

MAR - 8 1994



MWD

METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

Barry E. Driff
EXECUTIVE SECRETARY

SUPPLEMENT

8-1

March 7, 1994

To: Board of Directors (Water Problems Committee--Action)
From: General Manager
Subject: Recommended Water Rates to Become Effective July 1, 1994

Report

On February 7, 1994, the Water Problems Committee held a public hearing at which interested parties were given the opportunity to present their views regarding the General Manager's recommended water rates for fiscal year 1994-95. No members of the public appeared at the hearing. Accordingly, it is recommended that the Board adopt the recommended water rates, as shown below, to become effective July 1, 1994.

The recommendation made in this letter is exempt from the California Environmental Quality Act by Public Resources Code Section 21080(b)(8) since it recommends restructuring of rates for the purposes of: 1) meeting operating expenses, 2) purchasing or leasing supplies, equipment or materials, 3) meeting financial reserve needs and requirements, and 4) obtaining funds for capital projects necessary to maintain service within existing service areas.

Board Committee Assignments

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

Recommendation

WATER PROBLEMS COMMITTEE FOR ACTION.

It is recommended that the Board of Directors:

1) Find that restructuring of rates recommended in this letter is exempt from the California Environmental Quality Act by Public Resources Code Section 21080(b)(8) since it is for the purposes of: a) meeting operating

expenses, b) purchasing or leasing supplies, equipment or materials, c) meeting financial reserve needs and requirements, and d) obtaining funds for capital projects necessary to maintain service within existing service areas, and

2) Adopt water rates to become effective July 1, 1994 as shown on the following schedule:

<u>Class of Service</u>	<u>Rates in Dollars per AF</u>		
	<u>Current 1993-94</u>	<u>Proposed 1994-95</u>	<u>Change</u>
Noninterruptible			
Untreated	318	335	+17
Treated	385	412	+27
Emergency Water			
Untreated	954	1,005	+51
Treated	1,021	1,082	+61
Reclaimed Water	113	113	0
Seasonal Storage			
Untreated	208	222	+14
Treated	253	275	+22


John R. Wodraska

CGP:jg

RTE9495