



# TRIUNFO SANITATION DISTRICT

A PUBLIC AGENCY

August 24, 2011

Board of Directors  
Triunfo Sanitation District  
Ventura County, California

## **CALLEGUAS MUNICIPAL WATER DISTRICT RATES - 2012**

### **Summary**

The Triunfo Sanitation District (District) purchases 100% of its potable and reclaimed water from the Calleguas Municipal Water District (CMWD). On August 17, 2011 the CMWD established a water rate schedule increasing rates effective January 1, 2012.

The impact of the CMWD rate increase is an anticipated increase in water purchase costs to the potable water segment by approximately \$99,000 and an increase in recycled water purchase costs approximately by \$70,000 (recycled water segment).

### **Background**

The District owns and operates Oak Park Water Service (OPWS), which receives 100% of its water via the California state water project. The water is actually conveyed by three separate entities as the water is moved from northern California to southern California. The three water wholesalers are the State of California, the Metropolitan Water District of Southern California (MWD), and the Calleguas Municipal Water District (CMWD). As the cost to obtain and move this water increases across the state, the cost to TSD/OPWS directly goes up. There are no other available local potable water sources within the TSD/OPWS service area.

Ordinance No. TSD-71 adopted May 23, 2011 for FY12 adopted fees and charges for potable water based on the then current wholesale cost of potable water of \$981 per acre foot. Neither the adopted rate nor the budget tried to anticipate mid-year CMWD rate increases. The District, however, reserves the right to "pass-through" on the District's water rates any increases in the wholesale water cost to the District pursuant to Government Code section 53756.

*Item 11-1*

**Fiscal Impact**

The provided table summarizes the effect of the CMWD rate increases effective January 1, 2012.

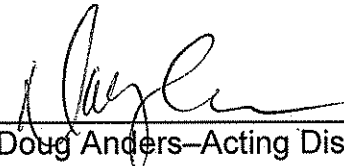
<b>Potable Water</b>			<i>Increase</i>	<i>Increase</i>	<i>Budget</i>	<i>Increase</i>	<i>Total</i>
	<i>CY11</i>	<i>CY12</i>	<i>\$</i>	<i>%</i>	<i>Units</i>	<i>\$</i>	<i>Amt.</i>
Tier 1 Water Rate	\$ 981	\$ 1,056	\$ 75	7.6%	1,162 acre feet	\$ 75	\$87,150
Readiness to Serve Charge	\$10,645	\$12,699	\$ 2,054	19.3%	6 months	\$ 2,054	\$12,324
<b><i>Fiscal Year 2012 Impact (Potable Water Segment):</i></b>							<b>\$99,474</b>

<b>Reclaimed Water</b>			<i>Increase</i>	<i>Increase</i>	<i>Budget</i>	<i>Increase</i>	<i>Total</i>
	<i>CY11</i>	<i>CY12</i>	<i>\$</i>	<i>%</i>	<i>Units</i>	<i>\$</i>	<i>Amt.</i>
<i>Recycled Water Rate</i>	\$ 785	\$ 845	\$ 60	7.6%	1,162 acre feet	\$ 60	\$69,720

**Recommendation**

It is recommended the Board discuss and direct staff as appropriate.

APPROVED FOR AUGUST 29, 2011 AGENDA

  
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 Doug Anders—Acting District Manager

Enc.

RESOLUTION NO. 1720

A RESOLUTION AMENDING ORDINANCE NO. 12  
ESTABLISHING RATES, RULES AND REGULATIONS  
FOR WATER SERVICE TO AGENCIES WITHIN THE  
CALLEGUAS MUNICIPAL WATER DISTRICT

WHEREAS, the Board of Directors of Calleguas Municipal Water District (the "District") by Ordinance No. 12 established rules, regulations and rates for water sold to its Member Agencies; and

WHEREAS, the Board of Directors of the District has amended Ordinance No. 12 over the years to establish new rates for water sold to its Member Agencies; and

WHEREAS, most recently, the Board of Directors of the District by Resolution No. 1681 adopted August 4<sup>th</sup>, 2010, established rates for water sold to its Member Agencies; and

WHEREAS, the Metropolitan Water District of Southern California ("Metropolitan") adopted new rates, rules and regulations for water service to its member agencies on April 13<sup>th</sup>, 2010; and

WHEREAS, the Board of Directors of the District has determined that certain modifications to the District's rates, rules and regulations for water service are necessary and desirable in accordance with the rate structure adopted by Metropolitan; and

WHEREAS, the Board of Directors of the District find that said modifications are for the purpose of meeting operating and construction expenses, and are therefore exempt from requirements of the California Environmental Quality Act.

NOW, THEREFORE, THE BOARD OF DIRECTORS OF CALLEGUAS MUNICIPAL WATER DISTRICT RESOLVES AS FOLLOWS:

SECTION 1. Section 3 of Ordinance No. 12 shall be amended and replaced to read as set forth in Ordinance No. 12, adopted on September 6<sup>th</sup>, 2006.

SECTION 2. Section 5 of Ordinance No. 12 shall be interpreted as follows:

For purposes of Section 5, "all bills or charges shall be due and payable" shall mean that the funds are immediately available for investment or other use or disposal by the District.

SECTION 3. In accordance with Ordinance No. 12, the rates and charges set forth in the CALLEGUAS RATE SCHEDULE attached hereto as Exhibit A, and incorporated herein by reference are hereby approved and adopted as the Calleguas Municipal Water District Rate Schedule to be imposed as set forth therein

SECTION 4. In accordance with Ordinance No. 12, the Readiness-to-Serve Charge will be allocated to the member agencies as outlined in Exhibit B attached hereto.

SECTION 5. Resolution No. 1681 adopted August 4<sup>th</sup>, 2010, is hereby rescinded effective at 12:01 a.m., January 1<sup>st</sup>, 2012, at which time this Resolution No. 1720 shall become effective.

SECTION 6. All Member Agencies serviced by the District shall be notified promptly of the water rates hereby established in accordance with the provisions of Ordinance No. 12.

ADOPTED, SIGNED AND APPROVED this 17<sup>th</sup> day of August, 2011.



Ted Grandsen, President  
Board of Directors

I HEREBY CERTIFY that the foregoing Resolution was adopted at an adjourned meeting of the Board of Directors of Calleguas Municipal Water District held on August 17<sup>th</sup>, 2011, by an unanimous vote.

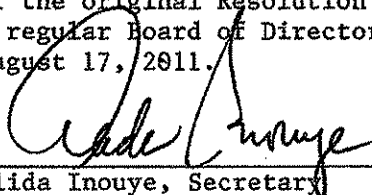
ATTEST:



Donald G. Hauser, Secretary  
Board of Directors

(SEAL)

I certify that this is a true and correct copy of the original Resolution No. 1720, adopted at a regular Board of Directors meeting held on August 17, 2011.



Alida Inouye, Secretary

**EXHIBIT A TO RESOLUTION NO. 1720**

**CALLEGUAS RATE SCHEDULE**

	Proposed Effective January 1, 2012
<b>Water Supply Rates</b>	
Tier 1 Supply Rate (\$/af)	\$ 1,056
Tier 2 Supply Rate (\$/af)	\$ 1,182
<b>Capacity Rate (Capacity Reservation Charge)</b>	
per cu ft per second (cfs)	\$ 20,000
<b>Readiness-to-Serve Charge</b>	
MWD Readiness-to-Serve Charge	\$ 8,125,000
Less Standby Charge Revenue	\$ (2,352,541)
Calleguas Readiness-to-Serve Charge	\$ 5,772,459
<b>Replenishment Water Rate</b>	
Replenishment Water Rate	MWD Rate + \$262
<b>Temporary Water Rate</b>	
per 100 cu ft	\$ 5.43
<b>Recycled Water Rate</b>	
per acre ft	\$ 845

## EXHIBIT B TO RESOLUTION NO. 1720

### 2012 Readiness To Serve (RTS) Charge By Purveyor Calculation

Metropolitan 2011-12 RTS Obligation

5,772,459
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Purveyor	CY 2001-2010 Average Water Sales	% of Total	Annual RTS Amount	Monthly Contribution
Brandeis Mutual Water Company	81.4	0.07%	4,041	337
California American Water	18,571.3	15.90%	917,821	76,485
California Water Service	9,022.1	7.72%	445,634	37,136
City of Camarillo	5,596.3	4.79%	276,501	23,042
Damrosa Water District	8,586.5	7.35%	424,276	35,356
Crestview Mutual Water Company	253.4	0.22%	12,699	1,058
Oak Park Water District	3,086.6	2.64%	152,393	12,699
City of Oxnard	12,865.9	11.01%	635,548	52,962
Pleasant Valley Mutual Water District	350.7	0.30%	17,317	1,443
City of Simi Valley	22,777.2	19.50%	1,125,628	93,802
Golden State Water	7,452.2	6.38%	368,283	30,690
Solano Verde	276.6	0.24%	13,854	1,155
City of Thousand Oaks	13,329.9	11.41%	658,638	54,887
Ventura County Water District #1	11,111.2	9.51%	548,961	45,747
Ventura County Water District #19	2,193.7	1.88%	108,522	9,044
Lake Sherwood CSD	1,258.0	1.08%	62,343	5,195
<b>TOTALS</b>	<b>116,813.0</b>	<b>100.00%</b>	<b>5,772,459</b>	<b>481,038</b>

RESOLUTION NO. 1721

A RESOLUTION AMENDING ORDINANCE NO. 17  
GOVERNING THE RULES, RATES AND  
REGULATIONS FOR RECYCLED WATER  
SERVICE TO AGENCIES WITHIN  
CALLEGUAS MUNICIPAL WATER DISTRICT

WHEREAS, the Board of Directors of Calleguas Municipal Water District (the "District") by Ordinance No. 17, adopted July 6<sup>th</sup>, 1994, established the rules, regulations and rates for recycled water sold to its Member Agencies; and

WHEREAS, the Board of Directors of the District has amended Ordinance No. 17 by resolution over the years to establish new rates for recycled water sold to its Member Agencies; and

WHEREAS, most recently, the Board of Directors of the District by Resolution No. 1682, adopted August 4<sup>th</sup>, 2010, established rates for recycled water sold to its Member Agencies; and

WHEREAS, the Board of Directors of the District has determined that certain modifications to the District's rates for water service are necessary and desirable; and

WHEREAS, The Board of Directors of the District find that said modifications are for the purpose of meeting operating and construction expenses, and are therefore exempt from requirements of the California Environmental Quality Act.

NOW, THEREFORE, THE BOARD OF DIRECTORS OF CALLEGUAS MUNICIPAL WATER DISTRICT RESOLVES AS FOLLOWS:

SECTION 1. Section 3 of Ordinance No. 17 shall be amended to read as follows:


"Each Agency shall be obligated to pay for all recycled water sold and delivered to the Agency by the District at a rate determined by the District. It is the intent of the District to set the wholesale price of recycled water at 80% of the Tier 1 potable rate per acre foot except when a separate agreement prevails. The recycled water rate is subject to review annually.

<u>Effective Date</u>	<u>Recycled Water Rate</u>
January 1 <sup>st</sup> , 2012	\$ 846.00 per acre foot"

SECTION 2. Resolution No. 1682, which was adopted August 4<sup>th</sup>, 2010, is hereby rescinded effective at 12:01 a.m., January 1<sup>st</sup>, 2012, at which time this Resolution No. 1721 shall become effective.


SECTION 3. All Member Agencies serviced by the District shall be notified promptly of the water rates hereby established in accordance with the provision of Ordinance No. 17.

ADOPTED, SIGNED AND APPROVED this 17<sup>th</sup> day of August, 2011.

  
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Ted Grandsen, President  
Board of Directors

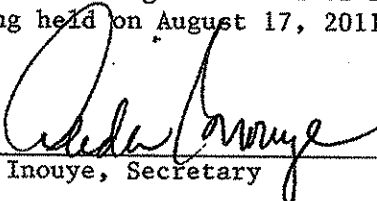
I HEREBY CERTIFY that the foregoing Resolution was adopted at a regular meeting of the Board of Directors of Calleguas Municipal Water District held on August 17<sup>th</sup>, 2011 by an unanimous vote.

ATTEST:

  
\_\_\_\_\_  
Donald G. Hauser, Secretary  
Board of Directors

(SEAL)

I certify that this is a true and correct copy of the original Resolution No. 1721, adopted at a regular Board of Directors meeting held on August 17, 2011.

  
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Aida Inouye, Secretary