



Water Standby Charge for Fiscal Year 2014/15

Finance & Insurance Committee

Item 8-1

May 12, 2014

Standby Charge Program

- Implemented annually since fiscal year 1992/93
- Levied in 22 of 26 member agencies
- Produces annual revenue of about \$44 million
- Revenues offset member agency Readiness-to-Serve Charge obligation
- No change in Standby Charge rates
 - Charge per acre or parcel if less than an acre ranges from \$6.94 to \$14.20

Board Action

- April 2014: Board action fixing and adopting the Readiness-to-Serve Charge for calendar year 2015 at \$158 million
- May 2014: Adopt Resolution to continue the Water Standby Charge

Board Options

- Option #1 – Adopt CEQA determination and
 - Adopt resolution to continue the water standby charge for fiscal year 2014/15
- Option #2 – Do not approve continuation of water stand-by charge
 - Requires member agencies to collect Readiness-To-Serve charge by other means

Recommendation

- Option #1 – Adopt CEQA determination and
 - Adopt resolution to continue the water standby charge for fiscal year 2014/15

