17/13/20 R-2010-303) HEET

RESOLUTION NUMBER R- 305422

DATE OF FINAL PASSAGE NOV 24 2009

A RESOLUTION OF THE CITY COUNCIL APPROVING WATER RATE INCREASES PURSUANT TO INCREASES IN THE WHOLESALE COST OF WATER CHARGED BY THE SAN DIEGO COUNTY WATER AUTHORITY.

WHEREAS, the Public Utilities Department prepared and submitted a Report to Council No. <u>09-155</u> indicating that effective September 1, 2009 and again on January 1, 2010, the San Diego County Water Authority [CWA] will charge increased rates for water purchases from all their participating agencies, including the City of San Diego [City]; and

WHEREAS, the Report to Council describes in detail the basis and reasons for implementing water rate adjustments in order to pass through the increased wholesale water purchase costs from CWA; and

WHEREAS, the City Council of the City of San Diego has been asked to consider adopting proposed water rate adjustments to base and commodity charges beginning on January 1, 2010 to increase the currently effective water system rates and fees proportionately across all customer classes in order to pass through the increased wholesale water purchase costs from CWA; and

WHEREAS, Pages 3-4 of the Report to Council states that Staff is recommending the adoption of the proposed water rate adjustments in order to maintain cost/revenue neutrality and to maintain consistency with the City's previously approved 4-year water rate plan; and

WHEREAS, in accordance with Article XIIID, section 6 of the California Constitution, the City noticed a public hearing for November 17, 2009 and mailed notice of the proposed water rate increases described above [Proposition 218 Notice], a copy of which is on file in the office of the City Clerk as Document No. RR-305422; and

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WHEREAS, the Proposition 218 Notice was mailed at least 45 days prior to the

November 17, 2009 public hearing on the proposed water rate increases, and the City did not

receive written protests from a majority of affected property owners or tenants by the close of the

public hearing conducted in accordance with Proposition 218 and the procedures previously

adopted by the City Council in Resolution R-302245; NOW, THEREFORE,

BE IT RESOLVED, by the Council of the City of San Diego, as follows:

1. That the proposed water rate increases, as referenced in the water rate tables

contained within the Proposition 218 Notice, and consistent with the Report to City Council, are

approved, as follows:

a. A water rate increase of 10.60% applied to all customer classes and tiered

consumption rates equally in order to offset the increase in the wholesale cost

of water purchased by the City from CWA, effective January 1, 2010; and

b. A water rate increase of \$0.12 per equivalent dwelling unit based upon

meter size as related to the increase in the wholesale cost of water purchased

by the City from CWA, effective January 1, 2010.

APPROVED: JAN I. GOLDSMITH, City Attorney

By

Raymond C. Palmucci

Deputy City Attorney

RCP:amt 10/27/09

Or.Dept:Water

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| I hereby certify that the foregoing Resolution was p Diego, at this meeting of NOV 17 2009. | passed by the Council of the City of San |
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| | ELIZABETH S. MALAND City Clerk By Clerk Deputy City Clerk |
| Approved:(date) 9 | JERRY SAMDERS, Mayor |
| Vetoed:(date) | JERRY SANDERS, Mayor |