

RESOLUTION NO 1049

RESOLUTION OF THE BOARD OF PUBLIC UTILITIES ADOPTING THE SANTA ROSA SUBREGIONAL SYSTEM 2013 RECYCLED WATER PRICING POLICY AND RECOMMENDING THAT THE CITY COUNCIL ADOPT A WHOLESALE RECYCLED WATER RATE FOR INTERRUPTIBLE SERVICE AND DECREASE THE EXISTING WHOLESALE RECYCLED WATER RATE FOR NON-INTERRUPTIBLE SERVICE

WHEREAS, in 2008, the Board adopted the Subregional System 2008 Recycled Water Pricing Policy (Policy) to establish policy on pricing recycled water to recognize the water supply and disposal value of the recycled water resource and to set the wholesale recycled water rate for the Santa Rosa Urban Reuse System; and

WHEREAS, in June 2008, the Santa Rosa City Council adopted Resolution No. 27152, setting the wholesale recycled water rate for the Santa Rosa Urban Reuse Project at \$225 per acre-foot in 2008 dollars and adjusted annually consistent with the percent changes in Sonoma County Water Agency's wholesale water rate applicable to the City of Santa Rosa; and

WHEREAS, discussions have begun between the City of Santa Rosa and the City of Rohnert Park to evaluate a wholesale-retail relationship between the Subregional System and the City of Rohnert Park based on the existing model that was created between the Subregional System and the Santa Rosa Water Utility; and

WHEREAS, during this evaluation the Policy was reviewed and it was determined that some of the existing urban recycled water customers can have their service interrupted at any time and as such provide flexibility to the Subregional System which should be recognized by establishing a wholesale recycled water rate for interruptible service; and

WHEREAS, it was also determined that the Sonoma County Water Agency wholesale water rates have increased at a significantly greater rate than the percentage changes in the Consumer Price Index-Urban (CPI-U) for the San Francisco-Oakland-San Jose, California area and that adjusting the wholesale recycled water rate consistent with percentage changes in the CPI-U for the San Francisco-Oakland-San Jose, California area is more consistent with changes in costs to wholesale recycled water; and

WHEREAS, it is recommended in the "Santa Rosa Subregional System 2013 Recycled Water Pricing Policy" that the City Council adopt a wholesale recycled water rate for interruptible service at \$130 per acre-foot in 2013 dollars; and

WHEREAS, it is recommended in the "Santa Rosa Subregional System 2013 Recycled Water Pricing Policy" that the City Council amend the existing wholesale recycled water rate, replacing it with a wholesale recycled water rate for non-interruptible service and setting the rate at \$242 per acre-foot in 2013 dollars to be annually adjusted consistent with the percent changes in the CPI-U for the San Francisco-Oakland-San Jose, California area; ; and

WHEREAS, the Subregional Technical Advisory Committee reviewed the "Santa Rosa Subregional System 2013 Recycled Water Pricing Policy" and recommended approval.

NOW, THEREFORE, BE IT RESOLVED that the Board of Public Utilities adopts the Santa Rosa Subregional System 2013 Recycled Water Pricing Policy; and

BE IT FURTHER RESOLVED that the Board recommends that the City Council adopt a wholesale recycled water rate for interruptible service and decrease the existing wholesale recycled water rate for non-interruptible service as recommended in the Santa Rosa Subregional System 2013 Recycled Water Pricing Policy.

DULY AND REGULARLY ADOPTED by the City of Santa Rosa Board of Public Utilities this 18th day of July, 2013

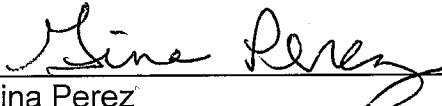
AYES: (5) GALVIN, DOWD, HOLT, KAUN, STEFFENSEN

NOES: (0)

ABSENT: (1) GALE

ABSTAIN: (1) CARNEY

APPROVED: 
Chairman Stephen Gale

ATTEST: 
Gina Perez
Recording Secretary

APPROVED AS TO FORM:


City Attorney