



Water Standby Charge for Fiscal Year 2020/21

Finance & Insurance Committee
Item 8-1
May 11, 2020

Standby Charge Program

- Collected within service area of 22 member agencies participating in the program since FY 1993/94
- Produces annual revenue of about \$43.8 million
 - Applied towards participating agencies' Readiness-to-Serve (RTS) Charge obligation
- Standby Charge has been collected at rates that do not exceed the rates set in FY 1993/94
 - Charge per acre, or parcel if less than an acre, ranges from \$5.00 to \$14.20

Board Action – RTS and Standby Charges

- April 2019: Board adopted the RTS Charge for CY 2020 at \$136 million
 - May 2019: Board adopted resolution to continue Water Standby Charge for FY 2019/20
- April 2020: Board adopted the RTS Charge for CY 2021 at \$130 million
 - May 2020: Board to consider Resolution to continue Water Standby Charge for FY 2020/21

Board Options

- Option #1 – Adopt resolution to continue Metropolitan's Water Standby Charge for FY 2020/21
- Option #2 – Do not approve resolution to continue the Metropolitan Standby Charge

Recommendation

- Option #1 – Adopt resolution to continue Metropolitan's Water Standby Charge for FY 2020/21

