

RESOLUTION 2974

RESOLUTION OF THE BOARD OF
DIRECTORS OF WESTERN MUNICIPAL
WATER DISTRICT OF RIVERSIDE COUNTY
AUTHORIZING RATE ADJUSTMENTS TO
THE WATER SERVICE CHARGES OF
WESTERN MUNICIPAL WATER DISTRICT
AND AMENDING EXHIBIT B TO
ORDINANCE 381 IN ORDER TO ADJUST
THE RATES FOR CERTAIN WATER
SERVICE FEES

WHEREAS, Western Municipal Water District of Riverside County ("District") is a municipal water district established pursuant to Section 71000 et seq. of the California Water Code; and

WHEREAS, the District provides water service to the following separate service areas: (a) Riverside Service Area (sub-divided into Riverside Potable Service Area and Riverside Nonpotable Service Area), (b) March East Service Area, to be merged with the Riverside Potable Service Area, (c) Murrieta Service Area, and (d) Rainbow Service Area (collectively the "Service Areas"); and

WHEREAS, the District has various customer classes, including single-family and multi-family residential (collectively residential), agricultural, commercial, and landscape (sometimes referred to as irrigation); and

WHEREAS, the District engaged Raftelis Financial Consultants ("RFC") to perform independent cost of service and water rate studies for the Service Areas ("Studies") and evaluate the infrastructure, programs, and operations and maintenance costs of the District's water services and the water service rates and charges necessary to recover the costs of those services within the Service Areas for the next three years; and

WHEREAS, the study for the Riverside Service Area recommends that properties located in the March East Service Area be included in the Riverside Service Area due to the interconnectivity of the two service areas; and

WHEREAS, due to the unique requirements for the water systems and service within each service area of the District, the District has determined at this time that it is necessary to continue to establish different rates for water service charges for each of the District's service areas and customer classes; and

WHEREAS, the Studies, copies of which are on file with the District, form the basis for the water service rates and charges to be adopted by the District Board of Directors pursuant to this resolution, are complete and indicate the need to adjust the rates for the District's water service charges; and

WHEREAS, the District purchases water from other local water agencies and the Metropolitan Water District of Southern California ("MWD") to provide reliable water service to its customers; MWD imports water from two sources: the Colorado River via the Colorado River Aqueduct and Northern California via the California Aqueduct; rising operating costs, reductions in water supplies and restrictions on water exports have resulted, and will continue to result, in increases in the cost of the water that the District purchases from local water agencies and MWD; and

WHEREAS, in addition to the increased costs of imported water supply, the District anticipates needing additional revenues to fund current and projected increases in: (1) the operations and maintenance ("O&M") costs of the water system, including increases in the cost of energy

required to pump water within the District; and (2) ongoing repair, replacement, and upgrade costs for water system capital facilities; and

WHEREAS, the District has historically received a share of the 1% ad valorem property tax revenue from the County of Riverside, which can be utilized at the Board's discretion. A portion of this revenue is used to offset customer water rates ("Riverside Retail Water Property Tax Revenue"); and

WHEREAS, MWD previously provided a rate discount to the District for water sold to qualified agricultural customers of the District, which discount was phased out as of December 31, 2012 by MWD; and

WHEREAS, the rates for water service are comprised of both variable and fixed charges; the variable charges are determined on the basis of the amount of water served to a parcel of property, and the fixed charges are determined primarily on the potential capacity demand that a meter can place on the District's water system, which is reflected by the size of the meter servicing the parcel of property receiving water service; and

WHEREAS, in most service areas the variable charges consist of: (1) a Commodity (Water) Charge, which pays for the purchased cost of water supply and/or the cost to pump and treat water from local wells, and also recovers a portion of O&M costs; (2) a Pumping Charge, which is derived from the cost of energy needed to pump water within certain identified power zones within the District's water service areas; (3) a Water Reliability Charge, which is used to pay for construction projects and inter-agency agreements that do or will provide additional water sources

to the District's customers and is imposed on customers located in the Riverside Service Area only; and

WHEREAS, in most Service Areas the fixed charges consist of (1) a Fixed System Charge, which pays for a portion of O&M costs of the water system, including repairs and replacements; (2) a MWD Readiness-to-Serve Charge, which is a charge imposed on the District by MWD to pay for emergency and standby storage facilities that help ensure a safe, reliable water supply and that is passed through by the District to its customers; and

WHEREAS, to avoid operational deficits, depletion of reserves, an inability to address infrastructure and water quality improvements, and to continue to provide a safe and reliable water supply, the District is proposing to pass through to its water service customers: (1) any future increases to any charges that are imposed on the District from its water suppliers, such as, but not limited to, MWD and Riverside Public Utilities ("Water Supplier Pass Throughs") that are greater than what were estimated and incorporated into the proposed rates to be established by this Resolution; (2) any future increases in the cost of energy imposed on the District by energy providers ("Energy Pass Throughs") that are greater than what were estimated and incorporated into the proposed rates to be established by this Resolution; and

WHEREAS, the District's rates for water service charges are calculated to recover the costs of the District in providing water services and to proportionately allocate those costs among the various customer classes, customers within the customer classes, and service areas; and

WHEREAS, the revenues derived from the water service charges will not exceed the funds required to provide water

services and shall be used exclusively for the District's water systems; and

WHEREAS, the water service charges will not exceed the proportional cost of the services attributable to each parcel upon which they are imposed; and

WHEREAS, the District's approach to setting water service charges is guided by core principles of transparency, accountability and customer equity; and

WHEREAS, the water service charges will not be imposed on a parcel unless the water services are actually used by, or immediately available to, the owner of the parcel; and

WHEREAS, the District, as the lead agency under the California Environmental Quality Act ("CEQA"), in consultation with the District's Legal Counsel, prepared a Preliminary Exemption Assessment for the adoption of this Resolution in order to evaluate its potential impacts. The District determined that this Resolution is exempt from CEQA review under Public Resources Code section 21080(b)(8) and State CEQA Guidelines section 15273 because the water service charges are necessary and reasonable to fund the administration, operation, maintenance, and improvements of the water systems and will not result in the expansion of the water systems; and

WHEREAS, California Constitution article XIII D, section 6 ("Article XIII D") requires that prior to imposing any new or increase in any existing District water service charges, the District shall hold a public hearing ("Hearing") and provide written notice (the "Notice") by mail of: (1) the proposed new or increases in any existing water service rates and charges to the record owner of each parcel upon which the rates and charges are proposed for imposition and any tenant directly liable for payment of

the water service rates and charges; (2) the amount of the rates and charges proposed to be imposed on each parcel; (3) the basis upon which the rates and charges were calculated; (4) the reason for the water service rates and charges; and (5) the date, time, and location of a Hearing on the proposed water service rates and charges; and

WHEREAS, pursuant to Article XIII D such Notice is required to be mailed not less than forty-five days prior to the Hearing on the proposed water service rates and charges; and

WHEREAS, the District did provide such Notice to the affected property owners and tenants of the proposed rates for the water service charges in compliance with Article XIII D; and

WHEREAS, the Hearing was held on this day, October 4, 2017; and

WHEREAS, at the Hearing the Board heard and considered all oral testimony, considered all written materials and written protests concerning the establishment and imposition of the proposed rate adjustments for the water service charges, and at the close of the Hearing the District did not receive written protests against the establishment and imposition of the proposed rate adjustments for the water service charges from a majority of the affected property owners or tenants directly liable for the payment of the water service charges; and

WHEREAS, due to the fiscal impacts referenced above, the Board has determined that it is in the best interests of the District to adopt the proposed adjustments to the rates for the water service charges within the Service Areas identified herein and as more particularly described and set forth herein;

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Western Municipal Water District of Riverside County as follows:

Section 1 - Recitals All of the foregoing Recitals are true and correct and the Board so finds and determines. The Recitals set forth above are incorporated herein and made an operative part of this Resolution.

Section 2 - Public Hearing The Board conducted a public hearing on October 4, 2017 at 6:00 p.m., or shortly thereafter, at 14205 Meridian Parkway, Riverside, CA 92518 in order to receive oral testimony and written protests regarding the District's proposed water service rates and charges. The date of the public hearing was not less than forty-five (45) days after the mailing of the Notice as set forth above.

Section 3 - No Majority Protest The Board hereby finds and determines that the District did not receive written protests against the establishment and imposition of the proposed rates for water service charges from a majority of the affected property owners or tenants directly liable for the payment of the water service charges, and, therefore, the Board is authorized to impose the rates for water service charges as set forth herein.

Section 4 - Water Budgets The Board authorizes District staff to implement changes to the widths of the Tier 1 and Tier 2 water budgets (i.e., the amount of water available at each Tier's commodity rate) for customer classes as described below. The amount of water allocated to Tier 1 is considered "essential usage" (and is generally for indoor use) and Tier 2 is considered "efficient usage" (and is generally for outdoor use). The amount of water

allocated to a customer in Tier 1 and Tier 2 combined is called the Total Water Budget ("TWB").

1) Commercial Account

Under the current water budget rate structure for the commercial customer class (those with a single water meter used for either indoor only use or both indoor and outdoor uses), 90% of the TWB is allocated to Tier 1 and the remaining 10% of the TWB is allocated to Tier 2. To allocate commercial customers a proportional share of the total water available at the Tier 1 rate, 43% of the TWB will be allocated to Tier 1 and 57% will be allocated to Tier 2 for customers in both the Riverside Service Area and Murrieta Service Area.

2) Landscape Metered Account (including Special Landscape Metered Accounts as defined in Resolutions 2721 and 2722)

Under the current water budget rate structure for the landscape customer class (those with a dedicated meter for outdoor irrigation use), 40% of the TWB is allocated to Tier 1 and the remaining 60% of the TWB is allocated to Tier 2. According to Article X, section of the California Constitution, water is a scarce resource and should be reserved for beneficial use to the fullest extent possible. Pursuant to Water Code section 106, the established policy of the State of California is that the use of water for domestic purposes is the highest use of water and that the next highest use is for agricultural irrigation. In a limited water resource situation, water should be reserved to meet essential uses first before other

beneficial uses. Therefore, in the third year of the three-year rate adjustments, the Tier 1 water budget for landscape meter accounts will be set at 0% of the TWB in order to more closely align with Article X, section 2, and State policy, and the Tier 2 water budget will be set at 100% of the TWB. To phase-in the impact of this change, for the first year the Tier 1 budget will be set a 20% of the TWB, and the Tier 2 water budget will be set at 80% of the TWB. For the second year the Tier 1 budget will be set a 10% of the TWB, and the Tier 2 water budget will be set at 90% of the TWB.

3) School Account

School accounts currently have a water budget rate structure based on the commercial customer class (those with a single water meter used for either indoor only use or both indoor and outdoor uses), with 90% of the TWB allocated to Tier 1 and the remaining 10% of the TWB allocated to Tier 2. In addition, the TWB is currently based on a three (3) year rolling average of actual water use in a similar billing period. In order to provide a better indication of efficient water use, school accounts will be considered its own customer class. The Tier 1 budget for schools will be calculated by taking a school's average daily attendance ("ADA") based on the annual school census data and multiplying the ADA by three (3) gallons per student per day, and multiplying that sum by the number of days of service in the billing period, and multiplying that sum by a drought factor,

if applicable, divided by 748 (to derive a budget amount in hundred cubic feet). The Tier 2 budget will be calculated using the same methodology as is used for a Landscape Metered Account.

Section 5 - March East Since the March East Service Area is an interconnected water system with the larger Riverside Potable Service Area, the two Service Areas will be combined for rate-setting purposes. March East customers will become a customer class within the Riverside Potable Service Area. The rates for water service for March East customers will be comprised of both variable and fixed charges; the variable charges are a uniform Commodity Charge, a Pumping Charge, an Asset Replacement Surcharge, and a Water Reliability Charge; the fixed charges will be a MWD Readiness-to-Serve Charge and a Fixed System Charge consistent with the rate structure of the Riverside Potable Service Area. The Asset Replacement Surcharge is a new charge and applicable only to the March East customer class. Revenue from this charge will be set aside to help finance the significant infrastructure repairs and replacements needed for the March East water system until the condition of the March East water system becomes similar to the Riverside Potable water system.

Section 6 - Rainbow Service Area Unlike other District service areas, the energy cost to pump water delivered within the Rainbow Service Area is not separated into its own charge on the customer's monthly water bill. Instead, it is included as a component of the Commodity Charge rate. To give Rainbow customers a better understanding of the costs involved to deliver a safe, reliable water supply, the pumping cost component will be separated from the Commodity Charge rate into its own

Pumping Charge rate, and will appear separately on customers' monthly water bills.

Section 7 - Agricultural Commodity Rates The agricultural customer class (applicable only to the Riverside Service Area) currently has two sub-classes for rate purposes - those that remained in MWD's Interim Agricultural Water Program ("IAWP") and those that opted out of the IAWP. With the discontinuance of the IAWP by MWD on December 31, 2012, the cost of water supplied to all agricultural customers became the same. Therefore, the two sub-classes will be combined and all customers in the agricultural customer class will have the same uniform potable or nonpotable commodity rate depending on the type of water delivered to the customer.

Section 8 - Nonpotable Commodity Rates To encourage and incentivize the use of nonpotable water for landscape and agricultural purposes in the Riverside Service Area (the "right water for the right use" concept), Riverside Retail Water Property Tax Revenue will be used to offset a portion of the Operations & Maintenance (or Delivery) component of the commodity rate in order to achieve (1) a nonpotable landscape commodity rate equal to 85% of a Landscape Metered Account's TWB commodity rate, and (2) a nonpotable agricultural commodity rate equal to 85% of the potable uniform agricultural commodity rate.

Section 9 - Discontinuance of MWD Readiness-To-Serve (RTS) Charge for customers in the Murrieta Service Area The RTS Charge is a charge imposed on the District by MWD that is passed through to the District's customers. MWD uses the RTS Charge it collects from the District (and from other member agencies of MWD) to pay for emergency and standby storage facilities. The water sources for customers

in the District's Murrieta Service Area consist of groundwater produced via wells and imported water from Eastern Municipal Water District. Since this service area does not have a dedicated water connection to an MWD turnout, the District will no longer impose the monthly fixed RTS Charge on customers in the Murrieta Service Area.

Section 10 - Rate Adjustments and Amendments to Rates for Water Service Charges The Board hereby adopts and imposes the adjustments to the rates for water service charges as in the amounts and on the dates set forth in Attachment 1 to this Resolution.

Section 11 - Water Supplier Pass Throughs The Board hereby authorizes the imposition of future increases to the Commodity Charge and MWD Readiness-To-Serve Charge rates above the amounts in Attachment 1 (if applicable to a service area) as a result of Water Supplier Pass Throughs. Such Water Supplier Pass Through rate increases are authorized to be imposed on the Commodity Charge rates and MWD Readiness-To-Serve Charge rates that will be effective January 1, 2019 and effective January 1, 2020. Provided, however, (1) any increase to the rates for the water service charges as a result of a Water Supplier Pass Through authorized pursuant to this Resolution may not exceed 12% per year; and (2) in no event shall such rates be increased in any year as a result of a Water Supplier Pass Through by more than the cost of providing water service.

Section 12 - Energy Pass Throughs The Board hereby authorizes the imposition of future increases to the Pumping Charge rates above the amounts in Attachment 1 (if applicable to a service area) as a result of Energy Pass Throughs. Such Energy Pass Through rate increases are

authorized to be imposed on the Pumping Charge rates that will be effective January 1, 2019 and effective January 1, 2020. Provided, however, (1) any increase to the rates for the water service charges as a result of an Energy Pass Through authorized pursuant to this Resolution may not exceed 12% per year; and (2) in no event shall such rates be increased in any year as a result of an Energy Pass Through by more than the cost of providing water service.

Section 13 - Notification of Pass Throughs Prior to implementing any future rate increases as a result of a Water Supplier Pass Through or an Energy Pass Through (collectively "Pass Through"), the District General Manager is hereby directed and shall provide written notice of any such rate increases to District customers within each of the identified service areas not less than 30 days prior to the effective date of the rate increases. Any such notice may be provided in the regular billing statements of such District water customers. In the event that a Water Supplier Pass Through or an Energy Pass Through (each a "Pass Through") is implemented in accordance with this Resolution, the District General Manager is hereby directed and shall revise the schedule of rates and charges as set forth in Attachment 1 to reflect the rates then in effect as a result of a Pass Through.

Section 14 - CEQA The Board finds that purchased water and the administration, operation, maintenance and improvements of the District water system, which are to be funded by the increased water rates set forth herein, are necessary to maintain service within the District's existing service areas as described herein. The Board further finds that purchased water and the administration, operation, maintenance and improvements of the District

water system, to be funded by the increased water rates and charges, will not expand the District's system. The District further finds that the adoption of the rates and charges is necessary and reasonable to fund purchased water and the administration, operation, maintenance and improvements of the District water system. Based on these findings, the Board determines that the adoption of the rates and charges established by this Resolution are exempt from the requirements of the California Environmental Quality Act pursuant to section 21080(b)(8) of the Public Resources Code and section 15273(a) of the State CEQA Guidelines.

Section 15 - Authorizations of District General Manager The Board hereby authorizes and directs the District General Manager to implement and take all actions necessary to effectuate the rates for the water service charges and other authorizations set forth herein.

Section 16 - Resolution Supersedes All prior ordinances, resolutions or administrative actions by the Board, or parts thereof that are inconsistent with any provision of this Resolution are hereby superseded only to the extent of such inconsistency.

Section 17 - Invalidity If any section, subsection, clause or phrase in this Resolution is for any reason held invalid, the validity of the remainder of this Resolution shall not be affected thereby. The Board hereby declares that it would have passed this Resolution and each section, subsection, sentence, clause, or phrase thereof, irrespective of the fact that one or more sections, subsections, sentences, clauses or phrases or the application thereof be held invalid.

Section 18 - Effective Date This Resolution shall be effective as of the date of adoption. The rates and charges set forth herein shall become effective and applied to all water services billed on or after January 1, 2018, January 1, 2019, and January 1, 2020 as authorized herein.

PASSED AND ADOPTED this 4th day of October, 2017.



THOMAS P. EVANS
President

October 4, 2017

I HEREBY CERTIFY that the foregoing is a full, true, and correct copy of Resolution 2974 adopted by the Board of Directors of Western Municipal Water District of Riverside County at a duly-noticed regular meeting held on October 4, 2017.



ROBERT STOCKTON
Secretary-Treasurer

Rates shall be effective and applied to all water charges appearing on bills dated on or after January 1, 2018, January 1, 2019, and January 1, 2020, accordingly, as presented below.

WATER SERVICE CHARGES

1. Potable Commodity Charge (Schedule A)

All rates are "per unit" of water delivered to a customer. One unit is equal to one hundred cubic feet of water or 748 gallons.

Service Area	Effective Jan. 1, 2018	Effective Jan. 1, 2019	Effective Jan. 1, 2020
Riverside			
Water Budget Customers Tiers 1 & 2 in the next column make up the Total Water Budget. Tiers 3, 4, & 5 in the next column make up the inefficient, wasteful, and unsustainable tiers, respectively.	\$1.216 for Tier 1 \$2.574 for Tier 2 \$3.889 for Tier 3 \$4.489 for Tier 4 \$7.979 for Tier 5	\$1.262 for Tier 1 \$2.653 for Tier 2 \$4.031 for Tier 3 \$4.631 for Tier 4 \$8.092 for Tier 5	\$1.313 for Tier 1 \$2.738 for Tier 2 \$4.178 for Tier 3 \$4.778 for Tier 4 \$8.218 for Tier 5
Agricultural Customer Class *	\$1.833	\$2.106	\$2.326
March East Customer Class	\$3.057	\$3.179	\$3.306
Rainbow	\$2.171	\$2.282	\$2.406
Murrieta			
Tiers 1 & 2 in the next column make up the Total Water Budget. Tiers 3, 4, & 5 in the next column make up the inefficient, wasteful, and unsustainable tiers, respectively.	\$1.834 for Tier 1 \$3.948 for Tier 2 \$4.751 for Tier 3 \$5.191 for Tier 4 \$6.071 for Tier 5	\$1.919 for Tier 1 \$4.115 for Tier 2 \$4.932 for Tier 3 \$5.372 for Tier 4 \$6.252 for Tier 5	\$2.006 for Tier 1 \$4.286 for Tier 2 \$5.118 for Tier 3 \$5.558 for Tier 4 \$6.438 for Tier 5

All water delivered for Fire Protection services in the Riverside and Murrieta Service Areas will be billed at the Tier 2 rate only.

*The Agricultural customer class applies only to those water services that participated in Metropolitan Water District's (MWD) Interim Agricultural Water Program. This program was discontinued and no new customers will be included in this class. At the discretion of the General Manager, qualified agricultural customers in the former El Sobrante Service Area receiving potable water and having one meter with incidental domestic use related to a residence shall be charged the Riverside Water Budget Tier 1 rate for the first 26 units. Units in excess of 26 units will be charged at the agricultural rate.

For Water Budget Customers, the tier widths are presented below. For Single Family Residential (SFR) and Multi-Family Residential (MFR), the Indoor Water Budget (IWB) plus the Outdoor Water Budget (OWB) equals the Total Water Budget (TWB).

Tier	Tier Definition	SFR	MFR	Commercial	Landscape	Schools
Tier 1	Essential Use	100% IWB	100% IWB	36% TWB		100% IWB
Tier 2	Efficient Use	100% OWB	100% OWB	64% TWB		100% OWB
Tier 3	Inefficient Use	25% TWB	25% TWB	25% TWB		25% TWB
Tier 4	Excessive Use	25% TWB	25% TWB	25% TWB		25% TWB
Tier 5	Unsustainable Use	Above Tier 4	Above Tier 4	Above Tier 4		Above Tier 4

For Landscape Metered Accounts:

Tier	Tier Definition	Jan 1, 2018	Jan 1, 2019	Jan 1, 2020
Tier 1	Essential Use	20% TWB	10% TWB	0% TWB
Tier 2	Efficient Use	80% TWB	90% TWB	100% TWB
Tier 3	Inefficient Use	25% TWB	25% TWB	25% TWB
Tier 4	Excessive Use	25% TWB	25% TWB	25% TWB
Tier 5	Unsustainable Use	Above Tier 4	Above Tier 4	Above Tier 4

2. Nonpotable Commodity Charge (Schedule B)

Applicable to Riverside Service Area Only

All rates are "per unit" of water delivered to a customer. One unit is equal to one hundred cubic feet of water or 748 gallons.

Customer Class	Effective Jan. 1, 2018	Effective Jan. 1, 2019	Effective Jan. 1, 2020
Landscape (non-agricultural)	\$1.957	\$2.137	\$2.327
Agricultural *	\$1.558	\$1.790	\$1.977

*The Agricultural customer class applies only to those water services that participated in Metropolitan Water District's (MWD) Interim Agricultural Water Program. This program was discontinued and no new customers will be included in this class.

3. Pumping Charge (Schedule C)

All rates are “per unit” of water delivered to a customer. One unit is equal to one hundred cubic feet of water or 748 gallons.

The pumping charge is based on the pressure zone of the water service meter. Pressure zones have been grouped into Power Zones.

Power Zone	Potable Water			Nonpotable Water		
	Effective Jan. 1, 2018	Effective Jan. 1, 2019	Effective Jan. 1, 2020	Effective Jan. 1, 2018	Effective Jan. 1, 2019	Effective Jan. 1, 2020
Power Zone 1	\$0.117	\$0.122	\$0.127	\$0.104	\$0.108	\$0.112
Power Zone 2	\$0.175	\$0.182	\$0.189	\$0.104	\$0.108	\$0.112
Power Zone 3	\$0.159	\$0.165	\$0.172	\$0.141	\$0.147	\$0.153
Power Zone 4	\$0.392	\$0.408	\$0.424	\$0.349	\$0.363	\$0.378
Power Zone 5	\$0.681	\$0.708	\$0.736	\$0.608	\$0.632	\$0.657
Power Zone 6	\$0.754	\$0.784	\$0.815	\$0.672	\$0.699	\$0.727
Power Zone 8 – Murrieta (Grizzly Ridge)	\$0.216	\$0.225	\$0.234			
Power Zone 9 – March East	\$0.117	\$0.122	\$0.127			
Power Zone 10 – Rainbow	\$0.324	\$0.337	\$0.350			

4. Asset Replacement Surcharge (Schedule D)

Applicable to the March East Customer Class Only

All rates are “per unit” of water delivered to a customer. One unit is equal to one hundred cubic feet of water or 748 gallons.

Effective Jan. 1, 2018	Effective Jan. 1, 2019	Effective Jan. 1, 2020
\$1.360	\$1.428	\$1.499

5. Water Reliability Charge (Schedule E)

Applicable to Riverside Potable and Nonpotable Service Areas Only (Including the Agricultural and March East Customer Classes)

All rates are "per unit" of water delivered to a customer. One unit is equal to one hundred cubic feet of water or 748 gallons.

Customer Class	Effective Jan. 1, 2018	Effective Jan. 1, 2019	Effective Jan. 1, 2020
All Except Agricultural	\$0.42	\$0.42	\$0.42
Agricultural	\$0.14	\$0.21	\$0.28

6. Fixed System Charge (Schedule F)

Applicable to Riverside Potable, Nonpotable and Rainbow Service Areas Only (Including the Agricultural and March East Customer Classes) Rates are per Month

Meter Size	Effective Jan. 1, 2018	Effective Jan. 1, 2019	Effective Jan. 1, 2020
5/8" Meter	\$ 25.71	\$ 28.00	\$ 30.43
3/4" Meter	\$ 34.67	\$ 37.94	\$ 41.40
1" Meter	\$ 52.29	\$ 57.49	\$ 62.99
1 1/2" Meter	\$ 96.48	\$ 106.51	\$ 117.13
2" Meter	\$ 114.64	\$ 126.62	\$ 139.31
3" Meter	\$ 205.40	\$ 265.42	\$ 333.98
4" Meter	\$ 310.74	\$ 466.81	\$ 647.69
6" Meter	\$ 384.41	\$ 598.78	\$ 847.75
8" Meter	\$ 442.70	\$ 694.23	\$ 986.44
10" Meter	\$ 508.17	\$ 808.31	\$ 1,157.24
12" Meter	\$ 603.77	\$ 985.43	\$ 1,429.61

Fire Protection services are billed based on the by-pass meter size.

Applicable to Murrieta Service Area Only Rates are per Month			
Meter Size	Effective Jan. 1, 2018	Effective Jan. 1, 2019	Effective Jan. 1, 2020
5/8" Meter	\$ 26.34	\$ 29.05	\$ 32.00
3/4" Meter	\$ 36.21	\$ 40.11	\$ 44.39
1" Meter	\$ 55.40	\$ 61.68	\$ 68.56
1 1/2" Meter	\$ 103.64	\$ 115.87	\$ 129.28
2" Meter	\$ 123.78	\$ 138.43	\$ 154.50
3" Meter	\$ 307.84	\$ 344.39	\$ 384.49
4" Meter	\$ 593.01	\$ 665.06	\$ 744.16
6" Meter	\$ 1,304.31	\$ 1,465.04	\$ 1,641.58
8" Meter	\$ 1,733.04	\$ 1,947.06	\$ 2,182.15
10" Meter	\$ 2,308.99	\$ 2,594.27	\$ 2,907.64
<p>Fire Protection services are billed based on the by-pass meter size. In addition to this charge, for fire protection services in the Murrieta Service Area refer to Schedule G in Ordinance 381 for a square footage-based fixed monthly charge.</p>			

Continued on the next page.

7. MWD Readiness-To-Serve Charge (Schedule G)

**Applicable to Riverside Potable, Nonpotable
and Rainbow Service Areas Only
(Including the Agricultural March East Customer Classes)
Rates are per Month.**

Meter Size	Effective Jan. 1, 2018	Effective Jan. 1, 2019	Effective Jan. 1, 2020
5/8" Meter	\$ 1.78	\$ 1.89	\$ 1.99
3/4" Meter	\$ 2.67	\$ 2.83	\$ 2.99
1" Meter	\$ 4.45	\$ 4.71	\$ 4.98
1 1/2" Meter	\$ 8.89	\$ 9.43	\$ 9.96
2" Meter	\$ 10.67	\$ 11.31	\$ 11.96
3" Meter	\$ 26.67	\$ 28.28	\$ 29.89
4" Meter	\$ 53.34	\$ 56.56	\$ 59.78
6" Meter	\$ 120.02	\$ 127.26	\$ 134.51
8" Meter	\$ 160.02	\$ 169.68	\$ 179.34
10" Meter	\$ 213.36	\$ 226.24	\$ 239.12
12" Meter	\$ 300.04	\$ 318.15	\$ 336.26