

RESOLUTION NO. 3372

**RESOLUTION OF THE BOARD OF DIRECTORS OF
JURUPA COMMUNITY SERVICES DISTRICT
ESTABLISHING RATES FOR WATER SERVICE AND
SUPERSEDING RESOLUTION NO. 3012**

WHEREAS, Jurupa Community Services District ("District") has engaged the services of a professional rate consultant, Robert D. Niehaus, Inc. ("Rate Consultant"), to perform a study of the District's rates and charges for water and wastewater services; and

WHEREAS, the District's Rate Consultant has provided a report to the District entitled, "Water and Wastewater Rate Study," recommending revisions to the District's rates and charges for water services, which has been posted on the District's Internet web page and has been available for public review since February 21, 2024; and

WHEREAS, this Board has also conducted workshops to consider the proposed adjustments to the District's water rates; and

WHEREAS, pursuant to the requirements of Article XIII D, Section 6 of the California Constitution, the District provided mailed notice of the proposed water rates to all property owners and customers who would be affected by said rates, advising them of a public hearing to be conducted by this Board on April 8, 2024, and the opportunity to protest the proposed rates in writing, which notice was mailed more than 45 days prior to the public hearing; and

WHEREAS, on April 8, 2024, this Board conducted a public hearing on the proposed rates as provided in the notice mailed to property owners and to customers who would be affected by the rates, considered all written protests to the proposed rates filed with the District prior to the conclusion of the public hearing, and has determined that the written protests filed with the District represent fewer than 50% of the total number of parcels that would be affected by the proposed rates, and therefore a majority protest to the proposed rates did not exist; and

WHEREAS, this Board has determined that the rates for water service proposed in the study are necessary in order to cover actual costs incurred by the District in providing water service to its customers, and will not produce revenues in excess of costs of such service.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of Jurupa Community Services District as follows:

Section 1. The matters set forth in the recitals of this Resolution are true and correct statements and are made findings and determinations of the Board of Directors.

Section 2. The Board of Directors been presented with data showing both the estimated reasonable costs of providing water and the revenue sources available to cover the costs of providing such water service.

Section 3. The Board of Directors has authorized and directed District staff to give notice of a public hearing by mail with no less than 45 days before the public hearing pursuant to the California Constitution, article XIII D, section 6. Notice was given to the record owners of any property upon which the charges were proposed for imposition and to tenants directly liable for the payment of water service charges (i.e., customers who are not property owners) within District boundaries. The notice included the amount of the proposed water service charges to be imposed on each parcel; the basis upon which the charges were calculated; the reasons for the proposed increase to the water service charges; and the date, time and location of the public hearing on the proposed water service charges. On April 8, 2024, at the time and place set for the public hearing, the board of directors considered this Resolution, heard and considered the comments of all persons appearing at the hearing, and considered all written protests submitted prior to the close of the hearing.

Section 4. The Board of Directors finds the schedule of water rates attached as Exhibit A, and incorporated herein by this reference, will result in revenue to the District, taking into consideration the estimated reasonable cost of providing water service and the sources of revenue available to the District to cover the cost of such facilities and services, which will not exceed the estimated cost of the services for which the water service charges are charged. To that end the tier breakpoints for residential customers were designed to ensure the rates directly reflect the cost of the District's less expensive ground water in the lower tiers and the more expensive purchased water in the higher tiers.

Section 5. The Board of Directors further finds that the schedule of water rates, taking into consideration the estimated reasonable cost of providing water service and the sources of revenue, will result in a fair and reasonable revenue program, reasonably allocating the cost of water services to those who benefit, without unfair subsidy to or by those who pay for the water services.

Section 6. In accordance with the California Environmental Quality Act (CEQA) and the CEQA Guidelines, the Board of Directors has determined that the increases in the water service charges are not a project subject to CEQA pursuant to Section 15378(b)(4) because the charges constitute the creation of a funding mechanism or other governmental fiscal activity which does not involve any commitment to any specific project which may result in a potentially significant physical impact on the environment. In addition, even if the action is considered a "project" subject to CEQA, it is exempt under Section 15273 of the CEQA Guidelines and Public Resources Code section 21080(b)(8) because the increased charges are for the purpose of meeting operational and maintenance expenses related to providing water services. The documents and materials that constitute the record of proceedings on which these findings have been based are located at 11201 Harrel Street, Jurupa Valley, CA 91752. The custodian for these records is the Secretary of the Board of Directors.

Section 7. The Board of Directors finds the revenue derived from the water service charges established by this Resolution:

1. Does not exceed the funds required to provide the capital facilities and water services;
2. Shall not be used for any other purpose than that for which the charge was imposed;
3. Provides a service which is immediately available to the customer; and
4. Is not levied for general governmental services, and that the rates for the water service charges do not exceed the proportional cost of service attributable to each parcel upon which the water service charges are imposed.

Section 8. The District will annually pass through to its customers any increases in the rates for water purchase costs from any source imposed on the District to ensure sufficient revenues to provide water service. If water purchase costs from any source, excluding the Rubidoux Community Services District, increases more than 5.0% or if water purchase costs imposed by the Rubidoux Community Services District increases by more than 4.0%, then a pass-through adjustment will apply to the Volumetric Charges set forth in the attached Exhibit A at any time for the five-year period commencing January 1, 2025, through and including January 1, 2029, provided:

1. That any increase resulting from any pass-through adjustment shall not cause any component of the District's rates to increase by more than 5% in any year;
2. That in no event shall rates be increased by more than the cost of providing water service; and
3. That the District shall provide all customers a minimum 30-day written notice prior to implementing any pass-through adjustment.

Section 9. The Board of Directors adopts the schedule of rates and charges for water service charges set forth in Exhibit A. The General Manager is authorized and directed to collect the new water rates effective for billing cycles that begin on or after January 1, 2025, and each January 1 thereafter through 2029.

Section 10. All resolutions of the Board of Directors, or parts thereof, inconsistent with any provision of this Resolution are superseded by this Resolution to the extent of such inconsistency.

Section 11. The Board of Directors has determined that if anything in this Resolution is for any reason held invalid, the validity of the remainder of this Resolution shall not be affected. The Board of Directors declares it would have passed this Resolution in its entirety irrespective of anything held invalid.

Section 12. This Resolution shall take effect immediately upon its adoption.

ADOPTED this 8th day of April 2024.

DocuSigned by:
Bart Moreno
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Bart Moreno
President of the Board of Directors

ATTEST:

DocuSigned by:
Maria E. Ayala
F9E17AC4DD93404...

Maria E. Ayala
Executive Services Manager/
Secretary to the Board of Directors

CERTIFICATION

I, Maria E. Ayala, Secretary to the Board of Directors of Jurupa Community Services District, certify that the foregoing resolution was adopted by the Board of Directors at a regular meeting held on the 8th day of April 2024, by the following vote of the Directors:


AYES: Directors Moreno, Folsom, Herda, McLaughlin, Nava

NOES: None

ABSENT: None

ABSTAINED: None

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the official seal of Jurupa Community Services District this 8th day of April 2024.

DocuSigned by:

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Maria E. Ayala
Executive Services Manager/
Secretary to the Board of Directors

(SEAL)

Exhibit "A"

Water Rate Adjustments

The District's water rate structure has two main components: a fixed charge component (monthly service charge) and a variable volumetric charge component (commodity charge). The monthly fixed service charge is determined based on the size of the water meter serving a property and increases with the meter size.

1. **Adjustment of Fixed Monthly Water Service Rates.** Effective for billing cycles that begin on or after January 1, 2025, the District's water rates for all classes of consumptive uses, including residential, non-residential, potable, non-potable, construction (hydrant), private fire service, out-of-district, and recycled will be adjusted. They will receive an additional adjustment each January 1st thereafter, through 2029, to correspond to the following rate schedule:

a) Monthly Service Charge (by size of meter)

Fixed Charges						
Customer Class	Meter Size	CY 2025	CY 2026	CY 2027	CY 2028	CY 2029
All Customers						
	5/8"	\$48.05	\$50.45	\$52.98	\$55.62	\$58.41
	3/4"	\$48.05	\$50.45	\$52.98	\$55.62	\$58.41
	1"	\$73.72	\$77.41	\$81.28	\$85.34	\$89.61
	1 1/2"	\$137.87	\$144.76	\$152.00	\$159.60	\$167.58
	2"	\$214.86	\$225.60	\$236.88	\$248.73	\$261.16
	3"	\$458.66	\$481.59	\$505.67	\$530.96	\$557.50
	4"	\$817.94	\$858.84	\$901.78	\$946.87	\$994.21
	6"	\$1,677.52	\$1,761.40	\$1,849.47	\$1,941.94	\$2,039.04
	8"	\$3,602.24	\$3,782.35	\$3,971.47	\$4,170.04	\$4,378.55
	10"	\$5,398.77	\$5,668.71	\$5,952.14	\$6,249.75	\$6,562.24
Fire Service						
	All Meters	\$33.71	\$35.40	\$37.17	\$39.02	\$40.97

2. **Adjustment of Variable Volumetric Charge.** Effective for billing cycles that begin on or after January 1, 2025, the District's volumetric component of a customer's water bill will be adjusted and will receive an additional adjustment each January 1st thereafter, through 2029, to correspond to the following rate schedule. The volumetric component is measured in Hundred Cubic Feet (HCF) for the quantity of water delivered, separated into four (4) different tiers for residential customers and uniform rate structures for all other classes.

Variable Volumetric Charge

Variable Charges						
Customer Class	Tier Width	CY 2025	CY 2026	CY 2027	CY 2028	CY 2029
Residential	per hcf					
Tier 1	0 to 11	\$1.15	\$1.21	\$1.27	\$1.33	\$1.40
Tier 2	12 to 17	\$2.44	\$2.56	\$2.69	\$2.82	\$2.96
Tier 3	18 to 26	\$3.64	\$3.82	\$4.02	\$4.22	\$4.43
Tier 4	27+	\$4.00	\$4.20	\$4.41	\$4.63	\$4.86
Non-residential	all hcf	\$2.12	\$2.23	\$2.34	\$2.45	\$2.58
Potable Irrigation	all hcf	\$2.46	\$2.58	\$2.71	\$2.84	\$2.98
Non-potable Irrigation	all hcf	\$1.50	\$1.58	\$1.65	\$1.74	\$1.82
Fire Hydrant	all hcf	\$4.00	\$4.20	\$4.41	\$4.63	\$4.86
Fire Service						
Out of District	all hcf	\$2.89	\$3.03	\$3.19	\$3.34	\$3.51
Customer Class	Tier Width	CY 2025	CY 2026	CY 2027	CY 2028	CY 2029
Recycled	all hcf	-	\$2.03	\$2.10	\$2.20	\$2.31

The unauthorized use of private fire service lines for any purpose other than fire protection violates the District's rules and regulations. It will result in monetary penalties as prescribed by the ordinance, and such monetary penalties are not part of the rates and charges for authorized service.

3. **Water Pass-Through Adjustments.** In developing its rates, the District carefully projected changes in costs as part of its Long-Range Financial Plan; however, there are significant uncertainties about the future availability and cost of water supplies. To ensure sufficient revenues to provide safe water to our customers, the District proposes the implementation of a pass-through charge, pursuant to California Government Code Section 53756. If water purchase costs from any source increase more than 5.0 percent (5.0%) (or 4.0 percent (4.0%) for water purchased from the Rubidoux Community Services District), a pass-through adjustment will apply to the Volumetric Charges set forth in the tables included in this notice. The District will provide written notice to customers thirty (30) days prior to the effective date of any pass-through rate increase, which will be no more than an additional 5.0 percent (5.0%) increase in HCF charges for water rates. In no event shall the pass-through charges exceed the estimated costs of providing the water service.

4. **Subsequent Adjustments.** Following the above rate adjustment that becomes effective on January 1, 2025, the water rates then in effect will remain in effect until such later time as the District's Board of Directors takes steps required by Article XIII D of the California Constitution and other applicable laws then in effect to further adjust the District's water rates.