

**MWD**

METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

November 24, 1992

*To:* Board of Directors (Water Problems Committee--Information)  
*From:* General Manager  
*Subject:* Water Rate Structure

Report

Since the elimination of the interruptible program, it is appropriate that the current water rate structure be reviewed and revised. I have directed staff to develop a water rate structure that will provide for a stable water rate while securing revenues and retaining water operating flexibility and resource management incentives. Attached is a chart of tasks and their scheduled targets.

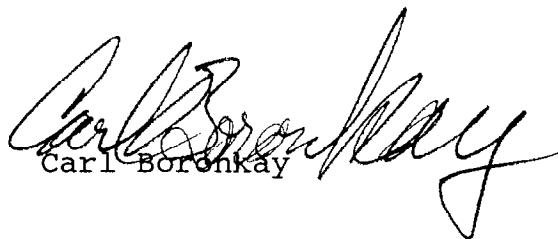
As illustrated on the chart, staff will be presenting concepts to member agency managers for their input at various stages of the development of the new rate structure. Additionally, staff will give briefings from time-to-time as to the progression of the development of the new rate structure. The overall objective is to have a rate reform package ready for Board consideration by February 1994.

Board Committee Assignment

This letter is referred for information to the Water Problems Committee pursuant to its authority to study the selling prices of water under the Administrative Code Section 2481(c).

Recommendation

For information only.

  
Carl Boronkay

NT:gn

Attachment

# RATE STRUCTURE WORK PLAN

TASKS	1992				1993												1994						
	S	O	N	D	J	F	M	A	M	J	J	A	S	O	N	D	J	F	M	A	M	J	
<i>Set Objectives</i>				△ □ △																			
<i>Review Past Efforts</i>																							
<i>Develop Alternatives</i>					□																		
<i>Estimate Effects</i>								□ △															
<i>Further Develop Selected Alternatives</i>																							
<i>Estimate Effects</i>													□ △										
<i>Select Recommended Alternatives</i>																							△
<i>Board Consideration</i>																							○
<i>Develop Implementation Plan</i>																							□ ○
<i>Implement</i>																							

△ BOARD INFORMATION

□ MEMBER AGENCIES

○ BOARD ACTION