIBIT "A"

Water Monthly Fixed Meter Charges

MODIFIED RATES - JUNE 15, 2017, Effective July 2017 & FY 2020-21 Modified Rates Via Resolution 2020-14

WATER	Allotment	Modified Adopted FY2017-2018	Adopted FY2018-2019	Adopted FY2019-2020	Modified Adopted FY2020-2021	Proposed FY2021-2022
	(Gallons)	(\$/month)	(\$/month)	(\$/month)	(\$/month)	(\$/month)
Fixed Meter Charge						
Single Family Residential:						
1" Meter or less	15,000	\$55.54	\$57.84	\$59.54	\$60.25	\$64.01
Multi-Residential:						
1" Meter or less Water	15,000	\$62.39	\$64.38	\$66.32	\$68.23	\$70.94
2" Meter Water	40,000	\$194.71	\$200.57	\$206.59	\$212.53	\$221.31
3" Meter Water	60,000	\$408.95	\$421.24	\$433.88	\$446.28	\$465.81
Commercial/Industrial/Public:						
1" Meter or less Water	15,000	\$62.39	\$64.38	\$66.32	\$68.23	\$70.94
2" Meter Water	40,000	\$194.71	\$200.57	\$206.59	\$212.53	\$221.31
3" Meter Water Water	60,000	\$408.95	\$421.24	\$433.88	\$446.28	\$465.81
4" Meter Water	75,000	\$715.73	\$737.22	\$759.32	\$780.95	\$816.49
Service Outside District						
1" Meter or less Water	15,000	\$ 70.07	\$ 72.26	\$ 74.37	\$ 76.58	\$ 80.09
2" Meter Water	30,000	\$ 163.42	\$ 168.52	\$ 173.46	\$ 178.61	\$ 186.80
Volumetric Charge (\$/1000 gallons)						
Residential Inside District		\$3.49	\$3.79	\$3.90	\$4.03	\$4.03
Public Agency		\$3.49	\$3.79	\$3.90	\$4.03	\$4.03
Commercial		\$3.49	\$3.79	\$3.90	\$4.03	\$4.03
Industrial		\$3.49	\$3.79	\$3.90	\$4.03	\$4.03
Multi-residential		\$3.49	\$3.79	\$3.90	\$4.03	\$4.03
Outside District		\$4.16	\$4.49	\$4.63	\$4.78	\$4.78

Private Fire Lines and Temporary Hydrant Meter

WATER	Proposed FY2017-2018	Proposed FY2018-2019	Proposed FY2019-2020	Proposed FY2020-2021	Proposed FY2021-2022
	(\$/meter)	(\$/meter)	(\$/meter)	(\$/meter)	(\$/meter)
Private Fire Line (\$/meter)					
1" Meter or less	\$10.41	\$10.78	\$11.17	\$11.41	\$11.41
2" Meter	\$33.31	\$34.50	\$35.73	\$36.52	\$36.52
3" Meter	\$72.87	\$75.48	\$78.17	\$79.90	\$79.90
4" Meter	\$131.17	\$135.86	\$140.70	\$143.82	\$143.82
6" Meter / Hydrant	\$208.21	\$215.65	\$223.33	\$228.28	\$28.28
6" Meter / Hydrant /Year	\$2,498.48	\$2,587.81	\$2,679.96	\$2,739.36	\$2,739.36
Temporary Hydrant Meter / Month	\$135.04	\$138.90	\$142.86	\$147.11	\$147.11
Hydrant Meter Volumetric Charge (\$/1,000 gallons)	\$3.49	\$3.75	\$3.87	\$3.99	\$3.99

WASTEWATER	Modified Adopted FY2017-2018	Adopted FY2018-2019	Adopted FY2019-2020	Modified Adopted FY2020-2021	Proposed FY2021-2022
Fixed Service Charge					
Residential	(\$/month)	(\$/month)	(\$/month)	(\$/month)	(\$/month)
4" Connection	\$52.66	\$56.66	\$58.62	\$59.45	\$62.76
6" Connection	\$117.00	\$120.48	\$124.65	\$128.97	\$133.44
Multifamily					
Per Dwelling Unit	\$52.66	\$56.66	\$58.62	\$60.66	\$62.76
Commercial, Industrial, and Public					
4" Connection	\$49.66	\$51.21	\$52.82	\$54.49	\$56.22
6" Connection	\$109.25	\$112.66	\$116.20	\$119.88	\$123.69
8" Connection	\$198.64	\$204.84	\$211.28	\$217.96	\$224.88
Volumetric Charge (\$/1000 gal)*	(\$/1000 gal)	(\$/1000 gal)	(\$/1000 gal)	(\$/1000 gal)	(\$/1000 gal)
Commercial, Industrial, Public	\$0.57	\$0.59	\$0.61	\$0.63	\$0.65

* -Volumetric Charge is based on monthly water use of the commercial, industrial or public agency customers.

PASSED AND ADOPTED at a regular meeting of the Board of Directors of the Heber Public Utility District held on the 20th day of August 2020.

Moises Cardenas, Board President

ATTEST:

Raquel, Carrillo, Clerk of the Board

APPROVE AS TO FORM:

Steven M. Walker, General Counsel

STATE OF CALIFORNIA)
COUNTY OF IMPERIAL)
HEBER PUBLIC UTILITY)
DISTRICT)

I, Raquel Carrillo, Board Secretary of the Heber Public Utility District, County of Imperial, State of California, DO HEREBY CERTIFY that the foregoing resolution was dully passed, approved and adopted by the Board of Directors of the Heber Public Utility District at its regularly scheduled meeting held on the 20th day of August, 2020.

By _____
Raquel Carrillo, Clerk of the Board