



Council Memorandum

Nov. 19, 2019

To: City Council and Carlsbad Municipal Water District Board
From: Vicki Quiram, Utilities Director/General Manager
Via: Paz Gomez, Deputy City Manager, Public Works
Re: **Additional Materials for the Nov. 19, 2019 Council Meeting Regarding Staff Report Item No. 16 – Public Hearing for approval of a potable water rate structure modification and proposed two-year rates for potable water, recycled water and wastewater.**

This memorandum provides additional materials for the Nov. 19, 2019 Joint City Council and Carlsbad Municipal Water District Board Meeting related to Agenda Item No. 16, Exhibit 3, regarding holding a public hearing for water rates. The information in the published materials overstate the current and proposed monthly recycled water delivery charge rates.

In Exhibit 3, the published materials state the current and proposed monthly recycled water delivery charge rates are:

Monthly Recycled Water Delivery Charge Two Year Rates

	Current	1/1/2020 Proposed	1/1/2021 Proposed
Meter Size:			
5/8"	\$ 23.69	\$ 23.69	\$ 23.69
3/4"	\$ 32.69	\$ 32.69	\$ 32.69
1"	\$ 50.70	\$ 50.70	\$ 50.70
1.5"	\$ 95.73	\$ 95.73	\$ 95.73
2"	\$ 149.75	\$ 149.75	\$ 149.75
2.5"	\$ 212.84	\$ 212.84	\$ 212.84
3"	\$ 275.90	\$ 275.90	\$ 275.90
4"	\$ 455.93	\$ 455.93	\$ 455.93
6"	\$ 906.18	\$ 906.18	\$ 906.18
8"	\$ 1,446.47	\$ 1,446.47	\$ 1,446.47
10"	\$ 2,076.82	\$ 2,076.82	\$ 2,076.82

Exhibit 3 should state the current and proposed monthly recycled water delivery charge rates are:

**Monthly Recycled Water Delivery Charge
Two Year Rates**

	Current	1/1/2020 Proposed	1/1/2021 Proposed
Meter Size:			
5/8"	\$ 23.34	\$ 23.34	\$ 23.34
3/4"	\$ 32.22	\$ 32.22	\$ 32.22
1"	\$ 49.97	\$ 49.97	\$ 49.97
1.5"	\$ 94.35	\$ 94.35	\$ 94.35
2"	\$ 147.59	\$ 147.59	\$ 147.59
2.5"	\$ 209.77	\$ 209.77	\$ 209.77
3"	\$ 271.92	\$ 271.92	\$ 271.92
4"	\$ 449.35	\$ 449.35	\$ 449.35
6"	\$ 893.11	\$ 893.11	\$ 893.11
8"	\$ 1,425.61	\$ 1,425.61	\$ 1,425.61
10"	\$ 2,046.87	\$ 2,046.87	\$ 2,046.87

As the cost of service study did not rely on the overstated rates, the error did not affect the cost of service study results. Therefore, staff continues to recommend there be no increase in recycled water rates for calendar years 2020 and 2021.

cc: Scott Chadwick, City Manager
 Elaine Lukey, Chief Operations Officer
 Celia Brewer, City Attorney