



Inland Empire Utilities Agency
A MUNICIPAL WATER DISTRICT

FY 2022/23 Proposed Regional Wastewater, Recycled Water Rates and Rate Resolutions

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Regional Wastewater Rates and Fees

2019/2020

IEUA held four rate workshops for wastewater rates and fees.

IEUA staff recommended to pursue an in-depth flow and loading study to update EDU assumptions.

IEUA adopted two-year rates for FY 2020/21 and FY 2021/22 while awaiting completion of the study.

2021/2022

Flow and loading study is in progress, estimated completion summer 2023.

IEUA staff is recommending a one-year 3% rate adjustment for the monthly sewer rate and Regional Wastewater Connection fees for FY 2022/23.

Regional Wastewater FY 2022/23 Proposed Fees and Rates



Fund	Wastewater Operations	Wastewater Capital
As of July, 1	Monthly Sewer (EDU)	Wastewater Connection Fee (EDU)
FY 2019/20	\$20.00	\$6,955
FY 2020/21*	\$20.00	\$6,955
FY 2021/22	\$21.22	\$7,379
FY 2022/23	\$21.86	\$7,600
FY 2023/24	To be reviewed based on the sewer use evaluation results	
FY 2024/25		

*On May 6, 2020, the Board approved to defer rate increases and maintain the rates unchanged for FY 2020/21.

Regional Wastewater FY 2022/23 Proposed Extra-Territorial Sewer Service Charges



- Extra-Territorial charges are the equivalent of property taxes for sewer services provided outside the Agency's Service Area
- Extra-Territorial charges area calculated based on

$$\frac{\text{Assessed values in service area (2021)}}{\text{Projected number of EDUs}} \times \frac{\text{Agency share of "1\% general property tax" (2021)}}{12 \text{ months}}$$
$$\frac{\$132,890,787,393}{293,150} \times \frac{0.000499}{12 \text{ months}}$$

- The proposed ET charges for FY 2022/23 are \$18.85 per month

Recycled Water Rates and Fees



2019/2020

IEUA held four rate workshops with stakeholders and provided regular updates to Finance Directors, and the Board of Directors.

IEUA staff recommended a fixed charge based on a three-year rolling average of total use.

Based on member agency feedback, IEUA adopted two-year volumetric rates for FY 2020/21 and FY 2021/22 with no fixed cost recovery component.

2021/2022

IEUA held three rate workshops with stakeholders and provided regular updates to Finance Directors, General Managers, and the Board of Directors.

IEUA staff is recommending three-year rates with a fixed cost recovery component based on a three-year rolling average of total use for FY 2022/23 through FY 2024/25.

Recycled Water

FY 2022/23 Adopted and Proposed Rates and Fees



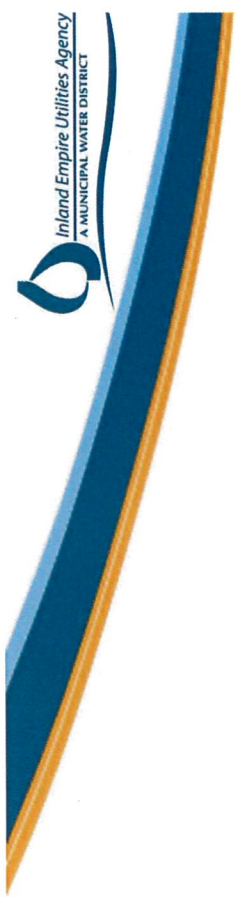
	Proposed			Adopted*
Fund	Recycled Water			
As of July, 1	Fixed Cost Recovery ***	Recycled Water Direct Use (AF)	Recycled Water Recharge (AF)	One Water Connection Fee (MEU)
FY 2019/20	-	\$490	\$550	\$1,684
FY 2020/21**	-	\$490	\$550	\$1,684
FY 2021/22	-	\$520	\$580	\$1,787
FY 2022/23	\$1.11M	\$516	\$616	\$1,841
FY 2023/24	\$2.36M	\$510	\$660	\$1,896
FY 2024/25	\$4.96M	\$465	\$665	\$1,953

*One Water Connection Fee rates for FYs 2020/21 through 2024/25 adopted in July 2020.

**On May 6, 2020, the Board approved to defer rate increases and maintain the rates unchanged for FY 2020/21.

*** Fixed cost recovery phased in over 3 years.

FY 2022/23 Rate Resolutions



Resolution Numbers	Description
2022-5-2	Reimbursement Payment per EDU (Wastewater Connection Fee)
2022-5-3	Establishing Service Rates for Improvement District C (Monthly Sewer Rate)
2022-5-4	Extra-Territorial Sewer Service Charges
2022-5-5	Establishing Rates Covering the Sale of Recycled Water

Staff Recommendation



- Adopt the following Resolutions establishing rates and fees for the Regional Wastewater and Recycled Water Programs:
 - 2022-5-2: Reimbursement Payment per EDU (Wastewater Connection Fee) for FY 2022/23.
 - 2022-5-3: Establishing Service Rates for Improvement District C (Monthly Sewer Rate) for FY 2022/23.
 - 2022-5-4: Extra-Territorial Sewer Service Charges for FY 2022/23.
 - 2022-5-5: Establishing Rates Covering the Sale of Recycled Water for FY 2022/23 through FY 2024/25.

The proposed FY 2022/23 Regional Wastewater Connection Fee, Monthly EDU rate, Recycled Water rates, and Extra-Territorial Sewer Charges are consistent with the IEUA Business Goals of Fiscal Responsibility, Water Reliability, Wastewater Management, Environmental Stewardship, and Business Practices