

Agenda

Regular Meeting of the Board of Directors of Yuima Municipal Water District

Monday, June 27, 2022 2:00 P.M.
34928 Valley Center Road, Pauma Valley, California

Roland Simpson, President
Don Broomell, Secretary / Treasurer
Bruce Knox, Director

Steve Wehr, Vice President
Laney Villalobos, Director

- 2:00 p.m.
1. **Roll Call** - Determination of Quorum Broomell
 2. **Pledge of Allegiance**
 3. **Approval of Agenda** – At its option, the Board may approve the agenda, delete an item, reorder items and add an item to the agenda per the provisions of Government Code §54954.2. Simpson
 4. **Public Comment** – This is an opportunity for members of the public to address the Board on matters of interest within the Board’s jurisdiction that are not listed on the agenda. The Brown Act does not allow any discussion by the Board or staff on matters raised during public comment except; 1) to briefly respond to statements made or questions posed; 2) ask questions for clarification; 3) receive and file the matter; 4) if it is within staff’s authority, refer it to them for a reply; or 5) direct that it be placed on a future board agenda for a report or action. Inquiries pertaining to an item on the agenda will be received during deliberation on that agenda item. No action can be taken unless specifically listed on the agenda (Government Code §54954.3) Simpson
- I. **CONSENT CALENDAR**
Consent Calendar items will be voted on together by a single motion unless separate action is requested by a Board Member, staff or audience member.
1. Approve minutes of the Regular Meeting of May 23, 2022.
 2. Approve of Accounts Paid and Payables for & Reporting under Government Code §53065.5 for May 2022.
 3. Acceptance of Monthly Financial Reports - May 2022, Treasurer's Report and Cash Statements.
- 2:10-3:00 P.M. II. **ACTION DISCUSSION**
1. **BUDGET WORKSHOP: The Board will Review the Proposed 2022/2023 Preliminary Budget.** Reeh

Background: The proposed 2022/2023 Operation and Capital Budget, and Fund Projections will be presented.

Recommendation: That the Board review and modify as appropriate for final adoption.
 2. **Public Hearing** Simpson
Conduct Public Hearing to Receive Comments and Consider Adoption of the Proposed Schedule of Water Rates and Charges.

A public hearing will be held to receive public comments pursuant to Proposition 218 requirements. Public comment can be made in person at the District office. Consider and tabulate all written protests received at the District before the close of the public hearing. To be considered a valid protest, protests must be in writing and received at the District, via U.S. Mail or in person delivery, prior to the close of the public hearing.

2-A. Proposed Resolution Adopting Increases in Water Rates and Charges and Amending Rules and Regulations Governing Water Service (Section § 1 Definitions; 3.1, Classes of Service; 8.5.2, Temporary Discontinuance; 9.2.3, Non-Registering Meters) and (Schedule of Rates, Rentals, Fees, Deposits and Charges Section § 2.27; 4.2(b); 10.6.1; 11.5; 16.1; 16.4; 16.5 & 18.3.6).

Background: The rates and charges were reviewed at board workshops held on May 23rd and June 27th, 2022. There is a between a 0.33% and 12.38% increase to Water Commodity Rate. Proposed Resolution will (1) adopt the proposed schedule of Water Rates and Charges and amend the District's Rules and Regulations Governing Water Service (2) allow annual adjustments of Yuima's rates between fiscal years 2022/23 and 2026/27 to pass through wholesale water cost increases (imported water) imposed on the District by the District's wholesale water suppliers (SDCWA and Metropolitan WD) between fiscal years 2022/23 and 2026/27; (3) allow annual adjustments of Yuima's rates for inflation between 2022/23 and 2026/27 up to the San Diego County Consumer Price Index for All Urban Consumers("CPI-U") (4) authorize staff to make mandatory demand reduction rate adjustments in an amount equivalent to the loss of revenue caused by mandatory state or regional water consumption and use restrictions

Recommendation: That, should the Board agree and if less than two-thirds (2/3) written protests are filed, staff recommends adopting the proposed Resolution.

3. Proposed Resolution Adopting the Operating and Capital Budgets for Fiscal Year 2022/2023. Simpson

Background: The Operating and Capital Budgets were reviewed at the Board Meeting on May 23, 2022.

Recommendation: That, should the Board agree, they approved the resolution as proposed.

4. Proposed Resolution Establishing The Appropriation Limit for Fiscal Year 2022/2023 Pursuant to Article XIII B of California Constitution. Simpson

Background: Annually the District is required to calculate the annual appropriation limit pursuant to Article XIII B of the State Constitution. The Appropriation Limit is the legal amount of taxes the District *could* collect. This amount we are actually able to collect is a much smaller sum due to the property demographic in the District's service area. The public notice requirement under Government Code Section §7919 has been met.

Recommendation: That, should the Board agree, they adopt the Resolution as proposed.

5. Proposed Resolution Approving Agreement or Water Service and Management Contract for the Lazy H Mutual Water Company and Rescinding Resolution No. 1889-21. Simpson

Background: The contract renewal provides for management, recordkeeping and maintenance services.

Recommendation: That, should the Board agree, they approve the resolution as proposed.

6. Proposed Resolution Approving Agreement for Emergency and Support Services for the Rancho Estates Mutual Water Company and Rescinding Resolution No. 1890-21. Simpson

Background: The Rancho Estates Mutual Water Company has requested the renewal of their emergency services contract for the 2022/2023 fiscal year.

Recommendation: That, should the Board agree, they approve the resolution as proposed.

7. Proposed Resolution Approving Agreement for Record Keeping and Secretarial Services for the Upper San Luis Rey Resource Conservation District and Rescinding Resolution No. 1891-21. Simpson

Background: The Upper San Luis Rey Resource Conservation District has requested renewal of their secretarial and bookkeeping services contract for the 2022/2023 fiscal year.

Recommendation: That, should the Board agree, they approve the resolution as proposed.

8. Determination of Use for One Time Funds Received from SDCWA for Lawsuit Proceeds. Reeh

Background: The San Diego County Water Authority prevailed in one of their lawsuits against Metropolitan Water District of Southern California for the overcharging fees in 2010-2014. This win resulted in a one time payment to the District for \$23,112.13.

Recommendation: Staff recommends that the District place these funds into the Rate Stabilization Fund to help offset future rater increases.

9. Proposed Resolution Amending the Employee Handbook Section 4, H. Vacation. Reeh

Background: In an effort to reduce the District's short and long term liabilities, staff is recommending capping the vacation earnings rate to 7.7 hours per pay period after 25 years of employment.

Recommendation: That, should the Board agree, approve the Resolution as presented.

10 Review of Current and Revised Reserve Policy. Reeh

Background: At the May 2022 Board meeting Staff was directed to review the current reserve policy and make a recommendation to the Board on possible revisions in order to make better use of current reserves in offsetting future rate increases. Staff conducted an informal survey of neighboring Districts' policies to determine the presented recommendations.

Recommendation: That, should the Board agree, approve the Resolution as presented.

3:10-3:30 P.M. III. INFORMATION / REPORTS

1. **Board Reports / Meetings**
ACWA / JPIA Villalobos
San Diego County Water Authority/MWD Reeh
Other Meetings (SGMA/GSA) Simpson
2. **Administrative** Reeh
General Information
3. **Capital Improvements** Reeh
4. **Operations** Quinn
General Information
Rainfall
Production / Consumption Report
Well Levels
District Water Purchased
5. **Counsel** Jungreis
6. **Finance & Administrative Services** Brewer
General Information
Delinquent Accounts

3:30 - 3:35 P.M. IV. OTHER BUSINESS

3:35 P.M. V. ADJOURNMENT

NOTE: In compliance with the Americans with Disabilities Act, if special assistance is needed to participate in the Board meeting, please contact the General Manager at (760) 742-3704 at least 48 hours before the meeting to enable the District to make reasonable accommodations. The meeting begins at 2:00 p.m. The time listed for individual agenda items is an estimate only. Any writings or documents provided to a majority of the members of the Yuima Municipal Water District Board of Directors regarding any item on this agenda will be made available for public inspection during normal business hours in the office of the General Manager located at 34928 Valley Center Road, Pauma Valley.

I.
CONSENT CALENDAR

**MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS OF
YUIMA MUNICIPAL WATER DISTRICT
May 23, 2022**

The Regular Meeting of the Board of Directors of the Yuima Municipal Water District was held at the office of the district, 34928 Valley Center Road, Pauma Valley, California on Monday, the 23rd day of May 2022.

Regular Meeting
05/23/2022

1. ROLL CALL – DETERMINATION OF QUORUM

President Simpson called the meeting to order at 2:20 p.m.

Call to Order
2:20 p.m.

Directors Present:

Present: 5

Roland Simpson, President
Steve Wehr, Vice-President
Don Broomell, Secretary/Treasurer
Laney Villalobos, Director
Bruce Knox, Director

President Simpson declared that a quorum of the Board was present.

Quorum Present

Directors Absent:

Absent: 0

Others Present:

Others
Present

Amy Reeh, General Manager, YMWD
Carmen Rodriguez, Administrative Assistant, YMWD
Barry Willis, Commissioner, LAFCO
Matt Borden, Borden Ranches
Jeremy Jungreis, General Counsel (joined at 2:46 p.m. via teleconference)
Lynette Brewer, Finance & Admin. Manager, YMWD (joined at 3:15 p.m.)
Mark Quinn, Operations Manager, YMWD (joined at 3:15 p.m.)

2. PLEDGE OF ALLEGIANCE

General Manager Reeh led those present in the Pledge of Allegiance.

3. APPROVAL OF AGENDA

No changes to the agenda were proposed.

4. PUBLIC COMMENT

LAFCO Commissioner, Barry Willis, advised the Board that he has been attending Board meetings throughout the county to obtain opinions from Board members and Management regarding the detachment of Fallbrook PUD and Rainbow MWD from the San Diego County Water Authority. General Manager Reeh, as well as other members of the Board, voiced their opinion and concerns on how that would financially affect Yuima MWD as well as other member agencies.

I. CONSENT CALENDAR

Upon motion being offered by Director Wehr, seconded by Director Broomell, the minutes of the Special Meeting of April 11, 2022, minutes of the Regular Meeting of April 25, 2022, Accounts Paid and Payables for April 2022, and Monthly Financial Reports for April 2022 were approved by the following roll-call vote, to wit:

AYES: Wehr, Villalobos, Knox, Broomell, Simpson
NOES: None
ABSTAIN: None
ABSENT: None

II. CLOSED SESSION

The Board entered into closed session at 2:46 p.m. There are two (2) pending litigation cases; Champaco and Enbinder. Pursuant to Government Code Section 54956.9, Legal Counsel, Jeremy Jungreis, joined the meeting via teleconference. There was no Board action taken during closed session to report. Closed Session exited at 3:15 p.m. Legal Counsel, Jeremy Jungreis, exited the meeting.

Lynette Brewer, Finance & Admin. Services Manager, and Mark Quinn, Operations Manager, joined the meeting.

III. ACTION/DISCUSSION

1. Acceptance of ACWA/JPIA Refund Check in the Amount of \$27,834.78.

Upon motion being offered by Director Knox and seconded by Director Wehr, Acceptance of the ACWA/JPIA Refund Check was approved and carried unanimously by the following roll-call vote, to wit:

AYES: Wehr, Villalobos, Knox, Broomell, Simpson
NOES: None
ABSTAIN: None
ABSENT: None

2. Discussion of District's Current Cyber Security Protocols, Protections, and Insurance Coverage.

General Manager Reeh discussed the district's current cyber security measures as well as the district's cyber security insurance policy underwritten by ACWA JPIA.

3. Budget Workshop: The Board will Review the Preliminary 2022-2023 Budget.

General Manager Reeh presented the proposed budget for fiscal year 2022-2023. General Manager Reeh reviewed the needs assessment, local production, CWA water purchases, CWA and MET rates, and the revenue requirements. General Manager Reeh answered questions throughout the presentation. This was a discussion only and no action was taken. A second review of the proposed budget will occur at the Regular Meeting on June 27, 2022, at 2:00 p.m.

IV. INFORMATION/REPORTS

The following reports were made available in the Board packet but were not verbally reviewed. Specific questions were not asked.

1. **Board Reports/Meeting**

No Reports were available.

2. **Administrative**

The Administrative Report was available in the Board packet.

3. **Capital Improvement Program**

The Capital Improvement Report was available in the Board packet.

4. **Operations**

The Operations Report was available in the Board packet.

5. **Counsel**

Counsel was not present.

6. **Finance & Administrative Services**

Reports were available in the Board packet.

V. OTHER BUSINESS

No other business was presented.

VI. ADJOURNMENT

There being no further business to come before the Board the meeting was adjourned at 5:04 p.m.

Don Broomell, Secretary/Treasurer

Roland Simpson, President



Yuima Municipal Water District

Expenditure Transaction Report

05/01/2022 - 5/31/2022

Payment Number	Payment Date Payable Number	Vendor # Description	Vendor Name	Item Amount	Payment Amount
70964	5/4/2022	Void Check	Fallbrook Oil		(2,725.77)
71017	5/3/2022 INV0002181	1130 Valic Deferred Compensation	VALIC GA#24515	300.00	300.00
71018	5/4/2022 INV0002182 INV0002183 INV0002184 INV0002185 INV0002191 JUNE 2022	16 Dental Insurance GTL GTL Admin Health Benefits Vision JUNE 2022 BENEFITS	ACWA JPIA	586.79 408.36 18.00 11,854.78 189.28 3,664.00	16,721.21
71019	5/4/2022 43022	1814 Janitorial Services FY 21/22	AL STEINBAUM'S JANITORIAL	210.00	210.00
71020	5/4/2022 Admin Prof Lunch	1772 Admin Prof Lunch	AMY REEH	68.67	68.67
71021	5/4/2022 287276569280X04212022	1510 GM Cell Phone Service	AT & T MOBILITY	150.13	150.13
71022	5/4/2022 3/14 - 4/21/22	1854 Mileage Reimbursement-NTE \$350	CARMEN RODRIGUEZ	37.44	37.44
71023	5/4/2022 2022	1471 Weed Abatements	CONTROLLED ENVIRONMENTS LLC	663.00	663.00
71024	5/4/2022 A100291	1897 Eastside Genset Maintenance	DUTHIE ELECTRIC SERVICE CORPORATION	615.27	615.27
71025	5/4/2022 25-6A 097028 4/30/22	256 Waste Services	EDCO Waste and Recycling Services, Inc.	192.34	192.34
71026	5/4/2022	1990	EnviroMatrix Analytical, Inc.		520.00

	2040677	IDA Bacti Tests- NTE		150.00	
	2040728	LHMWC Bacti Tests- NTE		90.00	
	2040729	Yuima Bacti Tests-NTE		35.00	
	2040730	Yuima Bacti Tests-NTE		35.00	
	2040731	IDA Bacti Tests- NTE		35.00	
	2040732	IDA Bacti Tests- NTE		35.00	
	2040733	IDA Bacti Tests- NTE		35.00	
	2040734	IDA Bacti Tests- NTE		35.00	
	2040735	IDA Bacti Tests- NTE		35.00	
	2040736	IDA Bacti Tests- NTE		35.00	
71027	5/4/2022 379123	97 Unleaded Fuel	FALLBROOK OIL COMPANY	2,725.77	2,725.77
71028	5/4/2022 0795307 0795307 0795307 0795307 0795307 0795307 0795307 0795307 0795307	1433 2" 503LF BRONZE GATE VALVE 3" 300LB BOX SET A307 A ZINC 3" 300LB RING GKT 1/8 NSF61NA 3" CS 300# FF SO FLG 4" 300# BOX SET A307 A ZINC 4" 300# FLG X FLG STD LR 90 CML X CMC 4" 300LB RING GKT 1/8 NSF61 NA 4" CS 300# FF SO FLG 4"X3" 300# FLG X FLG CONC RED CML X CMC	FERGUSON WATERWORKS #1083	113.14 74.15 38.53 201.15 50.30 452.55 34.26 215.51 416.64	1,596.23
71029	5/4/2022 02/10, 3/29, 4/6 2022	1858 Mileage Reimbursement-NTE \$150	LYNETTE BREWER	28.08	28.08
71030	5/4/2022 SDN21234	2020 FOREBAY SERVICE	ONTARIO REFRIGERATION SERVICE, INC.	573.65	573.65
71031	5/4/2022 132111028 132112409 132113792 132115184	127 Uniform Services Uniform Services Uniform Services Uniform Services	PRUDENTIAL OVERALL SUPPLY	40.87 34.01 69.32 36.48	180.68
71032	5/4/2022 0322-23	1005 MAR 2022 204.4 AF PURCH 204.4 PSAWR CREDIT	SAN DIEGO COUNTY WATER AUTHORITY	341,169.89	341,169.89
71033	5/4/2022 APR 2022	1025 03/22/22-04/20/22	SDG&E	156,623.34	156,623.34

71034	5/4/2022 YMA0038	1758 Server Update	TRAVIS W. PARKER	500.00	500.00
71035	5/4/2022 9904839104	1613 SCADA Access Open PO	VERIZON WIRELESS	57.10	57.10
71036	5/4/2022 5575391 5575392	1225 STATION 1 CL2 EASTSIDE CL2	WATERLINE TECHNOLOGIES	342.25 259.00	601.25
71037	5/4/2022 3203502	1265 Copy Machine Rental	XEROX FINANCIAL SERVICES LLC	517.05	517.05
71038	5/10/2022 502829	3 Open PO for Parts	A-1 IRRIGATION, INC.	127.19	127.19
71039	5/10/2022 16286	1751 Fire Extinguisher Annual Maintenance	CIMA FIRE PROTECTION, INC.	240.00	240.00
71040	5/10/2022 20220323	1733 Master Tax Roll	COUNTY OF SAN DIEGO - ASSESSOR	125.00	125.00
71041	5/10/2022 L0625455 L0627041	1395 IDA Water Tests IDA Water Tests	Eurofins Eaton Analytical, LLC	70.00 645.00	715.00
71042	5/10/2022 380208	97 Unleaded Fuel	FALLBROOK OIL COMPANY	3,532.89	3,532.89
71043	5/10/2022 241000730001 241000730001 241000730001 241000730001 241000730002 241002836001	1816 Post it Flags Sharpie- Ultra Fine Sharpie-Fine Sharpie-Highlighters Sharpie-Chisel Money Receipt Book	OFFICE DEPOT	16.21 8.76 8.76 9.34 9.04 23.25	75.36
71044	5/10/2022 SDN20718M	2020 Forebay HVAC Maintenance	ONTARIO REFRIGERATION SERVICE, INC.	415.00	415.00
71045	5/10/2022 APR 2022	2004 6.02 AF PROD .05 WHEELED	Pauma Band Of Mission Indians	1,089.30	1,089.30

71046	5/10/2022 617910	1065 3" PRV CL 300FL PILOT SYSTEM 30-300 PRESSURE	TEMECULA VALLEY PIPE	8,819.00	8,819.00
71047	5/10/2022 OSV000002756051	1666 GPS Monitoring	Verizon Connect	52.00	52.00
71048	5/10/2022 5576434 5576435A 5576435B 5577244 5577245 5577999	1225 WELL 24 CL2 #4 TUBE ASSEMBLY PKG OF 5 STATION 1 CL2 STATION 1 AMMONIA EASTSIDE AMMONIA STATION 1 AMMONIA	WATERLINE TECHNOLOGIES	55.50 75.26 294.74 391.13 391.13 451.13	1,658.89
71049	5/17/2022 INV0002197	1130 Valic Deferred Compensation	VALIC GA#24515	300.00	300.00
71050-71057	5/17/2022	Payroll			6,793.81
71058	5/18/2022 INV0002179 INV0002180	1896 AFLAC-Cancer Coverage Insurance AFLAC-Accident Coverage Insurance	AFLAC	40.36 88.40	128.76
71059	5/18/2022 YMWD2022-Grants4 YMWD2022-Grants4	1847 DACI Grant SGWP Grant	DENISE M. LANDSTEDT	1,608.00 872.00	2,480.00
71060	5/18/2022 01-22	1866 Phone Repair	Erik Industries	332.50	332.50
71061	5/18/2022 L0628186 L0629164 L0629165	1395 T-Y WELL 1 IDA Water Tests IDA Water Tests	Eurofins Eaton Analytical, LLC	85.00 15.00 15.00	115.00
71062	5/18/2022 YMWD-01-22-02	1958 GSP Annual Report	Geoscience Support Services	1,278.00	1,278.00
71063	5/18/2022 9286791877 9286791877 9286791877 9286791877	370 1oz Personal Eye Wash Bottle Antibiotic Ointment-12pk Disposable Gloves Mini CPR Key Ring with One Way Valve	GRAINGER	26.55 17.46 5.20 3.58	56.50

	9286791877	Trauma Dressing Gauze		3.71	
71064	5/18/2022 1623	1862 Station 7 Pump 3- Pump Replacement	Hydrocurrent Well Services	16,110.00	16,110.00
71065	5/18/2022 SDN20930M	2020 Forebay HVAC Maintenance	ONTARIO REFRIGERATION SERVICE, INC.	415.00	415.00
71066	5/18/2022 132116557	127 Uniform Services	PRUDENTIAL OVERALL SUPPLY	40.87	40.87
71067	5/18/2022 25809 25879	1035 Trcuk 4 Front Brake Repair Oil Change/Tire Rotation-All Trucks	SERRATOS AUTOMOTIVE & TIRE	364.05 20.00	384.05
71068	5/18/2022 1041 1042 1043 1044 1045	1843 SCADA Trend Enhancement Station 8 Pump 1 and Pump 2 Failure Station 1 Tank Troubleshoot and Reprograming Schoepe Tank Transducer Failure Station 1 Suction Pressure Transmitter Replacement	TRAN CONTROLS SCADA SOLUTIONS	1,280.00 4,154.79 5,477.51 2,291.12 1,753.12	14,956.54
71069	5/18/2022 0171114-IN	1091 LABELS FOR PROP 218 NOTICE	TRANSAMERICAN MAILING &	161.63	161.63
71070	5/18/2022 420220841	1118 Dig Alert Tickets	UNDERGROUND SERV. ALERT	13.30	13.30
71071	5/18/2022 960507 960509	1102 TOTAL CHLORINE ANALYZER REAGENT #1 HEAD HOUSING COMPLETE UCTHC5D	USA BLUE BOOK	1,227.43 325.30	1,552.73
71072	5/18/2022 163731	116 303 CAT Mini-Excavator w/Trailer	VALLEY CENTER EQUIPMENT RENTAL	433.03	433.03
71073	5/18/2022 330447	1540 Office Internet Services	VALLEY CENTER WIRELESS	129.90	129.90
71074	5/18/2022 5577610 5577612 5578567 5578569	1225 STATION 1 CL2 EASTSIDE CL2 STATION 1 CL2 EASTSIDE CL2	WATERLINE TECHNOLOGIES	370.00 185.00 555.00 185.00	1,295.00

71075	5/24/2022 000018148102	45 Office Phone Service	AT&T	286.62	286.62
71076	5/24/2022 YMWD-01-39	1958 Geoscience Support For San Luis Rey Valley GSP	Geoscience Support Services	4,589.75	4,589.75
71077	5/24/2022 13035373	405 Cable Assembly, Power	HACH COMPANY	140.30	140.30
71078	5/24/2022 102105 102108	1780 4" KAMSTRUP METER 4" KAMSTRUP METER	IFLOW ENERGY SOLUTIONS	6,952.22 6,484.59	13,436.81
71079	5/24/2022 25AR1444844	1778 Copy Services	IMAGE SOURCE, INC.	201.33	201.33
71080	5/24/2022 5579800 5579817	1225 EASTSIDE CL2 STATION 1 CL2	WATERLINE TECHNOLOGIES	185.00 370.00	555.00
71081	5/25/2022 SGMA JPA	Utility Billing Refunds Customer Refunds	CAVALETTO MCMILLIAN TRUST	586.44	586.44
71082	5/27/2022 SGMA JPA	1026 USLRGMA JPA FILING FEE	SECRETARY OF STATE	1.00	1.00
71083	5/27/2022 INV0002213	1130 Valic Deferred Compensation	VALIC GA#24515	300.00	300.00
DFT0001258	5/3/2022 INV0002186	118 PEPRA Member Contributions	CALPERS -FISCAL SERVICES DIV.	514.09	514.09
DFT0001259	5/3/2022 INV0002187	118 PEPRA Employer Contribution	CALPERS -FISCAL SERVICES DIV.	578.05	578.05
DFT0001260	5/3/2022 INV0002188	118 PERS Classic Member Contribution	CALPERS -FISCAL SERVICES DIV.	1,635.76	1,635.76
DFT0001261	5/3/2022 INV0002189	118 PERS Employer Classic Member Contribution	CALPERS -FISCAL SERVICES DIV.	3,118.18	3,118.18
DFT0001262	5/3/2022	1562	CALPERS 457 PLAN		45.00

	INV0002190	SIP 457 Director Def Comp ER		45.00	
DFT0001263	5/3/2022 INV0002192	118 1959 Survivor Benefit	CALPERS -FISCAL SERVICES DIV.	8.37	8.37
DFT0001264	5/3/2022 INV0002193	1857 State Withholding	EMPLOYMENT DEVELOPMENT DEPARTMENT	1,320.34	1,320.34
DFT0001265	5/3/2022 INV0002194	1856 Social Security Withholding	EFTPS - Federal Payroll Tax	89.28	89.28
DFT0001266	5/3/2022 INV0002195	1857 SDI Withholding	EMPLOYMENT DEVELOPMENT DEPARTMENT	340.38	340.38
DFT0001267	5/3/2022 INV0002196 INV0002196	1856 Federal Withholding Medicare Withholding	EFTPS - Federal Payroll Tax	3,566.45 914.74	4,481.19
DFT0001268	5/17/2022 INV0002198	118 PEPRA Member Contributions	CALPERS -FISCAL SERVICES DIV.	508.43	508.43
DFT0001269	5/17/2022 INV0002199	118 PEPRA Employer Contribution	CALPERS -FISCAL SERVICES DIV.	571.70	571.70
DFT0001270	5/17/2022 INV0002200	118 PERS Classic Member Contribution	CALPERS -FISCAL SERVICES DIV.	1,635.76	1,635.76
DFT0001271	5/17/2022 INV0002201	118 PERS Employer Classic Member Contribution	CALPERS -FISCAL SERVICES DIV.	3,118.18	3,118.18
DFT0001272	5/17/2022 INV0002202	118 1959 Survivor Benefit	CALPERS -FISCAL SERVICES DIV.	8.37	8.37
DFT0001273	5/17/2022 INV0002203	1857 State Withholding	EMPLOYMENT DEVELOPMENT DEPARTMENT	1,229.35	1,229.35
DFT0001274	5/17/2022 INV0002204	1856 Social Security Withholding	EFTPS - Federal Payroll Tax	89.28	89.28
DFT0001275	5/17/2022 INV0002205	1857 SDI Withholding	EMPLOYMENT DEVELOPMENT DEPARTMENT	326.42	326.42
DFT0001276	5/17/2022	1856	EFTPS - Federal Payroll Tax		4,219.75

	INV0002206	Federal Withholding		3,359.19	
	INV0002206	Medicare Withholding		860.56	
DFT0001277	5/17/2022	1857	EMPLOYMENT DEVELOPMENT DEPARTMENT		92.64
	INV0002207	State Withholding		92.64	
DFT0001278	5/17/2022	1857	EMPLOYMENT DEVELOPMENT DEPARTMENT		82.96
	INV0002208	SDI Withholding		82.96	
DFT0001279	5/17/2022	1856	EFTPS - Federal Payroll Tax		680.83
	INV0002209	Federal Withholding		462.15	
	INV0002209	Medicare Withholding		218.68	
DFT0001280	5/26/2022	1856	EFTPS - Federal Payroll Tax		74.40
	INV0002210	Social Security Withholding		74.40	
DFT0001281	5/26/2022	1857	EMPLOYMENT DEVELOPMENT DEPARTMENT		6.60
	INV0002211	SDI Withholding		6.60	
DFT0001282	5/26/2022	1856	EFTPS - Federal Payroll Tax		27.59
	INV0002212	Federal Withholding		10.19	
	INV0002212	Medicare Withholding		17.40	
DFT0001283	5/31/2022	118	CALPERS -FISCAL SERVICES DIV.		514.33
	INV0002214	PEPRA Member Contributions		514.33	
DFT0001284	5/31/2022	118	CALPERS -FISCAL SERVICES DIV.		578.34
	INV0002215	PEPRA Employer Contribution		578.34	
DFT0001285	5/31/2022	118	CALPERS -FISCAL SERVICES DIV.		1,633.78
	INV0002216	PERS Classic Member Contribution		1,633.78	
DFT0001286	5/31/2022	118	CALPERS -FISCAL SERVICES DIV.		3,114.41
	INV0002217	PERS Employer Classic Member Contribution		3,114.41	
DFT0001287	5/31/2022	118	CALPERS -FISCAL SERVICES DIV.		8.37
	INV0002218	1959 Survivor Benefit		8.37	
DFT0001288	5/31/2022	1857	EMPLOYMENT DEVELOPMENT DEPARTMENT		1,197.13
	INV0002219	State Withholding		1,197.13	
DFT0001289	5/31/2022	1857	EMPLOYMENT DEVELOPMENT DEPARTMENT		315.79
	INV0002220	SDI Withholding		315.79	

DFT0001290	5/31/2022 INV0002221 INV0002221	1856 Federal Withholding Medicare Withholding	EFTPS - Federal Payroll Tax	3,281.67 832.54	4,114.21
EFT0000035	5/3/2022	Payroll			23,072.55
EFT0000036	5/17/2022	Payroll			21,679.13
EFT0000037	5/26/2022	Payroll			537.31
EFT0000038	5/31/2022	Payroll			20,887.80
				Total	707,704.88

Government Code 53065.5 Reporting - Fiscal Year 2021/2022

	July	August	September	October	November	December	January	February	March	April	May	June	2021/22
1040 Allen									90.00		357.26		\$ 447.26
0900 Mark													\$ -
1349 Matt						101.36	90.00						\$ 191.36
1772 Amy						122.08			161.81		68.67		\$ 352.56
1827 Noel			244.52						200.00				\$ 444.52
1858 Lynette		131.41						35.84			28.08		\$ 195.33
1854 Carmen	26.35	53.76	427.77	95.76		64.96			28.08	37.44			\$ 734.12
1946 Breona	17.70		35.40	36.29				37.91	28.43	28.43			\$ 184.16
1997 Rosbelth			172.38										\$ 172.38
TOTAL	\$ 44.05	\$ 185.17	\$ 880.07	\$ 132.05	\$ -	\$ 288.40	\$ 90.00	\$ 73.75	\$ 508.32	\$ 65.87	\$ 454.01	\$ -	\$ 2,721.69

California Government Code Section 53065.5

Each special district, as defined by subdivision (a) of Section 53036, shall, at least annually, disclose any reimbursement paid by the district within the immediately preceding fiscal year of at least one hundred (\$100) for each individual charge for services or products received. "Individual charge" includes, but is not limited to, one meal, lodging for one day, transportation, or a registration fee paid to any employee or member of the governing body of the district. The disclosure requirement shall be fulfilled by including the reimbursement information in a document published or printed at least annually by a date determined by that district and shall be made available for public inspection.

Government Code 53065.5 reporting
Breakdown available in the Finance Department

file-L-02-46.6



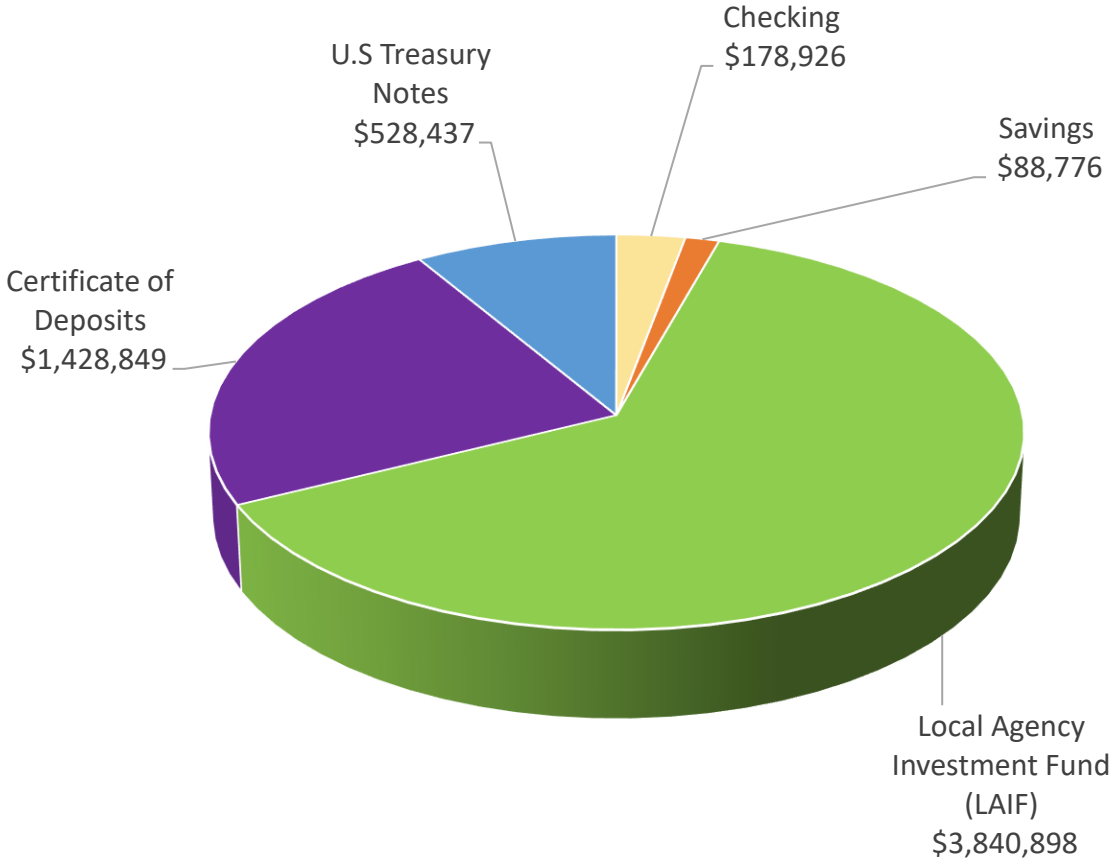
Pooled Cash Report

Yuima Municipal Water District
For the Period Ending 5/31/2022

ACCOUNT #	ACCOUNT NAME	BEGINNING BALANCE	CURRENT ACTIVITY	CURRENT BALANCE	
CLAIM ON CASH					
01-1001-000	Claim on Cash - General Fund	3,011,117.80	418,061.44	3,429,179.24	
02-1001-000	Claim on Cash - IDA	1,412,365.99	(151,809.33)	1,260,556.66	
10-1001-000	Claim on Cash - Yuima General Dist	1,090,522.65	13,884.97	1,104,407.62	
20-1001-000	Claim on Cash - Improvement District Capital	283,688.42	(11,946.09)	271,742.33	
TOTAL CLAIM ON CASH		<u>5,797,694.86</u>	<u>268,190.99</u>	<u>6,065,885.85</u>	
CASH IN BANK					
Cash in Bank					
99-1000-000	Petty Cash	500.00	0.00	500.00	
99-1000-011	General Checking - NEW	118,026.18	60,399.98	178,426.16	
99-1100-015	General Savings	10,054.20	0.09	10,054.29	
99-1100-017	Official Pay Account	71,172.98	7,548.67	78,721.65	
99-1200-020	LAIF State Treasury	3,640,897.88	200,000.00	3,840,897.88	
99-1300-030	UBS Money Market - Clearing	0.06	781.25	781.31	
99-1300-035	Higgins Capital Mgmt - Clearing	0.06	0.00	0.06	
99-1400-040	Texas Capital Bank-CUSIP 88224PLY3	99,158.00	(52.00)	99,106.00	
99-1400-046	BMO Harris BK - 05600XCG3	91,698.00	(374.00)	91,324.00	
99-1400-051	BMW Bank - 05580AH64	190,270.00	(82.00)	190,188.00	
99-1400-053	Sallie Mae CUSIP 795451AN3	230,507.50	(1,305.00)	229,202.50	
99-1400-054	State Bank of India - 856285VD0	229,660.00	(965.00)	228,695.00	
99-1400-058	Morgan Stanley Bank-61690UUH1	246,450.00	(327.50)	246,122.50	
99-1400-062	Flagstar Bank CUSIP 33847E4D6	94,245.00	(13.00)	94,232.00	
99-1400-068	American Express Natl Bank-02589AB50	249,555.00	(357.50)	249,197.50	
99-1450-061	FHLB Bond CUSIP 3130AJZ36	92,503.00	584.00	93,087.00	
99-1450-063	FHLB Step-Up UBS 3130AR2X8	98,849.00	457.00	99,306.00	
99-1450-067	FHLB Step-Up Bond UBS CUSIP 3130ARPU9	99,833.00	156.00	99,989.00	
99-1450-068	FHLB Step-Up CUSIP 3130AMAW2	234,315.00	1,740.00	236,055.00	
TOTAL: Cash in Bank		<u>5,797,694.86</u>	<u>268,190.99</u>	<u>6,065,885.85</u>	
TOTAL CASH IN BANK		<u>5,797,694.86</u>	<u>268,190.99</u>	<u>6,065,885.85</u>	
DUE TO OTHER FUNDS					
99-2601-000	Due to Other Funds	5,797,694.86	268,190.99	6,065,885.85	
TOTAL DUE TO OTHER FUNDS		<u>5,797,694.86</u>	<u>268,190.99</u>	<u>6,065,885.85</u>	
Claim on Cash	6,065,885.85	Claim on Cash	6,065,885.85	Cash in Bank	6,065,885.85
Cash in Bank	6,065,885.85	Due To Other Funds	6,065,885.85	Due To Other Funds	6,065,885.85
Difference	<u>0.00</u>	Difference	<u>0.00</u>	Difference	<u>0.00</u>

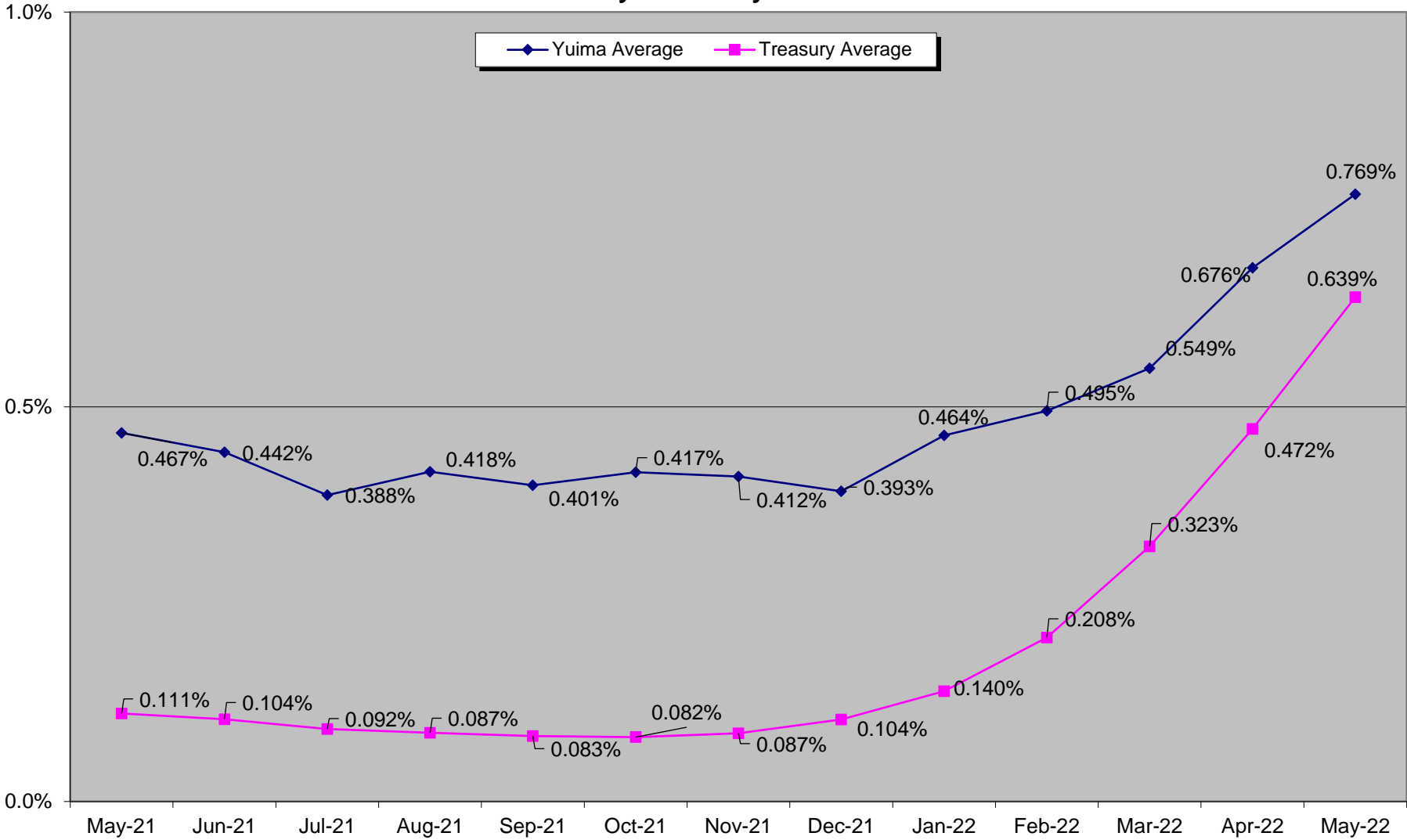
ACCOUNT #	ACCOUNT NAME	BEGINNING BALANCE	CURRENT ACTIVITY	CURRENT BALANCE	
ACCOUNTS PAYABLE PENDING					
01-2555-000	AP Pending - General District	979,628.78	363,560.81	1,343,189.59	
02-2555-000	AP Pending - IDA	118,117.45	21,545.39	139,662.84	
TOTAL ACCOUNTS PAYABLE PENDING		<u>1,097,746.23</u>	<u>385,106.20</u>	<u>1,482,852.43</u>	
DUE FROM OTHER FUNDS					
99-1501-000	Due From General District	(979,628.78)	(363,560.81)	(1,343,189.59)	
99-1502-000	Due From IDA	(118,117.45)	(21,545.39)	(139,662.84)	
TOTAL DUE FROM OTHER FUNDS		<u>(1,097,746.23)</u>	<u>(385,106.20)</u>	<u>(1,482,852.43)</u>	
ACCOUNTS PAYABLE					
99-2555-000	Accounts Payable	1,097,746.23	385,106.20	1,482,852.43	
TOTAL ACCOUNTS PAYABLE		<u>1,097,746.23</u>	<u>385,106.20</u>	<u>1,482,852.43</u>	
AP Pending	1,482,852.43	AP Pending	1,482,852.43	Due From Other Funds	1,482,852.43
Due From Other Funds	1,482,852.43	Accounts Payable	1,482,852.43	Accounts Payable	1,482,852.43
Difference	<u>0.00</u>	Difference	<u>0.00</u>	Difference	<u>0.00</u>

**Yuima Municipal
Water District
Cash & Investments Data
May 2022
\$6,065,885.85**



Aggregate Yuima Portfolio Yield

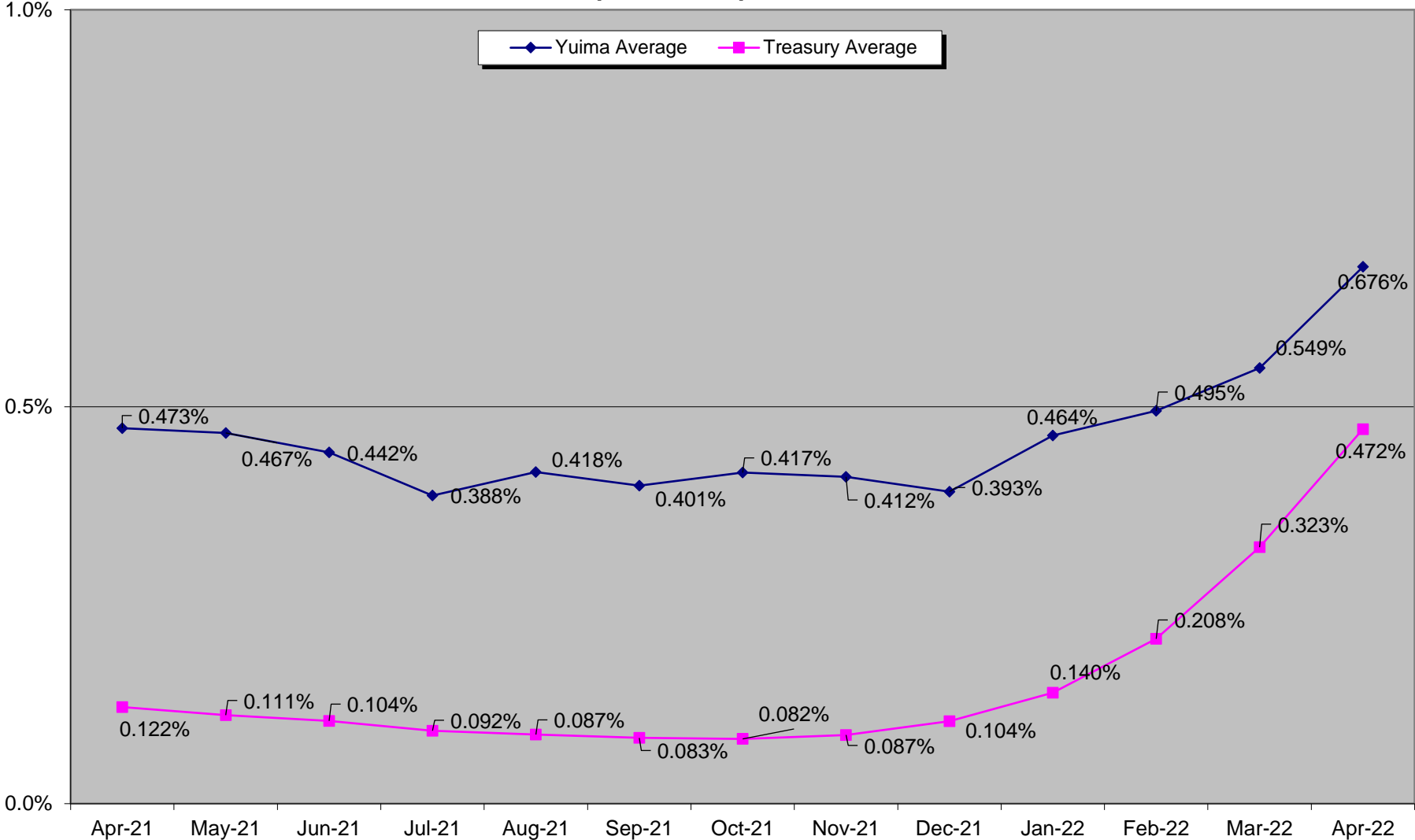
May 2021 - May 2022



Aggregate Yuima Portfolio Yield

April 2021 - April 2022

April 2022
Revised graph due to
incorrect number





PMIA/LAIF Performance Report as of 06/10/22



PMIA Average Monthly Effective Yields⁽¹⁾

May	0.684
Apr	0.523
Mar	0.365

Quarterly Performance Quarter Ended 03/31/22

LAIF Apportionment Rate ⁽²⁾ :	0.32
LAIF Earnings Ratio ⁽²⁾ :	0.00000875657176851
LAIF Fair Value Factor ⁽¹⁾ :	0.988753538
PMIA Daily ⁽¹⁾ :	0.42%
PMIA Quarter to Date ⁽¹⁾ :	0.29%
PMIA Average Life ⁽¹⁾ :	310

Pooled Money Investment Account Monthly Portfolio Composition ⁽¹⁾ 05/31/22 \$225.9 billion

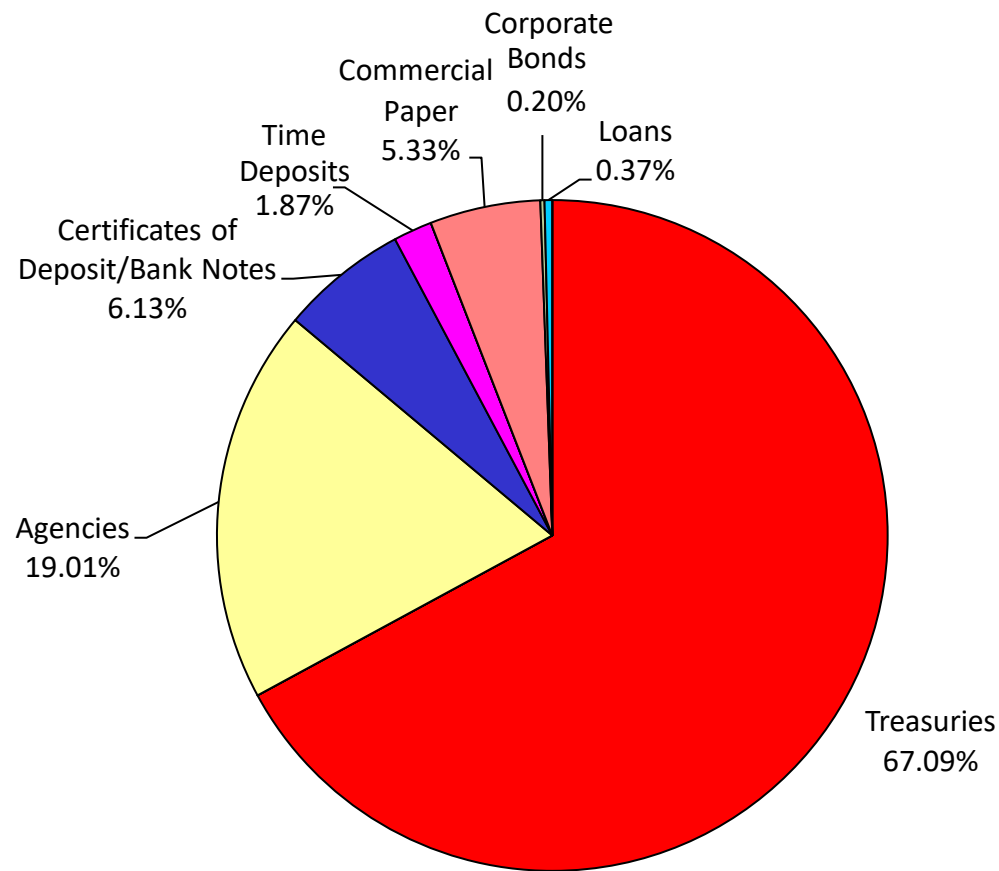


Chart does not include \$5,098,000.00 in mortgages, which equates to 0.002%. Percentages may not total 100% due to rounding.

Daily rates are now available here. [View PMIA Daily Rates](#)

Notes: The apportionment rate includes interest earned on the CalPERS Supplemental Pension Payment pursuant to Government Code 20825 (c)(1) and interest earned on the Wildfire Fund loan pursuant to Public Utility Code 3288 (a).

Source:

⁽¹⁾ State of California, Office of the Treasurer

⁽²⁾ State of California, Office of the Controller



State of California

Pooled Money Investment Account

Market Valuation

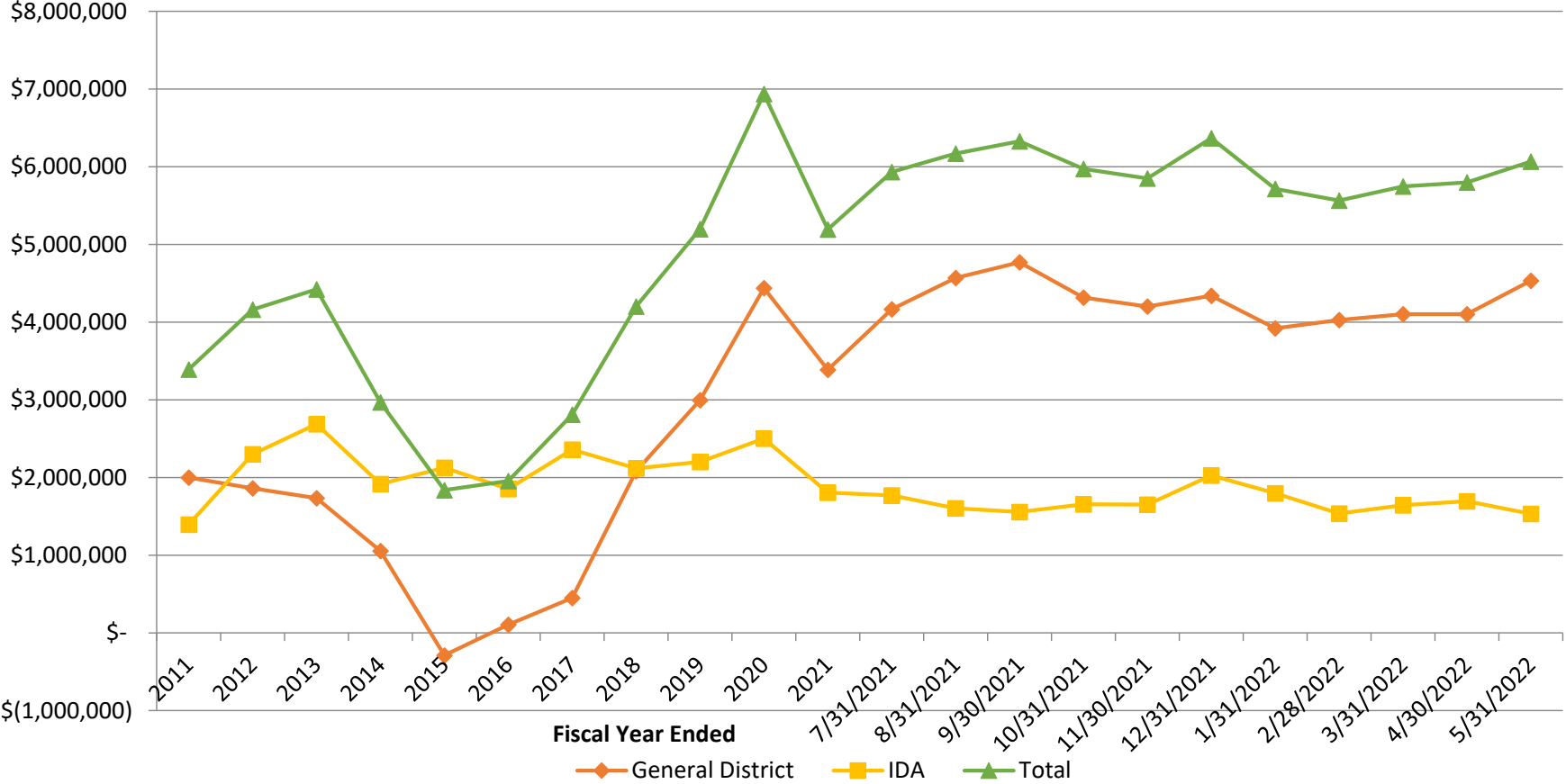
5/31/2022

Description	Carrying Cost Plus Accrued Interest Purch.	Fair Value	Accrued Interest
United States Treasury:			
Bills	\$ 49,529,238,397.29	\$ 49,488,826,500.00	NA
Notes	\$ 102,013,123,817.00	\$ 100,021,677,500.00	\$ 192,901,284.00
Federal Agency:			
SBA	\$ 315,292,168.08	\$ 315,360,436.72	\$ 133,146.58
MBS-REMICs	\$ 5,097,672.07	\$ 5,208,914.66	\$ 23,114.60
Debentures	\$ 9,339,541,608.83	\$ 9,207,339,900.00	\$ 10,573,977.25
Debentures FR	\$ -	\$ -	\$ -
Debentures CL	\$ 1,100,000,000.00	\$ 1,085,400,000.00	\$ 2,601,417.00
Discount Notes	\$ 29,979,361,770.70	\$ 29,960,407,000.00	NA
Supranational Debentures	\$ 2,215,238,528.33	\$ 2,151,711,500.00	\$ 4,681,224.00
Supranational Debentures FR	\$ -	\$ -	\$ -
CDs and YCDs FR	\$ -	\$ -	\$ -
Bank Notes	\$ -	\$ -	\$ -
CDs and YCDs	\$ 13,835,000,000.00	\$ 13,818,806,856.78	\$ 21,271,062.51
Commercial Paper	\$ 12,043,520,242.90	\$ 12,049,514,547.31	NA
Corporate:			
Bonds FR	\$ -	\$ -	\$ -
Bonds	\$ 448,806,188.80	\$ 431,129,370.00	\$ 2,562,883.48
Repurchase Agreements	\$ -	\$ -	\$ -
Reverse Repurchase	\$ -	\$ -	\$ -
Time Deposits	\$ 4,224,000,000.00	\$ 4,224,000,000.00	NA
PMIA & GF Loans	\$ 825,022,000.00	\$ 825,022,000.00	NA
TOTAL	\$ 225,873,242,394.00	\$ 223,584,404,525.47	\$ 234,748,109.42

Fair Value Including Accrued Interest \$ 223,819,152,634.89

Repurchase Agreements, Time Deposits, PMIA & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).

Cash Position



II.
ACTION & DISCUSSION

The background is a light blue gradient with several realistic water droplets of various sizes scattered across the surface. The droplets have highlights and shadows, giving them a three-dimensional appearance.

YUIMA MUNICIPAL WATER DISTRICT

2022-2023

PROPOSED BUDGET

REVENUE REQUIREMENTS

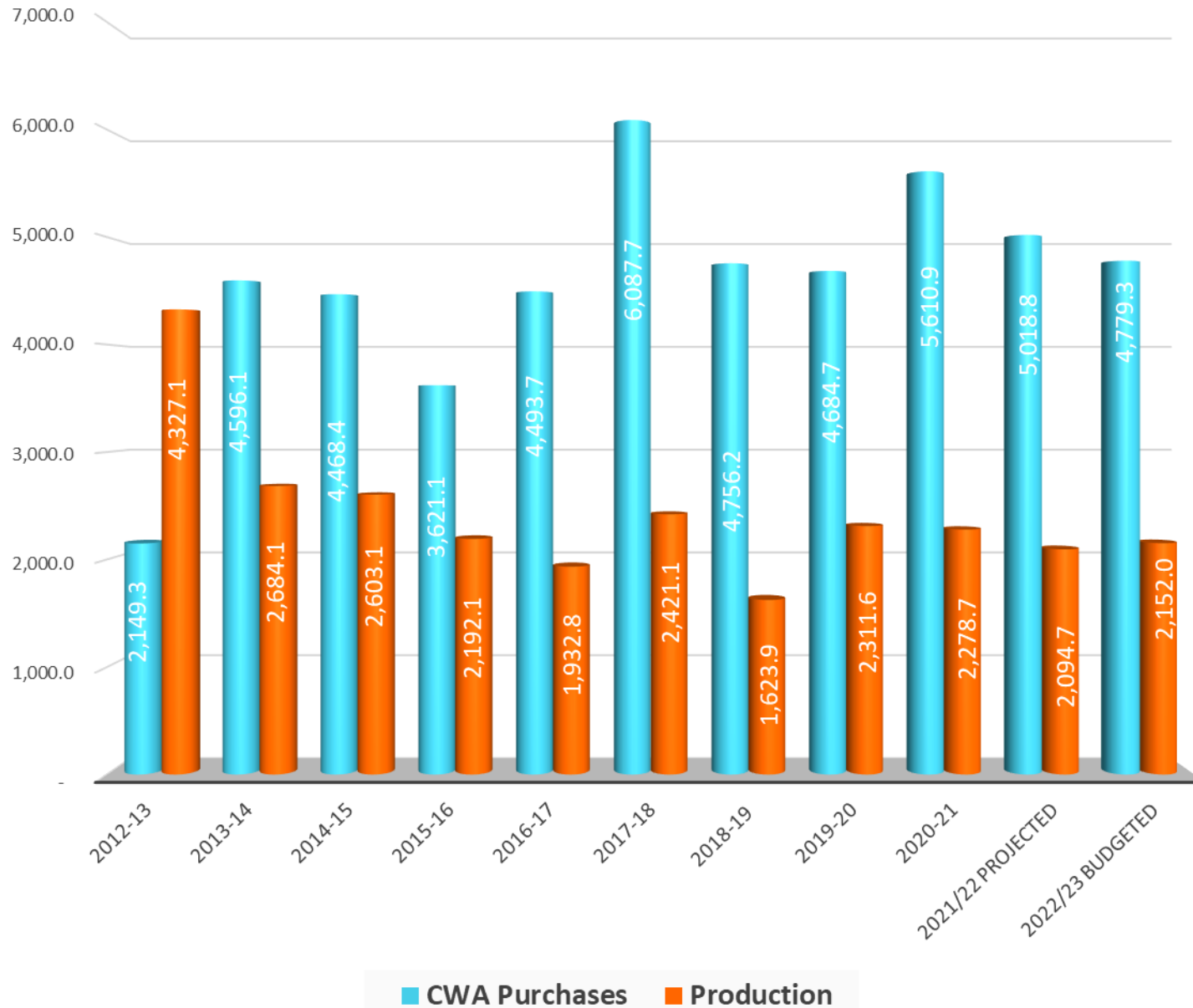
• SOURCE OF SUPPLY	\$7,392,446 (↑ 17.7%)
• PUMPING	1,737,954 (↑ 5.7%)
• WATER TESTING	142,901 (↑ 15.1%)
• TRANSMISSION & DISTRIBUTION	409,008 (↑ 1.4%)
• CUSTOMER SERVICE	104,536 (↓ 2.5%)
• GENERAL & ADMINISTRATIVE	1,782,865 (↑ 2.6%)
• GENERAL PLANT	<u>862,533 (↓ 1.6%)</u>

TOTAL REVENUE REQUIREMENT (EXPENSES)

\$12,432,241*

* DIFFERENCE DUE TO ROUNDING

CWA Purchases vs. Production Comparison



LOCAL PRODUCTION & CWA WATER PURCHASES

- BASED ON 10-YEAR AVERAGE
- LOCAL PRODUCTION – ESTIMATES A 2.7% INCREASE FROM FROM 21/22 PROJECTIONS. DUE TO THE ISSUES WITH WELL 20 BEING RESOLVED.
- CWA PURCHASED WATER, ESTIMATES A 4.3% DECREASE IN CWA PURCHASED WATER FROM 2021/22 PROJECTIONS.

CWA & MET RATES

THESE ARE ESTIMATES AS THE SDCWA RECOMMEND RATES HAVE NOT BEEN APPROVED

- CWA RATE ESTIMATES
 - 7.8 % INCREASE DOMESTIC
 - 4.5% INCREASE TO PSAWR

Metropolitan (MET) & County Water Authority Treated Water Rate				
Acre Foot Charge	Rate	Rate	Change	% of
	1/1/2022	1/1/2023	per Ac. Ft.	Change
MET Supply Rate				
MET Supply Rate	\$243	\$321	78	32.1%
MET System Access Rate	389	368	-21	-5.4%
MET System Power Rate	167	166	-1	-0.6%
<i>Subtotal</i>	799	855	56	7.0%
MET Treatment Surcharge	344	354	10	2.9%
Total MET Supply Cost	\$1,143	\$1,209	66	5.8%
	Rate	Rate	Change	% of
	1/1/2022	1/1/2023	per Ac. Ft.	Change
CWA's "All-in" Rate				
Melded Supply Rate	\$1,009	\$1,085	76	7.5%
Melded Treatment Rate	310	350	40	12.9%
Transportation Rate	173	173	0	0.0%
Cost of Treated Water	\$1,492	\$1,608	116	7.8%
Cost for Treated M&I	\$1,492	\$1,608	\$116	7.8%
CWA's PSAWR Rate				
Melded Supply Rate	\$1,009	\$1,085	76	7.5%
Less: Agricultural Credit Programs				
(1) CWA/PSAWR Program (Supply Cost Benefit)	-210	-230	20	0.0%
Melded Treatment Rate	310	350	40	12.9%
Transportation Rate	173	173	0	0.0%
Net PSAWR Ag. Rate	\$1,282	\$1,378	96	4.5%

CWA ESTIMATED FIXED COST PASS THROUGH CHARGES

FIXED COSTS	July -Dec 2022	Jan-Jun 2023	FY 2022/23 Charge
Capacity Charge - 5 year (MET Fixed CY Chg)	\$86,917	\$63,106	\$150,023
Customer Service Charge - 3 year (CWA Fixed CY Chg)	\$169,313	\$169,400	\$338,713
Readiness to Serve Charge - 10 year (MET Fixed FY Chg.)	\$58,103	\$58,103	\$116,206
Storage Charge - 3 year(CWA. Fixed CY Chg.)	\$108,271	\$99,352	\$207,623
Supply Reliability Charge - 5 year (New CWA Fixed CY Chg)	\$57,628	\$66,473	\$124,101
TOTAL excluding IAC	\$480,232	\$456,433	\$936,665

CWA CHARGES – CALENDAR YEAR

FIXED COSTS	CY2022	CY2023
Capacity Charge - 5 year (MET Fixed CY Chg)	\$ 173,833	\$ 126,212
Customer Service Charge - 3 year (CWA Fixed CY Chg)	338,626	338,799
Readiness to Serve Charge - 10 year (MET Fixed FY Chg.)	182,501	116,206
Storage Charge - 3 year(CWA. Fixed CY Chg.)	216,542	198,703
Supply Reliability Charge - 5 year (New CWA Fixed CY Chg)	115,256	132,946
TOTAL excluding IAC	\$ 1,026,758	\$ 912,866

SOURCE OF SUPPLY ESTIMATE

		ACFT	July, 2022 thru 12/31/22		Jan, 2023 thru 6/30/2023		
	CWA Purchases	4780	3,127.7	65.4%	1,652.3	34.6%	4,780
		Non-PSAWR	\$1,492.00		\$1,608		
		PSAWR	\$1,282.00		\$1,378.00		
83.7%	Total PSAWR	4,000.00	\$3,355,387.20	83.68%	\$1,905,318.78		\$5,260,705.98
16.3%	Total Non-PSAWR	780.00	<u>\$761,506.80</u>	16.32%	<u>\$433,565.60</u>		<u>\$1,195,072.40</u>
			\$4,116,893.99		\$2,338,884.38		\$6,455,778.37
	Plus Fixed Cost Fees and Charges						\$936,666.00
	Total Estimated Source of Supply						\$7,392,444.37

PERSONNEL

- PERSONNEL COMMITTEE RECOMMENDATIONS USED IN BUDGET PREPARATION
 - NO COLA INCREASE
 - ONE-TIME NON-PERSABLE BONUS
- SALARIES & BENEFITS OF \$1,449,253 MAKES UP 11.6% OF TOTAL BUDGET EXPENDITURES
 - TOTAL SALARIES \$813,628 – 56.2% OF TOTAL PERSONNEL COSTS
 - INCREASE OF \$53,269 (7%) FROM 2021/22
 - TOTAL BENEFITS \$634,179 – 43.8% OF TOTAL PERSONNEL COSTS
 - RETIREE ASSOCIATED COSTS \$31,848 - 5% OF TOTAL BENEFITS
 - PERS ACTIVE EMPLOYEES -16% OF TOTAL BENEFITS
 - PERS UNFUNDED LIABILITY – 32.5% OF TOTAL BENEFITS
 - MEDICAL, DENTAL, VISION, ETC. – 25.5% OF TOTAL BENEFITS
 - VACATION/SICK LEAVE ACCRUAL – 21% OF TOTAL BENEFITS
- SALARY EXPENSES ARE ALLOCATED TO EACH EXPENSE CATEGORY BASED ON THE AMOUNT OF TIME SPENT BY STAFF WORKING WITHIN THAT CATEGORY DURING THE PRECEDING YEAR.

EXPENSE CATEGORIES

PUMPING:		
Salaries & Wages		28,954
Power		1,663,000
Maintenance		46,000
Total		<u>1,737,954</u>

WATER TREATMENT:		
Salaries & Wages		77,801
Supplies/Chlorine		40,100
Maintenance & Wtr. Testing		23,000
Power		2,000
Total		<u>142,901</u>

TRANSMISSION & DISTRIBUTION:		
Salaries & Wages		228,303
Materials & Supplies		2,500
Telemetry		10,000
Engineering		-
Maintenance		166,905
Signal Channel		1,300
Total		<u>409,008</u>

CUSTOMER EXPENSE:		
Salaries & Wages		102,536
Meter Repair & Maintenance		2,000
Total		<u>104,536</u>

GENERAL & ADMINISTRATIVE:		
Salaries & Wages		449,971
Benefits		503,523
Professional Services-SGMA		8,000
Legal Fees		20,000
Accounting/Audit Fees		21,500
Insurance		70,342
Auto Expense		33,500
Telephone Expense		20,588
Uniform Expense		3,510
Office Expense		20,260
Postage Expense		4,000
Computer Expense		32,200
License/Permits/LAFCO/Fees		30,000
Utilities		5,500
Medical Exams/Physicals		-
Manager Expense		4,500
115% Debt Service Reserve		535,971
Education/Training Expense		2,500
Membership Fees		17,000
Total		<u>1,782,865</u>

GENERAL PLANT:		
Salaries & Wages		56,719
Maintenance		21,000
Safety Programs/Equip.		1,500
Small Tools		2,400
Supplies		1,000
Radio Maintenance		550
Property Tax & Obsolete Inventory		850
Depreciation		778,514
Total		<u>862,533</u>

REVENUE SOURCES

WATER SALES	\$7,992,843
WATER SERVICES	16,672
SERVICE CONTRACTS	49,671
FIXED COST PASS THROUGH	936,666
METER CHARGES	797,129
PUMP ZONE CHARGES	1,507,495
TAX REVENUE	507,212
INVESTMENT INCOME	18,250
MISC INCOME AND LEASE INCOME	<u>115,256</u>
TOTAL REVENUE	11,941,194
REVENUE REQUIREMENT SHORTFALL COVERED BY RATE STABILIZATION FUNDS	491,047

	-----COMBINED-----				-----GENERAL DISTRICT-----			-----IMPROVEMENT DISTRICT A-----		
	PROPOSED	2021/22	2021/22	2020/21	PROPOSED	2021/22	2020/21	PROPOSED	2021/22	2020/21
	BUDGET	BUDGET	PROJECTED TO	ACTUAL	BUDGET	PROJECTED TO	ACTUAL	BUDGET	PROJECTED TO	ACTUAL
	2022/2023	06/30/22	06/30/21	2022/2023	06/30/22	06/30/21	2022/2023	06/30/22	06/30/21	
OPERATING REVENUES *	6,931.3 ac. ft.	* 6,460.6 ac. ft.	* 6,711.1 ac. ft.	* 7,935.7 ac. ft.	4,779.3 ac. ft.	5,099.2 ac. ft.	5,702.9 ac. ft.	4,729.0 ac. ft.	5,026.8 ac. ft.	5,314.3 ac. ft.
Water Sales ¹	7,992,843 ⁽¹⁾	7,327,872	7,094,040	8,595,553	6,889,538	6,794,726	7,704,943	5,456,031	5,263,712	5,534,006
Water Services	16,672	5,200	(1,899)	81,461	16,672	(1,974)	81,461	-	75	-
Service Contracts	49,671	34,488	34,741	32,222	49,671	34,741	32,222	-	-	-
CWA/MET Fixed Costs	936,666	1,003,181	982,463	892,789	936,666	982,463	892,789	-	-	-
Meter Charges	797,129	796,414	784,425	784,650	325,800	325,750	324,948	471,329	458,675	459,702
Pump Zone Charges	1,507,495	1,429,250	1,603,910	1,716,082	479,095	525,846	598,658	1,028,400	1,078,064	1,117,424
Total Operating Revenues	11,300,477	10,596,405	10,497,680	12,102,757	8,697,443	8,661,551	9,635,023	6,955,760	6,800,526	7,111,132
OPERATING EXPENSES										
SOURCE OF SUPPLY:								* 2,577.0 ac. ft.	* 3,265.3 ac. ft.	* 3,081.5 ac. ft.
Purchased Water - SDCWA	6,455,780	5,262,162	6,124,180	6,849,214	6,455,778	6,124,180	6,849,214	4,352,726	4,964,397	4,643,396
Purchased Water - Local	-	16,400	1,135	180,424	-	1,135	180,424	-	-	-
CWA/MET Fixed Costs	936,666	1,003,181	995,346	902,400	936,666	995,346	902,400			
Total	7,392,446	6,281,743	7,120,661	7,932,038	7,392,444	7,120,661	7,932,038	4,352,726	4,964,397	4,643,396
PUMPING:										
Salaries & Wages	28,954	25,392	22,223	21,352	1,111	751	49	27,843	21,471	21,303
Power	1,663,000	1,540,100	1,737,732	1,570,245	473,000	522,073	504,058	1,190,000	1,215,659	1,066,187
Maintenance	46,000	78,000	48,006	43,705	5,000	5,120	2,980	41,000	42,885	40,725
Total	1,737,954	1,643,492	1,807,960	1,635,303	479,111	527,945	507,088	1,258,843	1,280,016	1,128,215
WATER TREATMENT:										
Salaries & Wages	77,801	52,727	61,694	47,481	32,443	13,418	13,211	45,358	48,276	34,269
Supplies/Chlorine	40,100	35,000	43,122	43,866	2,500	3,905	2,789	37,600	39,217	41,077
Maintenance & Wtr. Testing	23,000	33,200	23,703	22,596	6,000	5,971	8,225	17,000	17,732	14,371
Power	2,000	3,200	1,764	2,574	1,500	1,434	2,263	500	330	311
Total	142,901	124,127	130,283	116,516	42,443	24,728	26,488	100,458	105,555	90,028
TRANSMISSION & DISTRIBUTION:										
Salaries & Wages	228,303	228,402	224,457	174,339	105,234	94,194	103,253	123,069	130,263	71,086
Materials & Supplies	2,500	4,200	1,958	2,879	1,500	1,427	2,479	1,000	531	399
Telemetry	10,000	7,200	22,848	10,321	5,000	8,060	3,902	5,000	14,788	6,418
Engineering	-	-	443	4,688	-	148	1,563	-	296	3,125
Maintenance	166,905	161,747	59,363	74,370	63,449	43,040	30,549	103,456	16,176	43,821
Signal Channel	1,300	1,500	1,089	1,284	1,000	993	1,188	300	96	96
Total	409,008	403,049	310,159	267,878	176,183	147,863	142,935	232,825	162,149	124,945

¹ Combined Water Sales figures have been reduced by the amount allocated for IDA purchased water to eliminate duplication of inter-district exchange.

	PROPOSED BUDGET 2022/2023	-----COMBINED-----			-----GENERAL DISTRICT-----			-----IMPROVEMENT DISTRICT A-----		
		2021/22 BUDGET	2021/22 PROJECTED TO 06/30/22	2020/21 ACTUAL 06/30/21	PROPOSED BUDGET 2022/2023	2021/22 PROJECTED TO 06/30/22	2020/21 ACTUAL 06/30/21	PROPOSED BUDGET 2022/2023	2021/22 PROJECTED TO 06/30/22	2020/21 ACTUAL 06/30/21
CUSTOMER EXPENSE:										
Salaries & Wages	102,536	97,174	100,510	65,519	51,018	45,423	30,114	51,518	55,087	35,406
Meter Repair & Maintenance	2,000	10,000	9,225	8,433	500	83	4,507	1,500	9,142	3,926
Total	104,536	107,174	109,735	73,951	51,518	45,506	34,620	53,018	64,229	39,332
GENERAL & ADMINISTRATIVE:										
Salaries & Wages	449,971	453,198	285,766	324,605	187,638	118,128	145,345	262,333	167,638	179,259
Benefits	503,523	474,045	697,970	695,858	210,803	294,905	301,004	292,720	403,065	394,854
Professional Services-SGMA	8,000	7,000	8,079	15,084	3,336	3,340	6,816	4,664	4,739	8,268
Legal Fees	20,000	55,000	29,573	82,942	8,340	10,129	40,930	11,660	19,444	42,012
Accounting/Audit Fees	21,500	16,500	23,279	18,485	8,966	8,104	8,671	12,535	15,175	9,814
Insurance	70,342	66,103	75,417	70,994	29,333	33,418	30,492	41,009	41,999	40,502
Auto Expense	33,500	23,500	27,727	35,772	13,970	13,563	16,183	19,531	14,164	19,589
Telephone Expense	20,588	14,215	13,446	11,436	8,585	5,639	5,181	12,003	7,807	6,255
Uniform Expense	3,510	3,510	3,415	2,996	1,464	1,417	1,328	2,046	1,998	1,668
Office Expense	20,260	15,265	23,212	27,113	8,448	9,633	13,082	11,812	13,579	14,031
Postage Expense	4,000	2,000	4,550	3,079	1,668	1,866	1,418	2,332	2,685	1,661
Computer Expense	32,200	29,710	42,059	32,808	13,427	17,224	10,937	18,773	24,835	21,871
License/Permits/LAFCO/Fees	30,000	16,600	21,043	21,320	12,510	11,996	7,817	17,490	9,047	13,503
Utilities	5,500	4,200	5,468	10,043	2,294	2,285	4,714	3,207	3,183	5,330
Medical Exams/Physicals	-	-	380	99	-	158	39	-	223	60
Manager Expense	4,500	500	6,425	1,976	1,877	2,482	883	2,624	3,943	1,092
115% Debt Service Reserve	535,971	540,725	-	-	388,958	-	-	147,013	-	-
Education/Training Expense	2,500	-	5,764	877	1,043	1,996	384	1,458	3,768	493
Membership Fees	17,000	16,000	20,174	16,036	7,089	7,062	7,504	9,911	13,113	8,531
Total	1,782,865	1,738,071	1,293,749	1,371,523	909,747	543,345	602,728	873,118	750,404	768,794
GENERAL PLANT:										
Salaries & Wages	56,719	79,631	44,978	69,911	23,652	19,259	34,458	33,067	25,719	35,453
Maintenance	21,000	13,500	31,299	40,098	8,757	12,476	13,060	12,243	18,823	27,037
Safety Programs/Equip.	1,500	1,500	1,233	4,368	626	510	2,139	875	723	2,230
Small Tools	2,400	1,200	2,241	4,667	1,001	954	1,985	1,399	1,287	2,683
Supplies	1,000	1,000	1,018	1,942	417	423	823	583	595	1,118
Radio Maintenance	550	550	532	463	229	151	207	321	382	256
Property Tax & Obsolete Inventory	850	850	355	414,082	500	355	132,625	350	-	281,457
Depreciation	778,514	778,514	778,514	652,405	393,514	393,514	279,810	385,000	385,000	372,596
Total	862,533	876,745	860,170	1,187,936	428,696	427,642	465,107	433,838	432,528	722,829
TOTAL OPERATING EXPENSE	12,432,241	11,174,401	11,632,716	12,585,144	9,480,141	8,837,689	9,711,004	7,304,825	7,759,276	7,517,540
OPERATING MARGIN	(1,131,764)	(577,996)	(1,135,037)	(482,387)	(782,698)	(176,138)	(75,981)	(349,065)	(958,750)	(406,408)

		-----COMBINED-----			-----GENERAL DISTRICT-----			-----IMPROVEMENT DISTRICT A-----		
	PROPOSED BUDGET 2022/2023	2021/22 BUDGET	2021/22 PROJECTED TO 06/30/22	2020/21 ACTUAL 06/30/21	PROPOSED BUDGET 2022/2023	2021/22 PROJECTED TO 06/30/22	2020/21 ACTUAL 06/30/21	PROPOSED BUDGET 2022/2023	2021/22 PROJECTED TO 06/30/22	2020/21 ACTUAL 06/30/21

OPERATING MARGIN - from page 2	(1,131,764)	(577,996)	(1,135,037)	(482,387)	(782,698)	(176,138)	(75,981)	(349,065)	(958,750)	(406,408)
---------------------------------------	--------------------	-----------	-------------	-----------	------------------	-----------	----------	------------------	-----------	-----------

NON-OPERATING REVENUES

Tax Revenue - General	507,212	384,832	512,893	494,136	428,949	431,830	419,135	78,263	81,063	75,001
Water Availability	92,936	68,935	95,782	98,071	64,882	67,223	67,041	28,054	28,559	31,030
MET Stand-by credit	-	107,731	107,695	103,172	-	80,059	75,316	-	27,635	27,856
MET Ready-to-Serve charge	-	-	-	-	-	-	-	-	-	-
Connection Fees/Debt Service Interest	(147,349)	(150,406)	(106,239)	(160,641)	(123,225)	(69,100)	(131,779)	(24,124)	(37,138)	(28,863)
SDCWA-Infrastructure Access Charge Collected	29,402	31,140	30,883	28,482	29,402	30,883	28,482	-	-	-
Misc. Income & Lease Fees	125,401	117,942	212,466	273,243	-	88,978	150,793	125,401	123,488	122,450
Interest on Investments & Deliq. Accts.	31,500	48,500	(33,714)	50,295	17,500	(76,186)	18,584	14,000	4,970	31,711
County Contribution to Fire Protection	-	-	-	6,421	-	-	6,421	-	-	-
	-	-	-	-	-	-	-	-	-	-

NON-OPERATING EXPENSES

Water Availability to Capital Reserve	(92,936) ⁽²⁾	(68,935)	(95,782)	(98,071)	(64,882)	(67,223)	(67,041)	(28,054)	(28,559)	(31,030)
MET Stand-by charge to Capital	- ⁽³⁾	(107,730)	(107,695)	(103,172)	-	(80,059)	(75,316)	-	(27,635)	(27,856)
MET Ready-to-serve to Capital	- ⁽⁴⁾	-	-	-	-	-	-	-	-	-
Conn. Fees/Debt Int Exp. to Capital	147,349 ⁽⁵⁾	150,406	100,056	160,641	123,225	69,100	131,779	24,124	30,956	28,863
SDCWA-Infrastructure Access Charge	(39,547) ⁽⁶⁾	(41,286)	(40,338)	(37,655)	(29,402)	(30,875)	(28,836)	(10,146)	(9,464)	(8,819)
50% Invest Rev. to Capital Reserve	(13,250) ⁽⁷⁾	(32,250)	(13,886)	(22,981)	(8,750)	(9,905)	(14,417)	(4,500)	(3,981)	(8,564)
Transfer Fire Protection Funds to Fire	-	-	653	(5,036)	-	-	(6,421)	-	653	1,385
Trans. to Capital Reserves	- ⁽⁸⁾	(130,506)	-	(222,016)	-	-	-	-	-	(222,016)
Transfer from Rate Stabilization Fund	491,047	199,620	708,671	-	345,000	-	-	146,047	708,671	-
Total Non-Operating Revenues	1,131,764	577,993	1,371,446	564,889	782,698	434,726	573,741	349,065	899,218	(8,852)

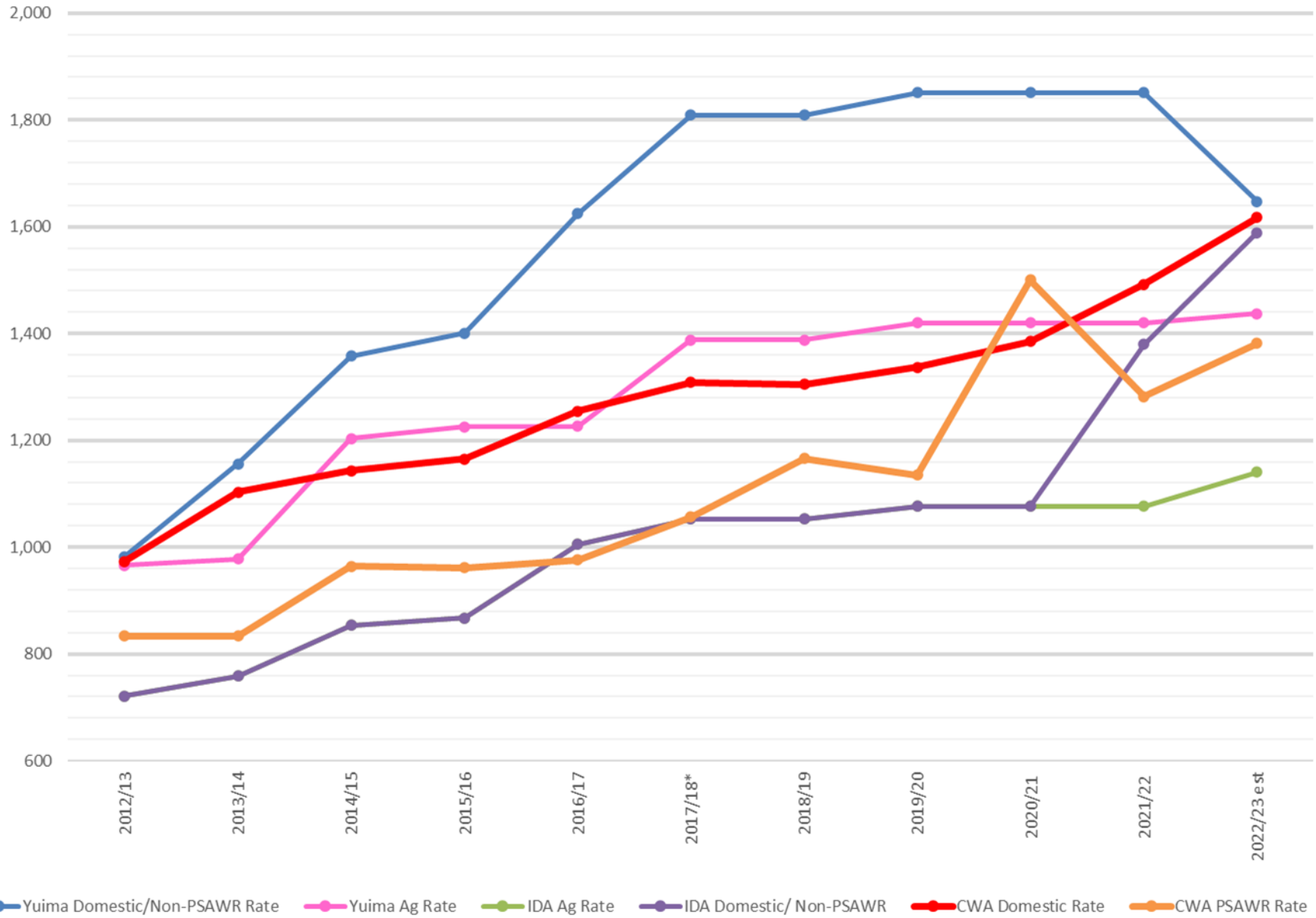
NET MARGIN	0	1	236,409	82,502	0	258,588	497,760	0	(59,532)	(415,259)
-------------------	----------	----------	---------	--------	----------	---------	---------	----------	----------	-----------

RECAP	TOTAL INCOME	12,432,241	11,174,398	11,869,126	12,667,646	9,480,141	9,096,277	10,208,764	7,304,825	7,699,744	7,102,280
	TOTAL EXPENSE	12,432,241	11,174,398	11,632,715	12,585,144	9,480,141	8,837,689	9,711,004	7,304,825	7,759,276	7,517,540
	NET MARGIN	0	0	236,410	82,502	0	258,588	497,760	0	(59,532)	(415,259)

BASE WATER RATE

Rate Category	Current		Proposed		% Increase	Per Unit Increase
	Per Unit	Acre Foot	Per Unit	Acre Foot		
Yuima PSAWR Agricultural Rate	\$ 3.2606	\$1,420.30	\$ 3.2714	\$1,425.03	0.3%	\$ 0.0109
Yuima Domestic and Non-PSAWR Agricultural Rate	\$ 4.2491	\$1,850.89	\$ 3.7694	\$1,641.95	-11.3%	\$ (0.4797)
IDA PSAWR Agricultural Rate	\$ 2.4715	\$1,076.59	\$ 2.5526	\$1,111.89	3.3%	\$ 0.0810
IDA Domestic and Non-PSAWR Agricultural Rate	\$ 3.1677	\$1,379.85	\$ 3.5598	\$1,550.66	12.4%	\$ 0.3921

CWA Rate / Yuima Rate History Comparison



RATE COMPARISON - DOMESTIC

DISTRICT		EFFECTIVE	DOMESTIC / Non-PSAWR AG*	PUMP ZONE CHARGE per AC.FT.
VALLECITOS WD		08/24/20	3,904.33	47.90 - 283.10
RAMONA MWD		02/15/21	2,857.54	574.99
RINCON DEL DIABLO		09/01/19	2,828.62	94.49
OLIVENHAIN MWD		03/01/22	2,972.54	-
VISTA IRRIGATION DISTRICT		04/01/22	2,257.47	-
VALLEY CENTER MWD		02/01/22	2,361.13	43.58 - 389.43
FALLBROOK PUD		01/01/21	2,703.95	365.90
RAINBOW MWD	Rainbow does not pay the CWA \$173acre foot transportation charge	02/01/22	2,178.00	56.63 - 1372.14
YUIMA MWD - GENERAL DISTRICT		07/01/22	1,641.03	100.25
YUIMA MWD - GENERAL DISTRICT	Current	07/01/19	1,850.89	98.55
YUIMA MWD - IDA		07/01/22	1,550.66	73.62 - 354.59
YUIMA MWD - IDA	Current	01/01/22	1,379.85	70.11 - 337.70

RATE COMPARISON - AGRICULTURAL

DISTRICT		EFFECTIVE	PSAWR AGRICULTURAL *	PUMP ZONE CHARGE per AC.FT.
RAMONA MWD		02/15/21	2,596.18	574.99
RINCON DEL DIABLO		09/01/19	2,873.81	94.49
OLIVENHAIN MWD		03/01/22	2,561.33	-
VALLECITOS WD		08/24/20	2,069.10	47.90 - 283.10
VISTA IRRIGATION DISTRICT		04/01/22	1,785.96	-
VALLEY CENTER MWD		02/01/22	1,777.77	47.93 - 428.37
FALLBROOK PUD		01/01/21	1,730.15	365.90
RAINBOW MWD	Rainbow does not pay the CWA \$173 acre foot transportation charge	02/01/22	1,494.72	56.63 - 1,372.14
YUIMA MWD - GENERAL DISTRICT	1.20%	07/01/22	1,425.03	100.25
YUIMA MWD - GENERAL DISTRICT	Current	07/01/19	1,420.30	98.55
YUIMA MWD - IDA	5.90%	07/01/22	1,111.89	73.62 - 354.59
YUIMA MWD - IDA	Current	01/01/22	1,076.57	73.62 - 354.59

MONTHLY METER RATES

YUIMA MWD Proposed Meter Rates 2022/23

Monthly Meter Charges:

The flat monthly meter fee is designed to collect, in the most equitable way, the fixed costs of operating the District. These costs include maintenance or meters, storage facilities, pump stations, pipelines and customer service costs for meter reading and billing.

GENERAL DISTRICT					IDA				
Meter Size	Current Rate	Proposed Rate	Increase		Meter Size	Current Rate	Proposed Rate	Increase	
5/8"	\$ 36.81	\$ 36.81	0%		5/8"	\$ 36.81	\$ 36.81	0%	
1"	\$ 58.91	\$ 58.91	0%		1"	\$ 58.91	\$ 58.91	0%	
1 1/2"	\$ 110.50	\$ 110.50	0%		1 1/2"	\$ 110.50	\$ 110.50	0%	
2"	\$ 191.54	\$ 191.54	0%		2"	\$ 191.54	\$ 191.54	0%	
3"	\$ 353.59	\$ 353.59	0%		3"	\$ 353.59	\$ 353.59	0%	
4"	\$ 604.06	\$ 604.06	0%		4"	\$ 604.06	\$ 604.06	0%	
5"	\$ 854.51	\$ 854.51	0%		5"	\$ 854.51	\$ 854.51	0%	
6"	\$ 1,105.00	\$ 1,105.00	0%		6"	\$ 1,105.00	\$ 1,105.00	0%	
6" - IDA	\$ 1,105.00	\$ 1,105.00	0%		6" - IDA	\$ 1,105.00	\$ 1,105.00	0%	
8"	\$ 1,915.30	\$ 1,915.30	0%		8"	\$ 1,915.30	\$ 1,915.30	0%	
10" - IDA	\$ 2,872.27	\$ 2,872.27	0%		10" - IDA	\$ 2,872.27	\$ 2,872.27	0%	

Improvement District A Pays the fixed charges to the general district on its three interdepartmental tap meters.

METER CHARGE COMPARISON

EFFECTIVE	DISTRICT	5/8"	3/4"	1"	1 1/2"	2"	2 1/2"	3"	4"	5"	6"	8"
3/1/2022	OLIVENHAIN (2.5% increase)	30.90	40.41	68.93	106.94	167.16	303.41	331.93	550.57	-	1,149.45	2,068.36
2/1/2022	RAINBOW - Domestic Meter	37.59	37.59	62.65	125.30	200.48	-	438.55	789.39	-	1,628.90	-
2/1/2022	RAINBOW - <i>Agriculture Meter</i>	84.94	84.94	141.57	283.13	453.01	-	990.97	1,783.74	-	3,680.73	-
2/15/2021	RAMONA MWD	38.47	38.47	59.35	110.91	176.11	-	366.16	648.23	-	-	-
1/1/2019	RINCON DEL DIABLO	35.88	-	50.93	76.03	106.14	-	201.49	276.76	-	527.68	828.78
8/24/2020	VALLECITOS WD	36.55	36.55	53.31	137.11	220.91	-	338.23	505.83	-	1,008.63	-
2/1/2022	VALLEY CENTER MWD	-	45.12	61.64	92.46	123.28	-	184.92	-	-	-	-
4/1/2022	VISTA IRRIGATION DIST.	32.82	43.30	63.98	116.14	178.50	-	344.85	531.89	-	1,259.65	1,675.71
1/1/2022	FALLBROOK PUD	-	56.20	85.79	159.73	248.48	-	485.11	751.33	-	1,490.84	-
07/01/2017	YUIMA MWD - Current	36.81	-	58.91	110.50	191.54	-	353.59	604.06	854.51	1,105.00	1,915.30
07/01/2022	YUIMA MWD - No Increase	36.81	-	58.91	110.50	191.54	-	353.59	604.06	854.51	1,105.00	1,915.30

METER CHARGES – FIXED COST RECOVERY

- NO PROPOSED INCREASE TO MONTHLY METER CHARGE
- THE ESTIMATED FIXED COST RECOVERY IS 29.1%

	2021/22 Budgeted	Combined Proposed Budget 2022/23
FIXED COSTS		
Capacity Reservation Charge (MET Fixed CY Chg)	\$160,410	\$150,023
Customer Service Charge (CWA Fixed CY Chg)	330,516	338,713
Readiness to Serve Charge (MET Fixed FY Chg.)	11,029	116,206
Storage Charge (CWA. Fixed CY Chg.)	219,342	207,623
Supply Reliability Charge (New CWA Fixed CY Chg)	<u>110,412</u>	<u>124,101</u>
TOTAL FIXED COSTS FROM CW/MET	\$831,709	936,665
Customer Expense	61,647	104,536
Fixed Cost- Tap Meters / CWA Pass-Thru	336,417	949,408
General & Administrative	1,627,225	1,784,865
General Plant	84,019	83,170
Less: Service Contracts	-32,200	-175,072
Less: Water Services	<u>-800</u>	<u>-5,858</u>
TOTAL PROJECTED FIXED COSTS	\$2,076,308	\$2,741,049
REVENUES		
Revenue's Allocated to fixed cost recovery		
Meter Charge Revenue	<u>797,129</u>	<u>\$ 796,514</u>
Fixed Cost Pass Thru Revenue		
Fixed Cost Recovery	38.39%	29.1%

PUMP ZONE RATES

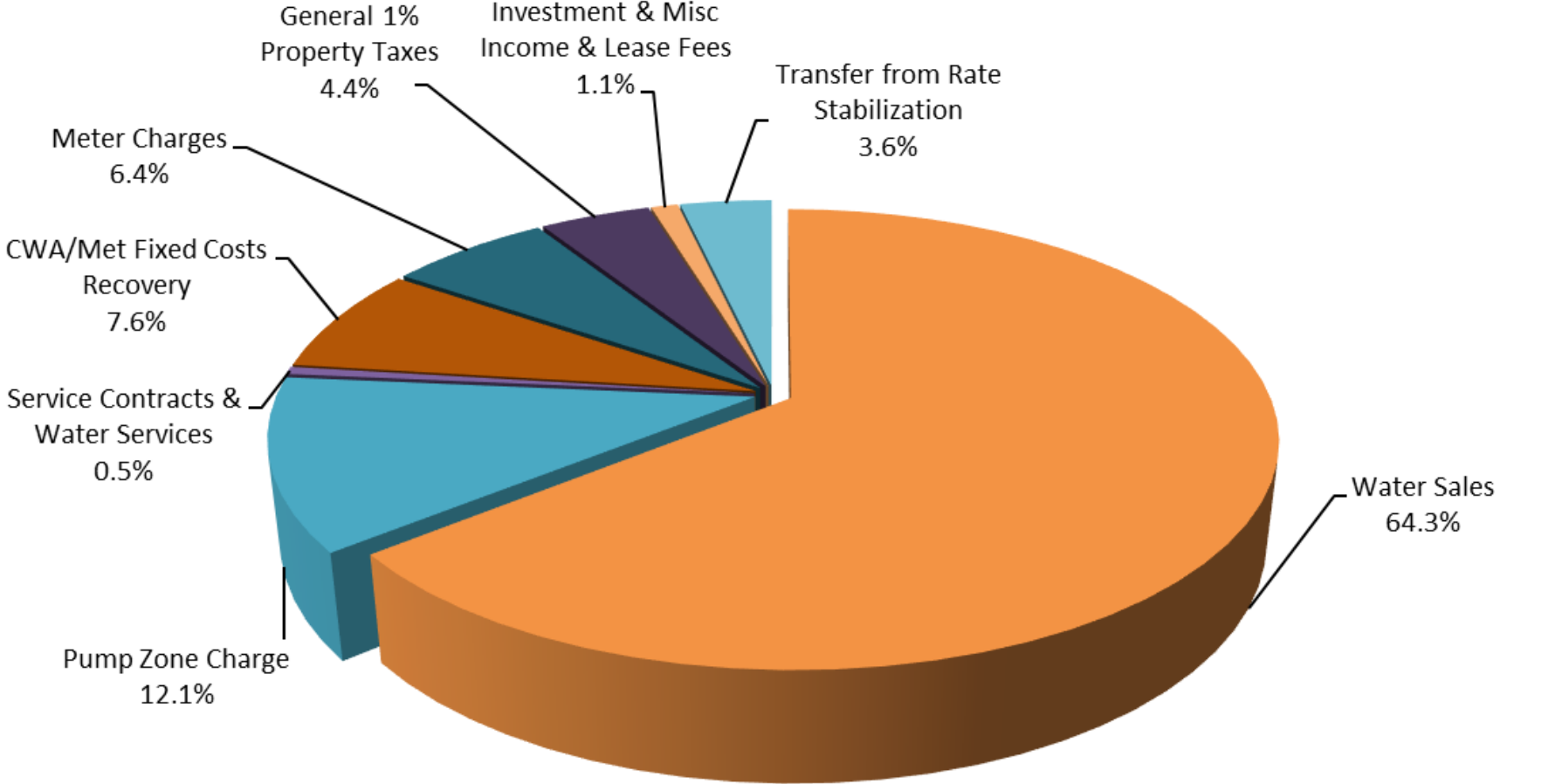
THERE IS NO PROPOSED INCREASE IN THE IDA PUMPING RATE FOR THE 2022/23 FISCAL YEAR.

GENERAL DISTRICT PUMP ZONE RATES ARE DECREASED 3.1%

Yuima Pump Zone Charge*		
Pump Zone	Current Rate Per 100 cubic feet	Proposed decrease to Pump Zone 5 & 6
1	.16900	.16900
2	.37914	.37914
3	.64249	.64249
4	.81402	.81402
5	.23755	.23010
6	.23755	.23010
7	.81402	.81402
10	.81402	.81402
11	.23755	.23010

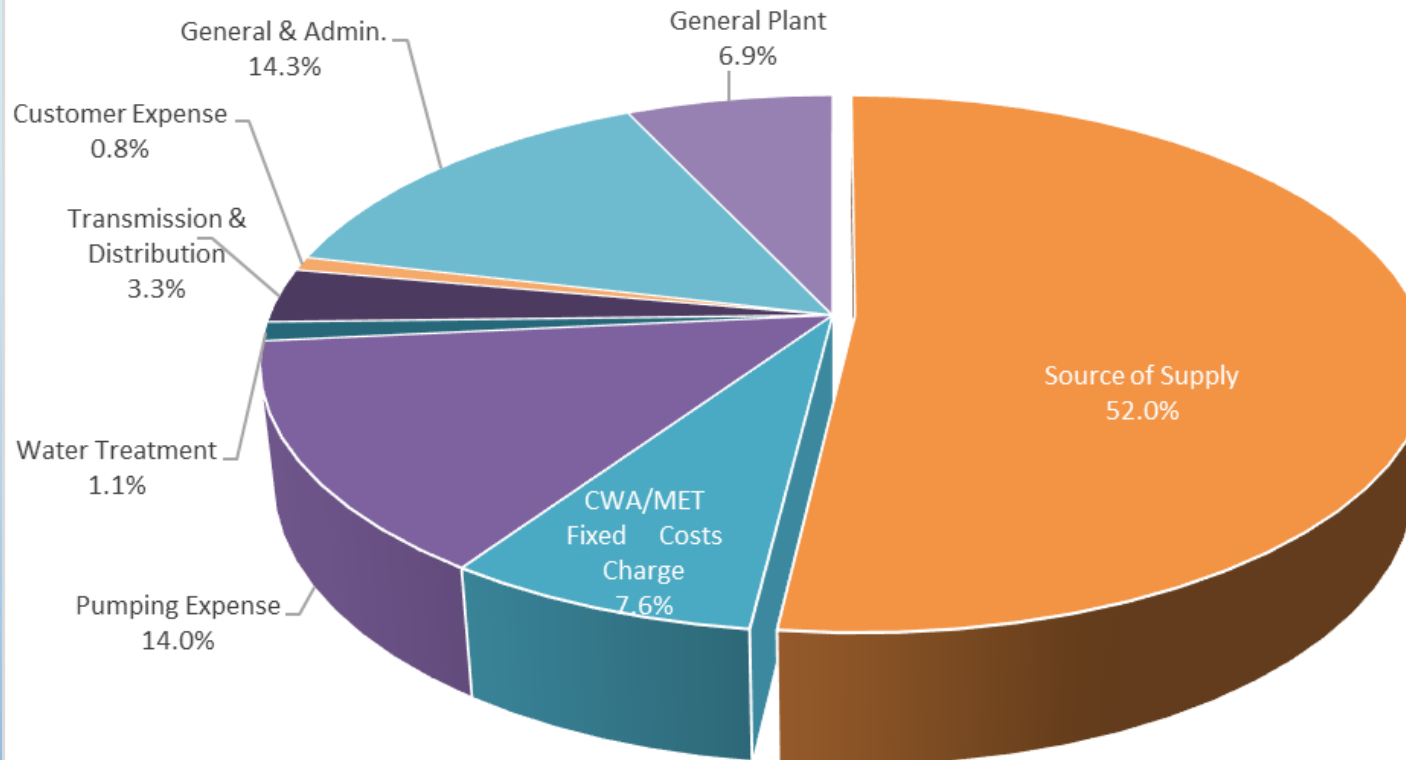
BUDGET RECAP - SOURCE OF REVENUES 2022-23

BUDGET - SOURCE OF REVENUES (\$12.4 million)



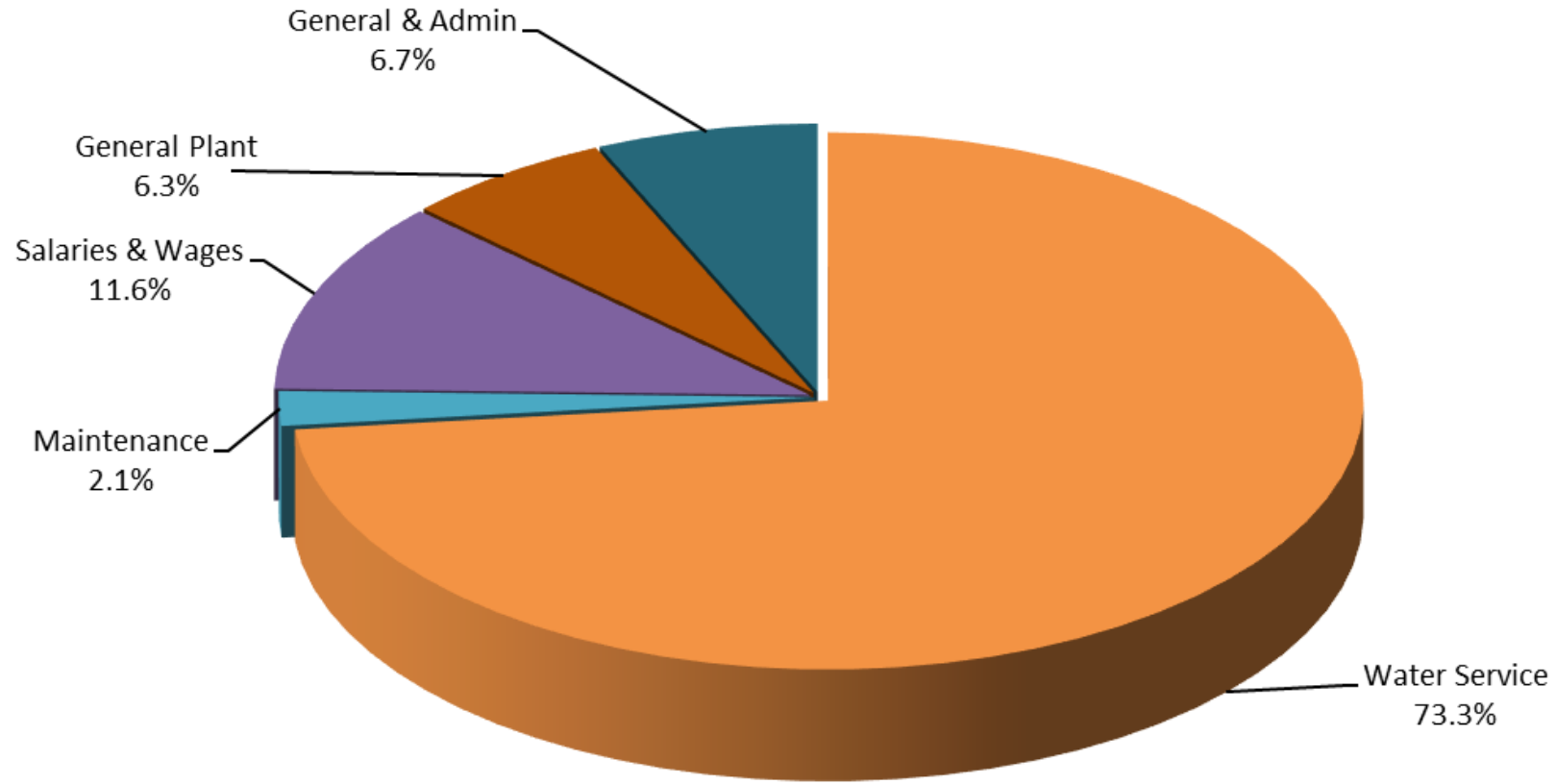
BUDGET RECAP - EXPENDITURES BY BUDGET ELEMENTS 2022-23

MAJOR BUDGET ELEMENTS - EXPENDITURES (\$12.4 million)

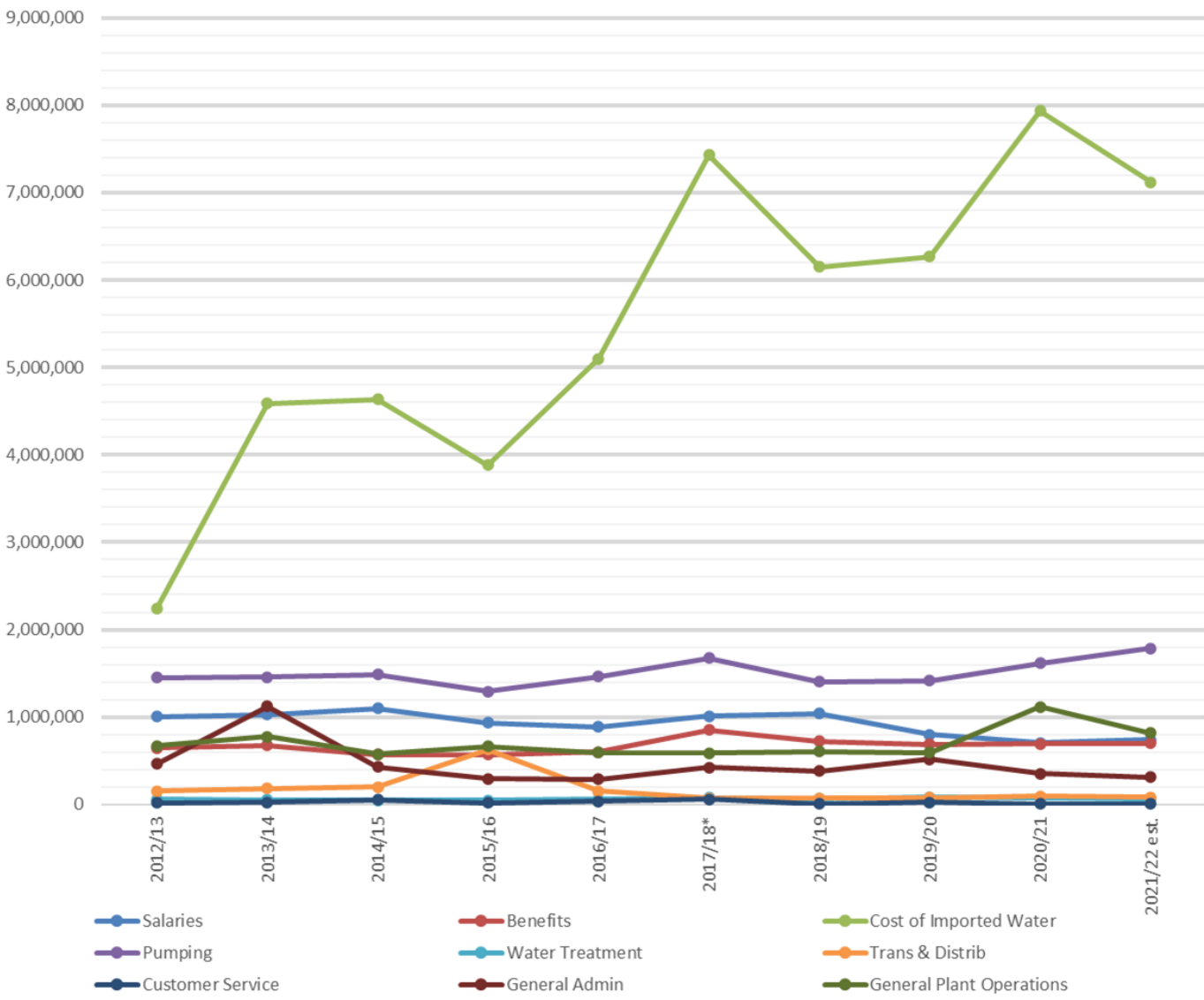


**BUDGET RECAP - EXPENSE BY MAJOR CATEGORY
2022-23**

MAJOR BUDGET CATEGORIES - EXPENDITURES (\$12.4 million)



Historical Operating Costs



CAPITAL PROJECTS

YUIMA MUNICIPAL WATER DISTRICT 2022-23 Proposed Capital Projects Budget

	Proposed 2022-23 Budget	Approved Project Est. Exp Carry Forward	Current Year Expenditures 6/30/2021	Prior Year Expenditures Forward	Percent Expended to Budget
McNally Tank 2 Interior and Exterior Recoating	\$ -	\$ 450,000	\$ -	\$ -	0%
Total General District Capital Projects - Proposed 2022-23	\$0	\$ 450,000	\$ -	\$ -	0%
Pump Station 4 Pump Cover	\$ -	\$ 20,000		\$ -	0%
Pump Station 4 Bypass Valve	\$ -	\$ 9,764		\$ -	0%
Dunlap CL2 Analyzer Building Replacement	\$ -	\$ 10,000		\$ -	0%
Total IDA Capital Projects - Proposed for 2020-21	\$ -	\$ 39,764	\$ -	\$ -	
Total Proposed General District & IDA Capital Projects 2018-19	\$ -	\$ 489,764	\$ -	\$ -	
		\$489,764		\$0	

**YUIMA MUNICIPAL WATER DISTRICT
CAPITAL RESERVE FUND BALANCE
Projected 2021/22 & Estimated 2022/23**

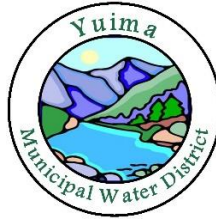
	COMBINED		GENERAL DISTRICT		IMPROVEMENT DIST. "A"	
	Estimated 2022/23	Estimate 6/30/2022	Estimated 2022/23	Estimate 6/30/2022	Estimated 2022/23	Estimate 6/30/2022
Capital Reserve Balance @ 07/01/2021	\$ 1,972,471.53	\$ 1,407,051.99	\$ 1,482,275.55	\$ 1,056,515.55	\$ 490,195.98	\$ 350,536.44
<u>ADDITIONS & TRANSFERS</u>						
(1) Met Standby Charge	-	107,694	-	80,059	-	27,635
Water Availability - District wide @ \$10/acre	92,936	92,936	64,882	64,882	28,054	28,054
50% of Investment Earnings	17,750	17,868	8,750	9,905	9,000	7,963
(2) Special Connection Fees & Meter Conn. Fees	-	-	-	-	-	-
Depreciation collected in operating budget	778,515	778,514	393,515	393,514	385,000	385,000
(3) Transfer Operations to Capital Budget	-	-	-	-	-	-
<u>EXPENDITURES</u>						
(4) Debt Service	(147,349)	(106,238)	(123,225)	(69,100)	(24,124)	(37,138)
WIP Capital Project Expenditures	(489,764)	(325,354)	(450,000)	(53,500)	(39,764)	(271,854)
APPROVED CAPITAL PROJECTS	-	-	-	-	-	-
CAPITAL RESERVE FUND BALANCE Projected @ 6/30/2021	\$ 2,224,559.53	\$ 1,972,471.53	\$ 1,376,197.55	\$ 1,482,275.55	\$ 848,361.98	\$ 490,195.98

The 2022/23 capital budget includes the following principles:

- (1) The Standby charge collected by Metropolitan on all parcels in our district, is credited to Yuima and added into capital to benefit all parcels in the District for system infrastructure.
- (2) Special Connection Fees & Meter Connection Fees are added to capital when collected.
- (3) No transfers from Operating
- (4) Annual debt service does not reflect IDA SDG&E On-Bill Financing Booster 4 \$78,753 and Station 1 \$120,393.46, zero interest, \$19,915/yr.

ESTIMATED RESERVE BALANCES AS OF 06/30/2022

YUIMA MUNICIPAL WATER DISTRICT - Reserve Fund Balances @ 6/30/22				
Total All Funds	Total	(RTS) Rate Stabilization	(ORF) Operating Reserve Fund	Capital Improvement Reserve Fund
Balance, June 30, 2021	5,112,241.24	2,277,835.55	1,408,278.01	1,426,127.68
Mid-year transfers	0.00	-708,671.00	0.00	0.00
Year end transfer	-19,960.35	160,343.13	-726,647.33	546,343.85
Balance @ June 30, 2022	4,383,609.89	1,729,507.68	681,630.68	1,972,471.53
			<i>Operating Minimum 3%</i>	
			\$ 681,630.68	
		<i>01-30020</i>	<i>01-30030</i>	<i>01-30060</i>
Yuima Fund 01	Total	(RTS) Rate Stabilization	(ORF) Operating Reserve Fund	CIP Capital Improvement Continuing Project Fund
Balance, June 30, 2021	2,994,869.31	1,333,018.71	586,259.36	1,075,591.24
Mid-year Transfers	0.00			
Additions/reductions	235,626.53	117,654.90	-288,712.68	406,684.31
Balance @ June 30, 2022	3,230,495.84	1,450,673.61	297,546.68	1,482,275.55
		<i>02-30020</i>	<i>02-30030</i>	<i>02-30060</i>
IDA Fund 02	Total	(RTS) Rate Stabilization	(ORF) Operating Reserve Fund	CIP Capital Improvement Continuing Project Fund
Balance, June 30, 2021	2,117,371.93	944,816.84	822,018.65	350,536.44
Mid-year Transfers	0.00	-708,671.00		
Additions/reductions	-255,586.88	42,688.23	-437,934.65	139,659.54
Balance @ June 30, 2022	1,153,114.05	278,834.07	384,084.00	490,195.98



June 28, 2022

TO: Honorable President and Board of Directors

FROM: Amy Reeh, General Manager

SUBJECT: Item 2-A: Proposed Resolution Adopting Increases in Water Rates and Charges.

Background:

This year's budget is a balanced budget of \$12.4 million dollars. The budget incorporates an increase in the water rates and charges based on several rate drivers. As you know the District is comprised of two separate funds or service areas: General District and Improvement District A (IDA). The General District is 100% dependent on imported water while IDA has local supply that is utilized and only supplemented with imported water.

The biggest rate driver for the increase is the increase to the water rate from the San Diego County Water Authority, which is expected to be between 4.5-7.8% depending on the category of water delivered. These are costs outside of the District's control. The costs associated with imported water delivery represents 59.6% of this year's budget or \$7.39 million dollars. The District is expected to purchase 4,780 acre feet of water in the 2022/23 fiscal year: 2,203 acre feet will be delivered to the General District and 2,577 acre feet will be delivered to IDA. The water purchased from the Water Authority is also separated into two different classifications with two different purchase rates: M&I (Domestic/non-PSAWR) and Agriculture (PSAWR). The purchase rates from the water authority for these rate groups are as follows:

County Water Authority Treated Water Rate				
Acre Foot Charge	Rate	Rate	Change per Ac. Ft.	% of Change
	1/1/2022	1/1/2023		
Cost for Treated M&I	\$1,492	\$1,608	\$116	7.8%
Net PSAWR Ag. Rate	\$1,282	\$1,378	96	4.5%

Because the Water Authority changes its rate in the middle of the District's fiscal year, the District melds the two rates together to arrive at one rate for its budget year. This is done by determining how much water will be purchased between July and December and how much water will be purchased at the new rate in January through June. The melded rate calculation is as follows:

The remaining operating costs within the District control are divided into the same groups. These remaining expenses (for both groups combined) represent 40.4% of the budget or \$5.04 million dollars.

The General District operating costs are allocated to the following expense categories.

Pumping Expense (Power)	\$479,111
Water Treatment	142,901
Transmission & Distribution	150,234
Customer Service	51,518
General & Administrative	521,623
Capital Debt Service	388,958
General Plant	428,696

The District utilizes the following General District fixed revenue sources to offset these expenses:

Fixed Cost Pass-through Recovery	\$ 936,666
Pumping Fee	479,095
Meter Fees	325,801
Service Contracts	49,671
Tax Assessments & Interest Revenue	332,372

In addition to the fixed revenue sources above the District utilized \$345,000 from its rate stabilization fund. The application of these rate stabilization funds reduced the amount of revenue need to be recovered on the water rate to \$6,980,565.37.

The remaining revenue demand to be recovered is then divided by the total amount of Domestic and PSAWR water to be delivered to arrive at the end user rate as represented in the calculation below.

		YUIMA - General District July - Dec			YUIMA - General District January - June		
		Total Demand	PSAWR	NON-PSAWR	Total Demand	PSAWR	NON-PSAWR
4780		3127.5	2617.3	510.4	1652.3	1382.7	269.6
Total Revenue Demand	\$ 6,980,565.37	\$ 4,565,289.75	\$ 3,727,980.29	\$ 837,309.47	\$ 2,415,275.62	\$ 1,972,150.07	\$ 443,125.55
Melded Cost per AF PSAWR	\$ 1,425.03						
Melded Cost Per AF Non-PSAWR	\$ 1,641.58		\$1,424.36	\$1,640.52		\$1,426.33	\$1,643.63

As you can see by the calculation, the resulting water rates for the General District are \$1,425.03 per acre foot (\$3.2714 per unit) for PSAWR water and \$1,641.58 (\$3.7685 per unit) for Domestic/ Non-PSAWR. The composition of the end user rate for the General District is as follows:

	PSAWR	Domestic
Imported Water Cost	\$1315.18	\$1,532.10
Yuima Costs	109.85	109.48

Improvement District A

Of the \$6.98 million in revenue to be collected through the commodity rate, \$4.35 million of this is collected through the Interdepartmental Water Transfer to IDA. Because IDA pays a portion of the District's total General and Administrative costs not all of the District controlled expenses are included in the calculation of the Interdepartmental rate.

For clarification, the Interdepartmental Water Transfer is a budgeting tool used to recover the delivery of imported water through the General District to IDA. The Interdepartmental rate is not an end user rate.

Interdepartmental PSAWR Rate: \$1,390.15
 Interdepartmental Domestic Rate: \$1,607.07

The cost of the Interdepartmental Water Transfer is used when determining the end-user rate for IDA using the following calculation. The lower cost local supply is melded with the higher imported water to arrive at the melded rate for the IDA customers.

The methodology used for determining the cost to deliver imported water and local water utilizes both the separate PSAWR and Domestic deliveries and the imported water and local supply deliveries. IDA also utilized \$146,047 in rate stabilization funds to help offset the large increase to the water rate.

	Total IDA Operating Costs	Imported Supply Operating Costs	IDA PSAWR	IDA Non PSAWR	Local Supply Operating Costs	IDA PSAWR	IDA Non PSAWR
		54.5%	94.4%	5.6%	45.5%	94.4%	6.5%
Interdepartmental Water Transfer	\$3,872,216		\$3,624,653	\$247,561			
Fixed Cost Pass Through	\$389,535	\$389,535	\$291,527	\$98,007			\$0
less Fixed Cost Pass-Through Revenue							
Tap Meter Charge	\$82,194	\$82,194	\$77,591	\$4,603			\$0
Estimated Pumping Expense	\$1,258,843	\$685,988	\$647,573	\$38,415	\$572,855	\$540,775	\$37,236
less Pumping Revenue	-\$1,028,400	-\$560,412	-\$529,029	-\$31,383	-\$467,988	-\$441,781	-\$30,419
Water Treatment	\$100,458				\$100,458	\$94,832	\$6,530
Transmission & Distribution	\$209,369	\$114,093	\$107,703	\$6,389	\$95,276	\$89,941	\$6,193
less Taxes & Assessment Revenue/Rate Stabilization	-\$185,248	-\$100,948	-\$95,295	-\$5,653	-\$84,300	-\$79,579	-\$5,479
Customer Expense	\$53,018	\$28,891	\$27,273	\$1,618	\$24,127	\$22,776	\$1,568
General & Admin	\$727,271	\$396,316	\$374,122	\$22,194	\$330,955	\$312,422	\$21,512
Less Meter Charge Revenue/Serv Contracts	-\$596,730	-\$325,179	-\$306,969	-\$18,210	-\$271,551	-\$256,344	-\$17,651
General Plant	\$48,488	\$26,423	\$24,943	\$1,480	\$22,065	\$20,830	\$1,434
Forebay Debt Coverage	\$147,013	\$80,113	\$75,626	\$4,486	\$66,900	\$63,154	\$4,349
Depreciation	\$385,000	\$209,800	\$198,051	\$11,749	\$175,200	\$165,389	\$11,388
Tax & Interest Expense	\$350	\$191	\$180	\$11	\$159	\$150	\$10
less Investment Interest Revenue / Non-Operating Revenue	\$646	\$352	\$332	\$20	\$294	\$278	\$19
Total	\$1,591,807	\$1,027,356	\$893,630	\$133,725	\$564,451	\$532,842	\$36,689
Total Estimated Water Sales		2,577	2,432	145	2,152	2,031	140
Total Cost per Acre Foot to Deliver			\$367	\$922		\$262	\$262

These delivery costs are then added to the cost of imported water to arrive at the imported water cost. The final imported water cost is then melded with the local supply cost to arrive at the final end-user rate for IDA customers as indicated in the image below.

YUIMA MUNICIPAL WATER DISTRICT						
BUDGET STUDY						
2022-23						
		2022-23 Projected		ACRE FOOT	Purchased	
		acre feet		COST	WATER COST	
				act cost is melded		
			PERCENT			
65.4% of Tap Meter purchases are purchased by 12/31						
Imported Water Purchased from Tap Meters	2,577.0					
PSAWR	94.4%	2,432.0	53.4	\$1,390.15	\$	3,380,813
Non-PSAWR	5.6%	145.0	3.2	\$1,607.07	\$	233,064
Operational cost to deliver Imported Supply						
PSAWR	94.4%	2,432.0		\$367	\$	893,630
Non-PSAWR	5.6%	145.0		\$922	\$	133,725
Total Cost Imported Water Purchased from Tap Meters						
PSAWR		2,432.0		\$1,757.60	\$	4,274,444
Non-PSAWR		145.0		\$2,529.17	\$	366,789
IDA Local Supply						
	1,978.0					0
PSAWR	94.4%	1866.7	41.0	\$262		\$489,615
Non-PSAWR	5.6%	111.3	2.4	\$262		\$29,197
Total Melded Rate PSAWR						
		4,298.7	94.4	\$1,108.27		\$4,764,059
Total Melded Rate Non-PSAWR						
		256.3	5.6	\$1,544.78		\$395,986
		4,555.0	100.0			
SLIPPAGE						
	15					
Imported Water	93.5%	14.0				
Local Water	6.5%	1.0				
TOTAL WATER AVAILABLE TO SELL - IDA						
	4,540.0					
PSAWR (less Slippage)		4,284.6	94.4%	\$1,111.89	\$	4,764,059
Non-PSAWR (less Slippage)		255.4	5.6%	\$1,550.66		395,986
		4,540.0				

Unfortunately, because of the new PSAWR regulations and the increased cost in imported water, the Improvement District A customers are realizing a significant increase in both the PSAWR rate and the Domestic / Non-PSAWR rate. Because this is the first full year under the new PSAWR rules the District does not expect future increases to be as significant. The new water rates for the Improvement District A customers are \$1,111.89 per acre foot (\$2.5525 per unit) for PSAWR water and \$1,550.66 (\$3.5598 per unit) for Domestic/ Non-PSAWR.

The Rules and Regulations presented as Exhibit A & B to the resolution have several modifications, not just modifications to the rates and charges. The entire document has been presented for your review and approval.

RECOMMENDATION: That, if the Board agrees, approve the resolution as presented increasing the Water rates and charges and revising the Rules and Regulations Governing Water Service.

SUBMITTED BY:



Amy Reeh
General Manager

RESOLUTION NO. _____

**RESOLUTION OF THE BOARD OF DIRECTORS OF
THE YUIMA MUNICIPAL WATER DISTRICT
ADOPTING INCREASES IN WATER RATES AND CHARGES
AND AMENDING RULES AND REGULATIONS
GOVERNING WATER SERVICE**

(Amending District’s Rules & Regulations Governing Water Service)

WHEREAS, Yuima Municipal Water District (“District”) is a California Municipal Water District created by the Municipal Water District Act of 1911 (Water Code Section 71000 et seq.); and

WHEREAS, Water Code Section 22280 authorizes the District to impose water rates and charges for any service furnished by the District, including but not limited to the use or sale of water; and

WHEREAS, the District’s existing rates and charges are listed in the District’s Schedule of Water Rates and Charges, which is a part of the District’s Rules & Regulations Governing Water Services, which is on file with the District; and

WHEREAS, the revenue generated by rates and charges of the District are necessary to fund the ongoing cost of operations and maintenance of the District, its employees and administration, its equipment and capital facilities, as well to fund a reasonable reserve reflecting the District’s financial standards and sound accounting principles; and

WHEREAS, on May 12, 2022, the District mailed Notices to all property owners and customers within its boundaries, advertising a Public Hearing at the Board of Directors’ meeting on June 27, 2022, and informing them that the District would be considering the following at that hearing: proposed increases to the District’s water rate, which is referred to as either the “Agricultural/PSAWR Water Rate” and “Domestic/Non-PSAWR Water Rate” (collectively, the “Water Charges”); a proposal to pass through wholesale water cost increases imposed on the District by its wholesale suppliers between 2022 and 2027 that impact any of the (the “Wholesale Pass Through Adjustments”); a proposal to annually adjust all of the District’s rates for inflation between 2022 and 2027 (the “Annual Inflation Adjustment”); and

WHEREAS, District staff have analyzed the costs required to be incurred by the District in the provision of water service to the property owners, residents and water users within the District’s service area during fiscal years 2022-2023 (as adjusted for inflation and imported water pass through costs between 2022 and 2027), and the revenues needed to continuously support such water delivery service, including customer service,

administration, capital costs, debt service, operation and maintenance, District overhead, and operational and emergency contingencies, and determined that the rates, charges, and adjustments proposed for approval in this Resolution do not, and will not, exceed the estimated cost of providing service for which the proposed charges will be imposed and will otherwise comply in all other respects with the requirements of California Government Code Section 53756 and the California Constitution (Proposition 218); and

WHEREAS, the District must revise its existing Schedule of Rates, Rentals, Fees, Deposits & Charges, which is within the District’s Rules & Regulations Governing Water Service if it is to increase or otherwise alter the District’s water rates in accordance with the prior Notice; and

WHEREAS, the District has also determined that in addition to the proposed rate increases and policies discussed above, it is also appropriate to make additional modifications to the District’s Rules & Regulations Governing Water Service as reflected in the attached Exhibit “A”; and

WHEREAS, the District has also determined that it wishes to ensure that the remaining rates and fees in the District’s Rules & Regulations Governing Water Service are subject to the Wholesale Pass Through Adjustments and Annual Inflation Adjustment between 2022 to 2027 as discussed in the Notice; and

WHEREAS, these proposed rate increases and additional modifications to the District’s Rules & Regulations Governing Water Service are reflected in redline form in the attached Exhibit “A” (the “Revisions”), and a clean final version of the revised Rules & Regulations Governing Water Service is attached hereto as Exhibit “B” (the “Revised Rules & Regulations”), both of which are incorporated herein by reference; and

WHEREAS, The Board of Directors conducted a Public Hearing at a regular meeting on June 27, 2022, in accordance with the Notice to consider the rate increases and proposals described in the Notice as well as other remaining Revisions, considered the testimony and evidence presented at that public hearing, and accepted and considered any written protests filed with the District prior to the close of the public hearing on June 27, 2022; and

WHEREAS, of the total of 1057 property owners and water users within the District, _____ written protests were filed or submitted by property owners or water users opposed to the proposed water rate increases, pass through costs and adjustments authorized to occur between 2022 and 2027; and

WHEREAS, following the June 27, 2022 public hearing, the District’s Board approved the proposed Water Charges, Wholesale Pass through Adjustment and Annual Inflation Adjustment, as well as the additional Revisions, thereby adopting the Revised Rules & Regulations..

NOW, THEREFORE, BE IT HEREBY RESOLVED, DETERMINED AND ORDERED by the Board of Directors of Yuima Municipal Water District as follows:

Section 1. Based upon the analysis prepared by District staff and summarized in the Recitals above, and in the Staff Report and exhibits thereto, which are incorporated herein by reference, the Board of Directors finds and determines as follows:

- (a) The revenues derived from the increases to the Water Charges on the District between 2022 and 2027, and the future Wholesale Pass Through Adjustments and Annual Inflation Adjustments will not exceed the funds required for the District to provide water service to the lands, residents and water users within the District's service area;
- (b) The revenues derived from the increases to the water charges on the District between 2022 and 2027, and the future Wholesale Pass Through Adjustments, and Annual Inflation Adjustments will not be used for any purpose other than to provide District water delivery service to the lands, residents and water users within the District's service area;
- (c) The revenues derived from the increases to the water charges on the District between 2022 and 2027, and the future Wholesale Pass Through Adjustments and Annual Inflation Adjustments, that will be imposed upon any parcel or person will not exceed the proportional cost of the water service attributable to such parcel or person;
- (d) The entirety of the increases to the water charges on the District between 2022 and 2027, and the future Wholesale Pass Through Adjustments, and Annual Inflation Adjustments will be imposed only for water service actually used by, or available to, the property owner, resident or water user, and the proposed increases, pass throughs and adjustments to the District's water rates between 2022 and 2027 do not contain any standby fees or charges based on potential or future use of a service; and
- (e) No part of the increases to the water charges on the District between 2022 and 2027, and the future Wholesale Pass Through Adjustments and Annual Inflation Adjustments, is imposed for general governmental services, where the service is available to the public at large in substantially the same manner as it is to the property owners, residents and water users of the District.

Section 2. The Board of Directors finds and determines that a majority of the property owners, residents and water users within the District's service area have not filed with, or presented to, the District written protests against the proposed increases to the water Commodity Charges, or the proposals to authorize the Wholesale Pass Through Adjustments, and Annual Inflation Adjustments, and that thus there is no successful

property owner protest to the proposed rate increases, pass throughs and adjustments authorized herein.

Section 3. Effective July 1, 2022, the District's Rules & Regulations Governing Water Service, along with Section 24 of the same, entitled, "*Schedule of Rates, Rentals, Fees, Deposits & Charges*," are hereby deleted in their entirety and replaced with the attached revised Rules & Regulations Governing Water Service, which is attached hereto as Exhibit "B", and incorporates the Revisions reflected in Exhibit "A"

Section 4. As a result of the adoption of the Revised Rules & Regulations, commencing on July 1, 2022, the Water Charges of the District will be increased and/or modified in the manner reflected in the Revisions.

Section 5. As a result of the adoption of the Revised Rules & Regulations, commencing on July 1, 2022, the District's other remaining charges and policies shall either remain the same, be removed, or otherwise modified as reflected in the Revisions.

Section 6. Commencing July 1, 2022, and at any time through and including June 30, 2027, the charges described in Sections 14.7, 16.1, 16.3, 16.3.1, 16.4, and 18.3.6 of Section 24 of the Revised Rules and Regulations (the *Schedule of Rates, Rentals, Fees, Deposits & Charges*), may be adjusted annually by an amount less than or equal to the amount of the annual increase in the change in the San Diego County Consumer Price Index for All Urban Consumers (CPI-U) between April 1 and March 31 of the immediately prior year, which such inflation adjusted charges to take effect on July 1 of each year between 2023 and 2027. Provided, however, that no inflationary adjustment may exceed the cost of the District's cost to provide water service. The General Manager may, but is not required to, propose an annual adjustment for inflation based upon the San Diego CPI-U per this Section to the District Board of Directors prior to May 31 of each year, and after notifying the District Board of the proposed change during a noticed meeting of the District Board, the General Manager may administratively adjust the District's charges approved in Sections 3, 4 and 5 up to the amount of inflation identified in the CPI-U for the San Diego Region, for April 1-March 31 of the immediately prior year. Notice of each annual inflation adjustment shall be provided by the District in accordance with Government Code Sections 53755 and 53756 at least 30 days prior to the inflation adjusted rate(s) taking effect.

Section 6. Per California Government Code Section 53756, District Staff are authorized to annually adjust the charges the charges described in Sections 14.7, 16.1, 16.3, 16.3.1, 16.4, and 18.3.6 of Section 24 of the Revised Rules and Regulations (the *Schedule of Rates, Rentals, Fees, Deposits & Charges*) to administratively pass through the following costs to District ratepayers: (a) the entirety of any annual increase in the San Diego County Water Authority's ("SDCWA") or Metropolitan Water District of Southern California's ("MWDSC") wholesale rates, fees and charges imposed on the District by SDCWA and/or MWDSC after July 1, 2022, and associated with SDCWA's and/or MWDSC's supply of water to the District. These wholesale pass-through rate adjustments are authorized annually until June 30, 2027; however, no pass-through of SDCWA and/or MWDSC charges shall increase the District's rates in a manner that results in the District generating revenue in excess of its cost to provide water service.

Prior to implementing pass through increases from SDCWA and/or MWDSC, the District will provide written notice of the pass through adjustments authorized herein to District customers not less than 30 days prior to the effective date of the proposed pass through adjustment per Government Code Sections 53755 and 53756.

Section 7. The Board of Directors reserves the right to amend or modify this Resolution, and the charges, pass throughs and adjustments authorized herein, at any time, upon the giving of proper notice.

Section 8. Based upon the Staff Report, all of its Exhibits, the June 27, 2022 District Staff Presentation, and the entirety of the record before the Board, the Board finds that the adoption of this resolution, and the resulting increase to the water charges approved herein, as well as the authorization for certain inflationary or pass-through adjustments as discussed herein, in addition to the other modifications listed in the Revisions, does not constitute a “project” within the meaning of the California Environmental Quality Act (“CEQA”), and are exempt from CEQA under Public Resources Code Section 21080(b)(8) and State CEQA Guidelines §§ 15378(b)(4) and 15273, because these approvals: (a) involve the creation of government funding mechanisms or other government fiscal activities which do not involve any commitment to any specific project which may result in a potentially significant physical impact on the environment; and, (b) are for the purposes of meeting operating expenses (including employee wage rates and fringe benefits), purchasing or leasing supplies, equipment or materials, meeting financial reserve needs and requirements, and obtaining funds for capital projects necessary to maintain the level of service within the District’s existing boundaries.

Section 9. This adjusted rates authorized by this Resolution shall take effect for all bills mailed on or after July 1, 2022. Further, the Revised Rules & Regulations will be effective on July 1, 2022.

PASSED AND ADOPTED at a regular meeting of the Board of Directors of YUIMA MUNICIPAL WATER DISTRICT held Monday, June 27, 2022, by the following vote:

AYES:
NOES:
ABSENT:
ABSTAIN:

Roland Simpson, President

ATTEST:

Don Broomell, Secretary

Exhibit A

**YUIMA MUNICIPAL WATER DISTRICT
 RULES AND REGULATIONS
 GOVERNING WATER SERVICE
 (WATER SERVICE, WATER RATES, CONSTRUCTION OF NEW FACILITIES)**

TABLE OF CONTENTS

YUIMA MUNICIPAL WATER DISTRICT..... I

RULES AND REGULATIONS..... I

YUIMA MUNICIPAL WATER DISTRICT.....1-1

RULES AND REGULATIONS.....1-1

1. SECTION 1 - DEFINITIONS.....1-1

1.1 ADOPTED1-1

1.2 AGRICULTURAL SERVICE1-1

1.3 AIR GAP SEPARATION BACKFLOW PREVENTION DEVICE (AG)1-1

1.4 ANNEXATION1-1

1.5 APPLICANT.....1-1

1.6 APPROVED BACKFLOW PREVENTION DEVICE1-1

1.7 BOARD OR BOARD OF DIRECTORS1-2

1.8 COMMERCIAL SERVICE1-2

1.9 CONTRACT SERVICE.....1-2

1.10 CROSS CONNECTIONS1-2

1.11 CUSTOMER.....1-2

1.12 DATE OF PRESENTATION.....1-2

1.13 DISTRICT.....1-2

1.14 DOMESTIC SERVICE1-2

1.15 DOMESTIC-AGRICULTURAL-COMBINED SERVICE (AGRICULTURE WITH INCIDENTAL DOMESTIC).....1-2

1.16 DOUBLE CHECK VALVE ASSEMBLY (DC)1-2

1.17 EMERGENCY SERVICE1-2

1.18 FIRE SERVICE.....1-2

SERVICE FOR FIRE EMERGENCIES ONLY1-2

1.19 INDUSTRIAL SERVICE1-2

1.20 MAINS.....1-3

1.21 MAIN EXTENSION1-3

1.22 METERED SERVICE1-3

SERVICE IN MEASURED QUANTITIES.1-3

1.23 METER SIZE.....1-3

1.24 MUNICIPAL OR PUBLIC USE1-3

1.25 PARCEL1-3

1.26 PREMISES.....1-3

1.27 REDUCED PRESSURE PRINCIPAL BACKFLOW PREVENTION DEVICE (RP).....1-3

1.28 RULES1-3

1.29 SCHEDULE.....1-3

1.30 SERVICE1-3

1.31 SERVICE AREA CHARGE1-3

1.32 SERVICE CONNECTION1-4

1.33 SERVICE LATERAL1-4

1.34 STAND-BY METER1-4

1.35	TEMPORARY SERVICE	1-4
1.36	TRANSIENT SERVICE	1-4
1.37	UNIT	1-4
1.38	WHOLESALE SERVICE - WHOLESALE CUSTOMER	1-4
2.	SECTION 2 - CONDITIONS AND LIMITATIONS OF SERVICE	2-1
2.1	GENERAL LIMITATIONS - CUSTOMER AGREEMENT	2-1
2.2	PRESSURE AND SUPPLY	2-1
2.3	INTERRUPTIONS IN SERVICE	2-1
2.4	QUALITY	2-1
2.5	ACCESS TO PREMISES AND USE AND GRANT OF EASEMENTS	2-1
2.6	RESALE OF WATER	2-2
2.7	WATER WASTE	2-2
2.8	UNUSUAL QUANTITIES OF WATER-SWIMMING POOLS AND TANKS	2-2
2.9	RESPONSIBILITY FOR EQUIPMENT	2-2
2.10	RECOMMENDATIONS AS TO CUSTOMER FACILITIES	2-2
2.11	UNSAFE APPARATUS	2-2
2.12	SERVICE DETRIMENTAL TO OTHERS	2-2
2.13	FRAUD AND ABUSE	2-2
2.14	NON-COMPLIANCE	2-2
2.15	NON-PAYMENT OF AMOUNTS DUE DISTRICT	2-3
2.16	LIEN FOR UNPAID CHARGES	2-3
2.17	RESTORATION - RECONNECTION CHARGE	2-3
2.18	CONTROL VALVES	2-3
2.19	INSTALLATION OF SERVICE CONNECTIONS AND METERS	2-3
2.20	FIRE HYDRANTS	2-3
2.20.1	Authorized Authority	2-3
2.20.2	Changes	2-3
2.21	OWNERSHIP	2-3
2.22	DAMAGE TO DISTRICT'S PROPERTY	2-3
2.23	MAINTENANCE	2-4
2.24	ENCROACHMENT PERMITS	2-4
2.25	OFF-SITE METER	2-4
2.26	CONSTRUCTION OF FACILITIES	2-4
2.27	COSTS OF DISTRICT	2-4
2.28	ADVANCE PAYMENT OF COSTS AND DEPOSITS	2-4
2.29	DEPOSITS HELD WITHOUT INTEREST	2-4
2.30	NOTICES TO CUSTOMERS	2-4
2.31	ADMINISTRATIVE CHARGES	2-5
3.	SECTION 3 - CLASSES AND TYPES OF SERVICE	3-1
3.1	CLASSES OF SERVICE	3-1
3.2	TYPES OF SERVICE	3-1
4.	SECTION 4 – ANNEXATION PROCEDURES	4-1
4.1	GENERAL POLICY	4-1
4.2	REQUEST FOR ANNEXATION	4-2
4.3	INITIAL WATER SUPPLY IMPACT ANALYSIS	4-2
4.4	WATER SUPPLY CONDITIONS AT TIME OF ANNEXATION REQUEST	4-3
4.5	SETTING OF TERMS AND CONDITIONS FOR ANNEXATION	4-4
4.6	ANNEXATION CHARGE	4-5
4.7	ANNEXATION OF TAX EXEMPT PRIVATE USE PROPERTY	4-5
4.8	WATER CONSERVATION AND SUPPLY DEMAND ANALYSIS	4-6
4.9	FACILITIES NECESSARY TO CONNECT AND SERVE ANNEXING TERRITORY	4-7
4.10	ENVIRONMENTAL COMPLIANCE	4-7

5.	SECTION 5 - APPLICATION FOR SERVICE	5-8
5.1	APPLICATION	5-8
5.1.1	Required Deposits.....	5-8
5.1.2	Non Binding	5-8
5.1.3	Board Acceptance	5-8
5.2	CHANGES IN CUSTOMER'S EQUIPMENT OR USE OF SERVICE	5-8
5.3	METER TYPE USE	5-9
6.	SECTION 6 - SPECIAL CONTRACTS OR AGREEMENTS	6-1
6.1	CONTRACTS REQUIRED	6-1
7.	SECTION 7 - CREDIT ESTABLISHMENTS AND DEPOSITS.....	7-1
7.1	ESTABLISHMENT OF CREDIT	7-1
7.2	RE-ESTABLISHMENT OF CREDIT	7-1
7.3	DEPOSIT AMOUNTS	7-1
7.3.1	Metered Service	7-1
7.3.2	Emergency and Transient Service	7-1
7.3.3	Contract Service	7-1
7.4	UNPAID BILLS.....	7-1
7.5	REFUND OF DEPOSITS	7-1
8.	SECTION 8 - BILLS AND PAYMENT.....	8-1
8.1	RENDERING OF BILLS.....	8-1
8.1.1	Meter Readings.....	8-1
8.1.2	Billing	8-1
8.1.3	Short Billing Period.....	8-1
8.2	PAYMENT OF BILLS-DELINQUENCY CHARGE.....	8-1
8.2.1	Due Date.....	8-1
8.2.2	Closing Bills.....	8-1
8.2.3	Dishonored Checks.....	8-1
8.2.4	Delinquent Bills	8-1
8.2.5	Delinquency Charge	8-1
8.2.6	Alternative Payment Arrangements	8-1
8.3	BILLING OF SEPARATE METERS NOT COMBINED.....	8-2
8.4	BILLING FOR SERVICE TO MULTIPLE UNITS	8-2
8.5	CUSTOMER'S REQUEST FOR SERVICE DISCONTINUANCE	8-2
8.5.1	Discontinuance of Service	8-2
8.5.2	Temporary Discontinuance.....	8-2
8.5.3	Permanent Discontinuance.....	8-2
8.6	NON-PAYMENT OF BILLS.....	8-3
8.6.1	Service Discontinued	8-3
8.6.2	Charges for Turn-Off, Turn-On, and Meter Removal.....	8-3
8.6.3	Notice and Lien.....	8-3
8.6.4	Discontinuance of Residential Only Service Customers for Non-Payment	8-3
8.7	DISPUTED BILLS	8-5
8.7.1	Bill Payment and Dispute process	8-5

THE CUSTOMER HAS A RIGHT TO DISPUTE A WATER BILL IF A WRITTEN REQUEST IS RECEIVED BY THE DISTRICT NO MORE THAN 10 DAYS AFTER THE MONTH FOLLOWING THE USAGE BILLED (I.E. DECEMBER CHARGES NEED TO BE DISPUTED BY JANUARY 10). UPON RECEIPT OF THE WRITTEN REQUEST, THE GENERAL MANAGER, ASSISTANT GENERAL MANAGER/FINANCE MANAGER, OR OTHER DESIGNATED EMPLOYEE OF THE DISTRICT, SHALL PROMPTLY INVESTIGATE THE EVIDENCE PROVIDED BY THE CUSTOMER AND THE INFORMATION ON FILE WITH THE DISTRICT CONCERNING THE WATER CHARGES IN QUESTION. A WRITTEN DECISION WILL BE PROVIDED TO THE CUSTOMER AS TO THE ACCURACY OF THE WATER CHARGES SET FORTH ON THE BILL. THE

BILL IN QUESTION MUST BE PAID BY THE DUE DATE OR WITHIN 2 DAYS OF THE DECISION, WHICHEVER IS LATER. ANY CUSTOMER DISPUTING THE ULTIMATE DETERMINATION OF THE DISTRICT'S STAFF MAY APPEAL TO THE BOARD, IN WRITING, WITHIN 5 DAYS OF THE DECISION. THE FULL AMOUNT OF THE BILL MUST BE PAID BY THE DUE DATE PENDING BOARD REVIEW. THE BOARD OF DIRECTORS WILL CONSIDER THE APPEAL AT THE NEXT AVAILABLE REGULAR MEETING.

.....8-5

9. SECTION 9 - METER ERROR9-1

9.1 METER TEST9-1

9.1.1 Meter Test9-1

9.1.2 On customer request9-1

9.2 ADJUSTMENT OF BILLS FOR METER ERROR9-1

9.2.1 Fast Meter9-1

9.2.2 Slow Meters9-1

9.2.3 Non-Registering Meters9-1

10. SECTION 10 - FIRE SERVICE.....10-1

10.1 PURPOSE10-1

10.2 INSTALLATION CHARGES FOR WORK BY DISTRICT10-1

10.3 CONNECTION STANDARDS10-1

10.4 AUXILIARY FIRE CONNECTION10-1

10.5 FIRE SPRINKLER CONNECTION10-1

10.6 QUANTITY AND OTHER CHARGES10-1

10.6.1 Water for fires10-1

10.6.2 Water for Fire Storage Tanks10-1

10.6.3 Water Availability or Meter Charge10-1

10.6.4 Other10-1

10.7 PRESSURE AND SUPPLY10-1

11. SECTION 11 - EMERGENCY AND TRANSIENT SERVICE11-1

11.1 TIME LIMIT11-1

11.2 QUANTITY AND OTHER CHARGES11-1

11.2.1 Emergency Service11-1

11.2.2 Transient Service11-1

11.3 INSTALLATION CHARGE AND DEPOSITS11-1

11.4 RESPONSIBILITY FOR METERS AND INSTALLATION11-1

11.5 SERVICE ON A FIRE HYDRANT11-1

11.6 UNAUTHORIZED USE11-1

11.7 PRESSURE AND SUPPLY11-2

11.8 MUTUAL AID11-2

12. SECTION 12 - CROSS CONNECTIONS12-1

12.1 HEALTH STATUTES AND REGULATIONS (ADOPTED BY REFERENCE)12-1

12.2 PURPOSE12-1

12.3 INTENT - DEGREE OF HAZARD12-1

12.4 PLUMBING CHANGES REQUIRED12-1

12.5 RELIEF VALVE RECOMMENDED12-1

12.6 BACKFLOW PROTECTION ON ADDITIONAL WATER SUPPLY LINES12-2

12.7 PROTECTION AGAINST INTER-STREET MAIN FLOW12-2

12.8 LOCATION OF DEVICES12-2

12.9 DEVICE SIZE12-2

12.10 DEVICE OPERATING PRESSURE12-2

12.11 INSTALLATION12-2

12.11.1 MAINTENANCE AND TESTING12-2

12.12 DISCONTINUANCE OF SERVICE12-2

12.13	TYPES OF DEVICES REQUIRED FOR SPECIFIED PREMISES OR SYSTEMS	12-3
12.14	CHARGES	12-3
13.	SECTION 13 - SERVICE CONNECTIONS.....	13-1
13.1	SERVICE CONNECTIONS	13-1
13.1.1	General Rule	13-1
13.1.2	Off-Site Meter Service	13-1
13.1.3	Location and Size	13-1
13.2	SEPARATE SERVICE REQUIRED	13-1
13.2.1	Parcels Under Single Ownership	13-1
13.2.2	Service Upon Parcel Division	13-2
13.3	MULTIPLE UNITS	13-2
13.3.1	Number of Services to Separate Premises	13-2
13.3.2	Service to Multiple Units	13-2
13.4	METERS	13-2
13.4.1	Location.....	13-2
13.4.2	No Rent.....	13-2
13.4.3	Meters Sealed.....	13-2
13.5	CHANGE IN LOCATION OF METERS OR SERVICE CONNECTIONS	13-2
13.6	CHANGES IN SIZE OF METER	13-2
14.	SECTION 14 - NEW FACILITIES	14-1
14.1	GENERAL POLICY	14-1
14.2	COSTS ADVANCED	14-1
14.3	EXTENSIONS OF MAINS.....	14-1
14.4	DISTRICT PARTICIPATION - EXCESS SIZING	14-1
14.5	REFUND AGREEMENT	14-1
14.6	CONSTRUCTION AGREEMENT.....	14-1
14.7	OTHER FEES AND CHARGES	14-1
15.	SECTION 15 - FEES AND CHARGES.....	15-1
15.1	IN GENERAL	15-1
15.2	PAYMENTS AND DEPOSITS - EFFECTIVE DATES	15-1
15.3	APPLICABLE TO EACH SERVICE	15-1
<u>EACH FEE AND CHARGE SHALL ALSO APPLY TO SERVICE TO EACH PARCEL OF DIVIDED LANDS WITHOUT CREDIT FOR ANY SUCH FEES AND CHARGES PAID WITH RESPECT TO SAID LANDS PRIOR TO DIVISION.....</u>		
15.3.1	SDCWA & MET FIXED CHARGES	15-1
16.	SECTION 16 - WATER RATES	16-1
16.1	QUANTITY CHARGE	16-1
16.2	MULTIPLE DWELLINGS, SPACE AND UNITS	16-1
16.3	MONTHLY METER AND MINIMUM CHARGES	16-1
16.3.1	SDCWA INFRASTRUCTURE ACCESS CHARGE (IAC)	16-1
16.4	PUMPING CHARGE.....	16-1
16.5	SPECIAL CHARGES FOR IMPROVEMENT DISTRICTS	16-1
16.5.1	SPECIAL SERVICE CONNECTION CHARGE (SSCC)	16-1
16.6	SERVICE AREA CHARGES	16-2
16.7	EFFECTIVE DATES	16-2
16.8	PUBLIC LANDS	16-2
17.	SECTION 17 - CONTRACT SERVICE	17-1
17.1	PURPOSE	17-1
17.2	ELIGIBLE PARCELS	17-1

17.3	APPLICATION AND AGREEMENT	17-1
17.4	SERVICE UPON PARCEL DIVISION	17-2
17.4.1	ALLOCATION OF DEMAND	17-2
17.4.2	AGREEMENT AND METERS	17-2
17.5	ADDITIONAL CONTRACT SERVICE	17-2
17.6	PRESSURE AND SUPPLY	17-2
18.	SECTION 18 - WHOLESALE SERVICE	18-1
18.1	PURPOSE	18-1
18.2	RESTRICTIONS	18-1
18.3	APPLICATION AND AGREEMENT	18-1
18.4	PRESSURE AND SUPPLY	18-1
19.	SECTION 19 – SUPPLY CONVEYANCE AND EXCHANGE POLICY	19-1
19.1	GENERAL	19-1
19.2	PURPOSE	19-1
19.3	POLICY PRINCIPLES	19-1
19.4	COST RECOVERY	19-1
19.5	WATER QUALITY AND CUSTOMER IMPACTS	19-2
20.	SECTION 20 - IMPROVEMENT DISTRICT A - WATER AVAILABILITY AND SPECIAL CONNECTION CHARGES	20-1
21.	SECTION 21 - WATER SHORTAGE	21-1
22.	SECTION 22 - SEVERABILITY	22-1
23.	SECTION 23 - WATER CONSERVATION (RESERVED)	23-1
24.	SCHEDULE OF RATES, RENTALS, FEES, DEPOSITS & CHARGES	24-2
7.3	DEPOSIT AMOUNTS (ESTABLISH AND RESTORE CREDIT):	24-2
8.2.5	DELINQUENCY CHARGE: 5% OF ANY AMOUNT UNPAID MONTHLY	24-3
8.6.2	TURN-OFF, TURN-ON, METER REMOVAL AND RECONNECTION CHARGES.....	24-3
11.2.1	EMERGENCY SERVICE: (RATE CODE N)	24-3
11.2.2	TRANSIENT SERVICE: (RATE CODE O)	24-3
16.3.1	SDCWA INFRASTRUCTURE ACCESS CHARGE IAC	24-6
16.5	IMPROVEMENT DISTRICTS: (RATE CODE TX & BP)	24-7
18.3.6	WHOLESALE SERVICE:	24-8
19.4	CONVEYANCE (WHEELING) RATE:	24-8
25.	INDEX	25-1
	YUIMA MUNICIPAL WATER DISTRICT	I
	RULES AND REGULATIONS	I
	YUIMA MUNICIPAL WATER DISTRICT	1-1
	RULES AND REGULATIONS	1-1
1.	SECTION 1 - DEFINITIONS	1-1
1.1	ADOPTED	1-1
1.2	AGRICULTURAL SERVICE	1-1
1.3	AIR GAP SEPARATION BACKFLOW PREVENTION DEVICE (AG)	1-1
1.4	ANNEXATION	1-1

1.5	APPLICANT	1-1
1.6	APPROVED BACKFLOW PREVENTION DEVICE	1-1
1.7	BOARD OR BOARD OF DIRECTORS	1-1
1.8	COMMERCIAL SERVICE	1-1
1.9	CONTRACT SERVICE	1-2
1.10	CROSS CONNECTIONS	1-2
1.11	CUSTOMER	1-2
1.12	DATE OF PRESENTATION	1-2
1.13	DISTRICT	1-2
1.14	DOMESTIC SERVICE	1-2
1.15	DOMESTIC AGRICULTURAL COMBINED SERVICE (AGRICULTURE WITH INCIDENTAL DOMESTIC)	1-2
1.16	DOUBLE CHECK VALVE ASSEMBLY (DC)	1-2
1.17	EMERGENCY SERVICE	1-2
1.18	FIRE SERVICE	1-2
SERVICE FOR FIRE EMERGENCIES ONLY		1-2
1.19	INDUSTRIAL SERVICE	1-2
1.20	MAINS	1-2
1.21	MAIN EXTENSION	1-2
1.22	METERED SERVICE	1-3
SERVICE IN MEASURED QUANTITIES		1-3
1.23	METER SIZE	1-3
1.24	MUNICIPAL OR PUBLIC USE	1-3
1.25	PARCEL	1-3
1.26	PREMISES	1-3
1.27	REDUCED PRESSURE PRINCIPAL BACKFLOW PREVENTION DEVICE (RP)	1-3
1.28	RULES	1-3
1.29	SCHEDULE	1-3
1.30	SERVICE	1-3
1.31	SERVICE AREA CHARGE	1-3
1.32	SERVICE CONNECTION	1-3
1.33	SERVICE LATERAL	1-3
1.34	STAND-BY METER	1-4
1.35	TEMPORARY SERVICE	1-4
1.36	TRANSIENT SERVICE	1-4
1.37	UNIT	1-4
1.38	WHOLESALE SERVICE - WHOLESALE CUSTOMER	1-4
2. SECTION 2 - CONDITIONS AND LIMITATIONS OF SERVICE		2-1
2.1	GENERAL LIMITATIONS - CUSTOMER AGREEMENT	2-1
2.2	PRESSURE AND SUPPLY	2-1
2.3	INTERRUPTIONS IN SERVICE	2-1
2.4	QUALITY	2-1
2.5	ACCESS TO PREMISES AND USE AND GRANT OF EASEMENTS	2-1
2.6	RESALE OF WATER	2-1
2.7	WATER WASTE	2-2
2.8	UNUSUAL QUANTITIES OF WATER - SWIMMING POOLS AND TANKS	2-2
2.9	RESPONSIBILITY FOR EQUIPMENT	2-2
2.10	RECOMMENDATIONS AS TO CUSTOMER FACILITIES	2-2
2.11	UNSAFE APPARATUS	2-2
2.12	SERVICE DETRIMENTAL TO OTHERS	2-2
2.13	FRAUD AND ABUSE	2-2
2.14	NONCOMPLIANCE	2-2
2.15	NON-PAYMENT OF AMOUNTS DUE DISTRICT	2-2

2.16	LIEN FOR UNPAID CHARGES	2-3
2.17	RESTORATION RECONNECTION CHARGE	2-3
2.18	CONTROL VALVES	2-3
2.19	INSTALLATION OF SERVICE CONNECTIONS AND METERS	2-3
2.20	FIRE HYDRANTS	2-3
2.20.1	Authorized Authority	2-3
2.20.2	Changes	2-3
2.21	OWNERSHIP	2-3
2.22	DAMAGE TO DISTRICT'S PROPERTY	2-3
2.23	MAINTENANCE	2-3
2.24	ENCROACHMENT PERMITS	2-4
2.25	OFF SITE METER	2-4
2.26	CONSTRUCTION OF FACILITIES	2-4
2.27	COSTS OF DISTRICT	2-4
2.28	ADVANCE PAYMENT OF COSTS AND DEPOSITS	2-4
2.29	DEPOSITS HELD WITHOUT INTEREST	2-4
2.30	NOTICES TO CUSTOMERS	2-4
2.31	ADMINISTRATIVE CHARGES	2-4
3.	SECTION 3 – CLASSES AND TYPES OF SERVICE	3-1
3.1	CLASSES OF SERVICE	3-1
3.2	TYPES OF SERVICE	3-1
4.	SECTION 4 – ANNEXATION PROCEDURES	4-1
4.1	GENERAL POLICY	4-1
4.2	REQUEST FOR ANNEXATION	4-2
4.3	INITIAL WATER SUPPLY IMPACT ANALYSIS	4-2
4.4	WATER SUPPLY CONDITIONS AT TIME OF ANNEXATION REQUEST	4-3
4.5	SETTING OF TERMS AND CONDITIONS FOR ANNEXATION	4-4
4.6	ANNEXATION CHARGE	4-5
4.7	ANNEXATION OF TAX EXEMPT PRIVATE USE PROPERTY	4-5
4.8	WATER CONSERVATION AND SUPPLY DEMAND ANALYSIS	4-6
4.9	FACILITIES NECESSARY TO CONNECT AND SERVE ANNEXING TERRITORY	4-6
4.10	ENVIRONMENTAL COMPLIANCE	4-7
5.	SECTION 5 – APPLICATION FOR SERVICE	5-8
5.1	APPLICATION	5-8
5.1.1	Required Deposits	5-8
5.1.2	Non Binding	5-8
5.1.3	Board Acceptance	5-8
5.2	CHANGES IN CUSTOMER'S EQUIPMENT OR USE OF SERVICE	5-8
5.3	METER TYPE USE	5-8
6.	SECTION 6 – SPECIAL CONTRACTS OR AGREEMENTS	6-1
6.1	CONTRACTS REQUIRED	6-1
7.	SECTION 7 – CREDIT ESTABLISHMENTS AND DEPOSITS	7-1
7.1	ESTABLISHMENT OF CREDIT	7-1
7.2	RE ESTABLISHMENT OF CREDIT	7-1
7.3	DEPOSIT AMOUNTS	7-1
7.3.1	Metered Service	7-1
7.3.2	Emergency and Transient Service	7-1
7.3.3	Contract Service	7-1
7.4	UNPAID BILLS	7-1
7.5	REFUND OF DEPOSITS	7-1

8.	SECTION 8 – BILLS AND PAYMENT	8-1
8.1	RENDERING OF BILLS	8-1
8.1.1	Meter Readings	8-1
8.1.2	Billing	8-1
8.1.3	Short Billing Period	8-1
8.2	PAYMENT OF BILLS DELINQUENCY CHARGE	8-1
8.2.1	Due Date	8-1
8.2.2	Closing Bills	8-1
8.2.3	Dishonored Checks	8-1
8.2.4	Delinquent Bills	8-1
8.2.5	Delinquency Charge	8-1
8.2.6	Alternative Payment Arrangements	8-1
8.3	BILLING OF SEPARATE METERS NOT COMBINED	8-2
8.4	BILLING FOR SERVICE TO MULTIPLE UNITS	8-2
8.5	CUSTOMER'S REQUEST FOR SERVICE DISCONTINUANCE	8-2
8.5.1	Discontinuance of Service	8-2
8.5.2	Temporary Discontinuance	8-2
8.5.3	Permanent Discontinuance	8-2
8.6	NON PAYMENT OF BILLS	8-3
8.6.1	Service Discontinued	8-3
8.6.2	Charges for Turn Off, Turn On, and Meter Removal	8-3
8.6.3	Notice and Lien	8-3
8.6.4	Discontinuance of Residential Only Service Customers for Non Payment	8-3
8.7	DISPUTED BILLS	8-5
8.7.1	Payment and Dispute process	8-5
9.	SECTION 9 – METER ERROR	9-1
9.1	METER TEST	9-1
9.1.1	Meter Test	9-1
9.1.2	On customer request	9-1
9.2	ADJUSTMENT OF BILLS FOR METER ERROR	9-1
9.2.1	Fast Meter	9-1
9.2.2	Slow Meters	9-1
9.2.3	Non Registering Meters	9-1
10.	SECTION 10 – FIRE SERVICE	10-1
10.1	PURPOSE	10-1
10.2	INSTALLATION CHARGES FOR WORK BY DISTRICT	10-1
10.3	CONNECTION STANDARDS	10-1
10.4	AUXILIARY FIRE CONNECTION	10-1
10.5	FIRE SPRINKLER CONNECTION	10-1
10.6	QUANTITY AND OTHER CHARGES	10-1
10.6.1	Water for fires	10-1
10.6.2	Water for Fire Storage Tanks	10-1
10.6.3	Water Availability or Meter Charge	10-1
10.6.4	Other	10-1
10.7	PRESSURE AND SUPPLY	10-1
11.	SECTION 11 – EMERGENCY AND TRANSIENT SERVICE	11-1
11.1	TIME LIMIT	11-1
11.2	QUANTITY AND OTHER CHARGES	11-1
11.2.1	Emergency Service	11-1
11.2.2	Transient Service	11-1
11.3	INSTALLATION CHARGE AND DEPOSITS	11-1

11.4	RESPONSIBILITY FOR METERS AND INSTALLATION	11-1
11.5	SERVICE ON A FIRE HYDRANT	11-1
11.6	UNAUTHORIZED USE	11-1
11.7	PRESSURE AND SUPPLY	11-2
11.8	MUTUAL AID	11-2
12.	SECTION 12 – CROSS CONNECTIONS	12-1
12.1	HEALTH STATUTES AND REGULATIONS (ADOPTED BY REFERENCE)	12-1
12.2	PURPOSE	12-1
12.3	INTENT – DEGREE OF HAZARD	12-1
12.4	PLUMBING CHANGES REQUIRED	12-1
12.5	RELIEF VALVE RECOMMENDED	12-1
12.6	BACKFLOW PROTECTION ON ADDITIONAL WATER SUPPLY LINES	12-2
12.7	PROTECTION AGAINST INTER- STREET MAIN FLOW	12-2
12.8	LOCATION OF DEVICES	12-2
12.9	DEVICE SIZE	12-2
12.10	DEVICE OPERATING PRESSURE	12-2
12.11	INSTALLATION	12-2
12.11.1	MAINTENANCE AND TESTING	12-2
12.12	DISCONTINUANCE OF SERVICE	12-2
12.13	TYPES OF DEVICES REQUIRED FOR SPECIFIED PREMISES OR SYSTEMS	12-3
12.14	CHARGES	12-3
13.	SECTION 13 – SERVICE CONNECTIONS	13-1
13.1	SERVICE CONNECTIONS	13-1
13.1.1	General Rule	13-1
13.1.2	Off Site Meter Service	13-1
13.1.3	Location and Size	13-1
13.2	SEPARATE SERVICE REQUIRED	13-1
13.2.1	Parcels Under Single Ownership	13-1
13.2.2	Service Upon Parcel Division	13-1
13.3	MULTIPLE UNITS	13-2
13.3.1	Number of Services to Separate Premises	13-2
13.3.2	Service to Multiple Units	13-2
13.4	METERS	13-2
13.4.1	Location	13-2
13.4.2	No Rent	13-2
13.4.3	Meters Sealed	13-2
13.5	CHANGE IN LOCATION OF METERS OR SERVICE CONNECTIONS	13-2
13.6	CHANGES IN SIZE OF METER	13-2
14.	SECTION 14 – NEW FACILITIES	14-1
14.1	GENERAL POLICY	14-1
14.2	COSTS ADVANCED	14-1
14.3	EXTENSIONS OF MAINS	14-1
14.4	DISTRICT PARTICIPATION – EXCESS SIZING	14-1
14.5	REFUND AGREEMENT	14-1
14.6	CONSTRUCTION AGREEMENT	14-1
14.7	OTHER FEES AND CHARGES	14-1
15.	SECTION 15 – FEES AND CHARGES	15-1
15.1	IN GENERAL	15-1
15.2	PAYMENTS AND DEPOSITS – EFFECTIVE DATES	15-1
15.3	APPLICABLE TO EACH SERVICE	15-1
15.3.1	SDCWA & MET FIXED CHARGES	15-1

16.	SECTION 16 – WATER RATES	16-1
16.1	QUANTITY CHARGE	16-1
16.2	MULTIPLE DWELLINGS, SPACE AND UNITS	16-1
16.3	MONTHLY METER AND MINIMUM CHARGES	16-1
16.3.1	SDCWA INFRASTRUCTURE ACCESS CHARGE (IAC)	16-1
16.4	PUMPING CHARGE	16-1
16.5	SPECIAL CHARGES FOR IMPROVEMENT DISTRICTS	16-1
16.5.1	SPECIAL SERVICE CONNECTION CHARGE (SSCC)	16-1
16.6	SERVICE AREA CHARGES	16-2
16.7	EFFECTIVE DATES	16-2
16.8	PUBLIC LANDS	16-2
17.	SECTION 17 – CONTRACT SERVICE	17-1
17.1	PURPOSE	17-1
17.2	ELIGIBLE PARCELS	17-1
17.3	APPLICATION AND AGREEMENT	17-1
17.4	SERVICE UPON PARCEL DIVISION	17-1
17.4.1	ALLOCATION OF DEMAND	17-1
17.4.2	AGREEMENT AND METERS	17-2
17.5	ADDITIONAL CONTRACT SERVICE	17-2
17.6	PRESSURE AND SUPPLY	17-2
18.	SECTION 18 – WHOLESALE SERVICE	18-1
18.1	PURPOSE	18-1
18.2	RESTRICTIONS	18-1
18.3	APPLICATION AND AGREEMENT	18-1
18.4	LOSS OF SERVICE	18-1
18.5	PRESSURE AND SUPPLY	18-1
19.	SECTION 19 – SUPPLY CONVEYANCE AND EXCHANGE POLICY	19-1
19.1	GENERAL	19-1
19.2	PURPOSE	19-1
19.3	POLICY PRINCIPLES	19-1
19.4	COST RECOVERY	19-1
19.5	WATER QUALITY AND CUSTOMER IMPACTS	19-2
20.	SECTION 20 – IMPROVEMENT DISTRICT A – WATER AVAILABILITY AND SPECIAL CONNECTION CHARGES	20-1
21.	SECTION 21 – WATER SHORTAGE	21-1
22.	SECTION 22 – SEVERABILITY	22-1
23.	SECTION 23 – WATER CONSERVATION (RESERVED)	23-1
24.	SCHEDULE OF RATES, RENTALS, FEES, DEPOSITS & CHARGES	24-2
7.3	DEPOSIT AMOUNTS (ESTABLISH AND RESTORE CREDIT):	24-2
8.2.5	DELINQUENCY CHARGE: 5% OF ANY AMOUNT UNPAID MONTHLY	24-3
8.6.2	TURN OFF, TURN ON, METER REMOVAL AND RECONNECTION CHARGES	24-3
11.2.1	EMERGENCY SERVICE: (RATE CODE N)	24-3
11.2.2	TRANSIENT SERVICE: (RATE CODE Q)	24-3
16.3.1	SDCWA INFRASTRUCTURE ACCESS CHARGE IAC	24-6
16.5	IMPROVEMENT DISTRICTS: (RATE CODE TX & BP)	24-7

18.3.6	WHOLESALE SERVICE:	24 8
19.4	WHEELING RATE:	24 8
25.	INDEX	25 1

YUIMA MUNICIPAL WATER DISTRICT

RULES AND REGULATIONS GOVERNING WATER SERVICE (WATER SERVICE, WATER RATES, CONSTRUCTION OF NEW FACILITIES)

1. Section 1 - DEFINITIONS

The following words shall have the following meanings unless the context thereof indicates otherwise

1.1 ADOPTED

Affirmative action by a majority of the Board of Directors establishing rates, fees and charges and other matters applicable to the construction and installation of distribution facilities and conditions of water service.

1.2 AGRICULTURAL SERVICE

Service for commercial agricultural, floricultural or horticultural use. (As defined by the Metropolitan Water District).

1.2 a. ~~Agricultural Interruptible Service~~ Permanent Special Agricultural Water Rate (PSAWR)

~~Service for commercial agricultural, floricultural or horticultural use that is subject to interruption during high capacity demand, emergency conditions, and other unique conditions that require the District to temporarily interrupt service. A water rate for eligible agricultural customers, offered by the San Diego County Water Authority (SDCWA). Eligible Customers that participate in the PSAWR Program receive a lower level of water service during water shortages or emergencies in exchange for a reduced rate.~~

1.3 AIR GAP SEPARATION BACKFLOW PREVENTION DEVICE (AG)

A device providing a physical break between a supply pipe and a receiving vessel. The air-gap shall be at least double the diameter of the supply pipe, measured vertically above the top rim of the vessel and in no case less than one inch.

1.4 ANNEXATION

A proceeding, by which land may be annexed, included, attached or added to the District, or an Improvement District, or to both.

1.5 APPLICANT

Any person or entity applying for water service.

1.6 APPROVED BACKFLOW PREVENTION DEVICE

A device designed, manufactured and maintained to protect against the backflow of water into the District's water system which has been approved by the Foundation For Cross Connection Control Research of the University of Southern California, and which conforms to these Rules and Regulations and the Regulations of the California State Department of Public Health in effect from time to time. No device shall be approved which does not meet the minimum requirements established by Regulations of the Department of Public Health.

1.7 BOARD OR BOARD OF DIRECTORS

The Board of Directors of the District.

1.8 COMMERCIAL SERVICE

Service to premises where the customer is engaged in trade.

1.9 CONTRACT SERVICE

Service on an intermittent basis under appropriate conditions described herein.

1.10 CROSS CONNECTIONS

Any unprotected connection between any part of a water system used or intended to supply water for drinking purposes and any source or system containing water or substance that is not or cannot be approved as safe, wholesome, and potable for human consumption.

1.11 CUSTOMER

Any person or entity of record receiving District service.

1.12 DATE OF PRESENTATION

When a bill or notice is mailed or personally delivered.

1.13 DISTRICT

The Yuima Municipal Water District.

1.14 DOMESTIC SERVICE

Service for household residential purposes, including water for sprinkling lawns, gardens and shrubbery, watering livestock, washing vehicles, and other similar and customary purposes.

1.15 DOMESTIC-AGRICULTURAL-COMBINED SERVICE (Agriculture with Incidental Domestic)

Service where a domestic and agricultural system is serving a single parcel.

1.16 DOUBLE CHECK VALVE ASSEMBLY (DC)

An assembly of at least two independently acting approved check valves including tightly closing shut-off valves on each side of the check valve assembly and suitable leak-detector drains plus connections available for testing the water tightness of each check valve.

1.17 EMERGENCY SERVICE

Requested repairs or service provided on a temporary, unscheduled basis during emergency situations of private facilities.

1.18 FIRE SERVICE

Service for fire emergencies only.

1.19 INDUSTRIAL SERVICE

Service for manufacturing or processing.

1.20 MAINS

Distribution pipelines located in streets, highways, public ways or private rights of way which are used to serve the general public.

1.21 MAIN EXTENSION

Extension of distribution pipelines, exclusive of service connections, beyond existing facilities.

1.22 METERED SERVICE

Service in measured quantities.

1.23 METER SIZE

The standard classification according to the size of orifice by which water meters are generally identified.

1.24 MUNICIPAL OR PUBLIC USE

Service to any public body.

1.25 PARCEL

A fee ownership parcel as shown on the roll of the San Diego County Assessor or a subsequent division of land into a separate parcel or lot as shown on a County approved map thereof or for which an unrevoked Certificate of Compliance has been issued by the County.

1.26 PREMISES

The integral property or area, including improvements thereon, to which service is or will be provided.

1.27 REDUCED PRESSURE PRINCIPAL BACKFLOW PREVENTION DEVICE (RP)

A device incorporating two or more check valves and an automatically operating differential relief valve located between the two checks, two shut-off valves, and equipped with necessary appurtenances for testing. The device shall operate to maintain the pressure in the zone between the two check valves, less than the pressure on the public water supply side of the device. At cessation of normal flow the pressure between the check valves shall be less than the supply pressure. In case of leakage of either check valve, the differential relief valve shall operate to maintain this reduced pressure by discharging to the atmosphere. When the inlet pressure is two pounds per square inch or less, the relief valve shall open to the atmosphere thereby providing an air gap in the device. To be approved these devices must be readily accessible for maintenance and testing and installed in a location where no part of the valve will be submerged.

1.28 RULES

The Rules and Regulations of District Governing Water Service.

1.29 SCHEDULE

The applicable schedule of effective rates, rentals, fees, charges, and other appropriate matters adopted by the Board.

1.30 SERVICE

The act or method of providing a customer with the use of water.

1.31 SERVICE AREA CHARGE

A charge applicable to service within particular areas to account for special circumstances.

1.32 SERVICE CONNECTION

The pipe, valves and other facilities by which the District conducts water from its mains through the meter.

1.33 SERVICE LATERAL

The line between the District's main and the meter.

1.34 STAND-BY METER

A meter that does not take water on a regular basis, but is used to supplement a local supply for reasons such as peak demands, or emergency, or local drought.

1.35 TEMPORARY SERVICE

Service to parcels within the District which do not front on an existing District main. "Executed Agreement for Off-Site meter exists in most cases."

1.36 TRANSIENT SERVICE

Service for circuses, bazaars, fairs, construction work, irrigation of vacant property, and similar uses, that because of their nature will not be used steadily or permanently.

1.37 UNIT

100 cubic feet of water (748.05 gallons).

1.38 WHOLESALE SERVICE - WHOLESALE CUSTOMER

Service to a mutual water company, public utility or public agency, or other similar water consumer whose service area lies entirely within the boundaries of District, and which has constructed and is operating water distribution facilities not constructed, owned or maintained by the District to lands within its service area (Wholesale Customer). Wholesale Service shall be limited to the extent water is purchased or acquired from District for resale or delivery to users within the Wholesale Customer's service area and within District's boundaries.

2. Section 2 - CONDITIONS AND LIMITATIONS OF SERVICE

2.1 GENERAL LIMITATIONS - CUSTOMER AGREEMENT

District is not a guarantor of continual service in any quantity or at any pressure for any purpose including fire protection even though District, through an application or otherwise, knows of a customer's particular requirements or may have indicated to the contrary. All service is subject to shutdowns and variations required by the operation of its system and to deficiencies which exist or might arise from causes within or without its control including those arising from the deliberate or negligent acts or omissions of District, its directors, officers, employees, agents and consultants.

All persons specifically agree as a condition to connection and continued service that (a) District shall incur no liability nor be subject to any damages resulting from the failure or malfunctioning of any portion of its water system or from a lack of water in adequate quantity or pressure to make it effective, and (b) they will abide by and be subject to all rules, fees, rates and charges adopted from time to time.

All disputes that may arise in relation to any service provided by the District, and rates and charges therefore, shall be resolved, in accordance with California law, in the San Diego Superior Court to the extent an informal or alternate dispute resolution is not successful.

2.2 PRESSURE AND SUPPLY

District will endeavor to deliver water at the meter within the pressure range indicated at meter installation, but shall have no liability for its failure to do so.

District distribution system pressures may exceed the pressure limitations of customer's system. District assumes no responsibility for damage to customer's property resulting from these pressures. This condition may necessitate the installation and maintenance of a pressure regulator by customer to protect the customer's system. The installation and maintenance of water facilities beyond the limits of District owned service connection is customer's responsibility.

2.3 INTERRUPTIONS IN SERVICE

District shall not be liable for damage resulting from any interruption in service. District, whenever it finds it necessary or convenient for making repairs or improvements to its system, shall have the right temporarily to suspend delivery of water. District will endeavor, when possible and as time permits, to notify affected customers prior to such shutdowns and to make all repairs and improvements as rapidly as is practical and so far as possible, at such times as will cause the least inconvenience to customer, but District assumes no liability for its failure to do so.

2.4 QUALITY

When furnished for human consumption, District will endeavor to supply safe and potable water but shall have no liability for failure to do so. District assumes no liability for loss or damage resulting from variations in the chemical composition of water it furnishes.

2.5 ACCESS TO PREMISES AND USE AND GRANT OF EASEMENTS

District or its duly authorized agents shall at all reasonable times have the right to enter customer's premises for any purpose properly connected with the service of water to customer. District shall also have the right to use, without cost or obligation to contribute to the maintenance thereof, any easement road of customer necessary to install, service or maintain any part of District's water system which benefits customer. All easements necessary

or convenient to the installation, maintenance and operation of District water facilities to serve a customer, and any logical extensions thereof, shall be furnished by customer to and used by District without cost or obligation.

2.6 RESALE OF WATER

Except by special agreement with District, no customer shall resell any of the water received from District, nor shall such water be delivered to premises other than those specified in the application of service.

2.7 WATER WASTE

Where water is wastefully or negligently used on a customer's premises, District may discontinue the service if such conditions are not corrected within five (5) days after giving customer written notice.

2.8 UNUSUAL QUANTITIES OF WATER-SWIMMING POOLS AND TANKS

Arrangements must be made in advance to take large quantities of water for such purposes as filling swimming pools and tanks. Permission to take water in unusual quantities will be given only if it can be safely delivered through District's facilities and if other consumers are not inconvenienced.

2.9 RESPONSIBILITY FOR EQUIPMENT

Customer shall, at customer's own risk and expense, furnish, install and keep in good and safe condition all equipment that may be required for receiving, controlling, applying and utilizing water, and District shall not be responsible for any loss or damage caused by the improper installation of such equipment, or the negligence, want of proper care or wrongful act of customer or anyone else in installing, maintaining, using, operating or interfering with such equipment. District shall not be responsible for damage to property caused by spigots, faucets, valves and other equipment that are open when water is turned on at the meter, either originally or after a temporary shutdown.

2.10 RECOMMENDATIONS AS TO CUSTOMER FACILITIES

Any inspection or recommendations made by District or its agents on plumbing or appliances or use of water on customer's premises, or on the location of its facilities, either as a result of a complaint or otherwise, will be made or offered without liability to District, and, except as may be otherwise provided, without charge.

2.11 UNSAFE APPARATUS

District may refuse to furnish water and may discontinue service to any premises where apparatus, appliances or equipment using water is dangerous, unsafe or not in conformity with any laws or ordinances. District does not assume liability for inspecting apparatus on customer's property, however, it may so inspect if it believes there is reason to do so.

2.12 SERVICE DETRIMENTAL TO OTHERS

District may refuse to furnish water and may discontinue service to any premises where the demand is greatly in excess of past average or reasonable use, and where excessive demands by one customer are or may be detrimental, injurious, or result in inadequate service to other customers.

2.13 FRAUD AND ABUSE

District shall have the right to refuse or to discontinue water service to any premises to protect itself against fraud or abuse.

2.14 NON-COMPLIANCE

District may discontinue water service to all of a customer's premises for noncompliance with any of these rules if customer fails to comply with them within five (5) days after receiving written notice of the District's intention to

discontinue service. If such noncompliance affects matters of health and safety, and conditions warrant, the District may discontinue water service immediately.

2.15 NON-PAYMENT OF AMOUNTS DUE DISTRICT

All service is subject to full payment of all rates, fees, charges and other amounts payable to District relating thereto when due. District may refuse to furnish water and may discontinue service to any premises for which District has not received full payment of any amount then due.

2.16 LIEN FOR UNPAID CHARGES

Pursuant to the California Water Code, District shall have a lien for the amount of all unpaid charges payable to District, including interest and penalties, upon any real property owned or later acquired by the person liable for said charges.

2.17 RESTORATION - RECONNECTION CHARGE ^{1 2}

Adopted charges, including all applicable interest and delinquency charges, must be paid in full before discontinued water service is restored.

2.18 CONTROL VALVES

The operation by customer of the curb stop in the meter box is not permitted. On a service connection used for agricultural purposes, customer shall install a suitable valve, as close to the meter location as practicable, the operation of which will control the entire water supply from the service connection.

2.19 INSTALLATION OF SERVICE CONNECTIONS AND METERS

Only duly authorized employees or agents of District shall install or remove any service connection or meter.

2.20 FIRE HYDRANTS

2.20.1 Authorized Authority

No person or persons, other than those designated and authorized by the proper authority, or by District, shall open any fire hydrant, attempt to draw water from it or in any manner damage or temper with it. Any violation of this rule is a misdemeanor punishable by law.

2.20.2 Changes

Anyone desiring a change in the size, type or location of the hydrant shall bear all costs of such changes, without refund. Any change in the location of a fire hydrant must be approved by the proper authority.

2.21 OWNERSHIP

All service connections, meters, mains and fire hydrants, and all equipment appurtenant thereto, shall be the sole property of District, whether located on public or private property, and District reserves the right to repair, replace, relocate and maintain them, as well as to remove them upon discontinuance of service. Unless otherwise provided by rule or special agreement adopted or approved by the Board, no part of the cost thereof will be refunded.

2.22 DAMAGE TO DISTRICT'S PROPERTY

Customer shall be liable for any damage to a meter or other equipment or property owned by District which is caused by an act of customer or customer's tenants, agents, employees, contractors, licensees or permittee, including

¹ Amended 7/25/86 (Res. 389-86)

² Amended 3/15/96 (Res. 602-96)

the breaking or destruction of locks by customer or others on or near a meter, and any damage to a meter that may result from hot water or steam from a boiler or heater on customer's premises. District shall be reimbursed by customer for any such damage promptly on presentation of a bill.

2.23 MAINTENANCE

Except as may be otherwise provided from time to time, District owned facilities will be repaired and maintained by District at its expense, but District is not responsible for the installation and maintenance of any facilities beyond the end of its service.

2.24 ENCROACHMENT PERMITS

Whenever a District customer wishes to construct any permanent or temporary structure or plant any tree or other permanent crop within any part of a defined District easement, or within ten feet of any District pipeline or other facility which is not located within a defined easement, the customer shall first, as a condition of continuing to receive water service or of obtaining new water service from District, obtain an Encroachment Permit from District in conformance with the provisions of District Ordinance 88-05.

2.25 OFF-SITE METER

(See Temporary Service)

2.26 CONSTRUCTION OF FACILITIES

All facilities, including mains and fire hydrants, which are to become a part of District's system must be of a design and size and shall be engineered, constructed and installed in accordance with District's standards and requirements.

2.27 COSTS OF DISTRICT ¹

Whenever District is to be paid for its costs, District will be reimbursed for the actual cost of workers and supervisors engaged in the performance of the work, including wages and employee benefits paid to or on behalf of employees such as health and welfare, pension, vacation and similar benefits and payroll amounts imposed by state and federal law; material and supplies, including sales tax, freight and delivery charges; tools and equipment used in the work at prevailing rental rates for similar tools and equipment; the actual invoice costs to District of services performed by others; plus fifteen percent (15%) or plus twenty-five percent (25%) if services are performed outside district boundaries, of the sum of all the above amounts for District's overhead and general administrative expense. This excludes costs set forth in any special service contracts.

2.28 ADVANCE PAYMENT OF COSTS AND DEPOSITS

Whenever District to be paid its costs the District's estimated amount thereof shall be deposited in advance of services.

2.29 DEPOSITS HELD WITHOUT INTEREST

All amounts deposited will be held without payment of interest at refund. Any monies earned on deposits shall be retained by District.

2.30 NOTICES TO CUSTOMERS

Notices from District to a customer will normally be given in writing, and either delivered or mailed to the last known address. Where conditions warrant and in emergencies, District may give notice by telephone or messenger.

¹ Amended 8/23/05 (Res. 1002-05)

2.31 ADMINISTRATIVE CHARGES ¹

In addition to all other charges, an adopted administrative charge payable in advance shall be paid for District's administrative services in processing such matters as water availability letters, fire availability letters, fire plan check², processing applications for deferral of water availability charges³ termination of deferral agreements,⁴ annexation applications and well or other special agreements .⁵

¹ Amended 8/23/05 (Res. 83)

² Amended 6/26/98 (Res. 700-98)

³ Amended 6/27/97 (Res. 658-97)

⁴ Amended 7/16/99 (Res.737-99)

3. Section 3 - CLASSES AND TYPES OF SERVICE

3.1 CLASSES OF SERVICE

All services installed by District will be classified as follows:

1. Domestic / Non-PSAWR Agriculture
2. PSAWR Agricultural
3. PSAWR ~~Domestic~~-Agricultural-Combined with Incidental Domestic
4. Wholesale
5. Others as may be adopted

3.2 TYPES OF SERVICE

The types of service available from District are:

1. Regular
2. Temporary
3. Transient
4. Contract
5. Emergency
6. Fire
7. Off-site meter¹
8. Others as may be adopted

¹ Amended 12/20/96 (Res. 634-96)

4. Section 4 – ANNEXATION PROCEDURES

4.1 GENERAL POLICY

Territory not currently in the jurisdictional boundaries of the Yuima Municipal Water District (“District”) may seek annexation to the District.

- (a) Any property owner proposing to annex any territory (“Applicant”) to the District shall submit a written request for annexation (“RFA”) in accordance with Section 4.2. At the time of submission of the RFA, the territory proposed to be annexed to the District shall be:
 1. Within the jurisdictional boundaries of the San Diego County Water Authority (“SDCWA”) and the Metropolitan Water District of Southern California (“MWD”); or
 2. Concurrently being considered for annexation to SDCWA and MWD in accordance with any policies and procedures, regulations, and terms and conditions of annexation as may be established by those agencies; or
 3. The properties being considered shall provide evidence of the existence of adequate potable water supplies on or beneath the parcel(s) being considered for annexation which meet or exceed the present and anticipated future needs of the Subject Property.
- (b) All annexation proceedings shall comply with the Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000 (California Government Code section 56000 and following) (the “Act”), as amended from time to time.
- (c) The District Board, at its sole discretion, may approve or deny an RFA based upon its assessment of a number of factors, including, but not limited to:
 1. The positive or adverse short and long-term impacts that the proposed annexation may have on water supply reliability to territory currently within the District’s service area;
 2. The demonstrated ability of the annexing territory to comply with any terms, conditions, including any mitigation measures, assigned to the proposed annexation;
 3. The adequacy of District facilities and ability of the District to efficiently provide water services to the territory proposed to be annexed.
 4. The adequacy of the subject property’s facilities and ability to sustainably serve the present and anticipated future potable water needs of subject property.
- (d) All direct and indirect costs of compliance with the terms, conditions, including any mitigation measures, assigned to the annexation application shall be the responsibility of the Applicant.

4.2 REQUEST FOR ANNEXATION

Applicants shall be the owners of the territory proposed to be annexed to the District. Applicants shall submit an RFA in a form prescribed by the District, and a description of the area proposed to be annexed. Such description shall be made by reference to a map on file with the District, which map shall govern for all details as to the extent of the area proposed to be annexed. The RFA shall be submitted concurrently with an application for annexation to SDCWA and MWD, if applicable.

- (a) Upon receipt of the RFA, the Applicant shall have an initial meeting with District staff to review the reasons for the annexation request, intended use on or development of the territory to be annexed, as well as the District's annexation policies, procedures, tentative terms and conditions, including any possible mitigation measures, for completion of annexation.
- (b) If the Applicant desires to move forward with the RFA, the Applicant shall initially deposit \$5,000.00 with the District to reimburse the District for its administrative, processing, investigation, and review costs and expenses (including data collection, engineering and legal analysis, preparation of maps and legal descriptions, and application documents) including all costs of District staff and retained consultants incurred as a result of the annexation proceedings and if applicable, the concurrent annexation to SDCWA and MWD.
- (c) Once the annexation deposit is made, the Applicant shall provide the District, as it deems appropriate and necessary, any additional technical information and detailed data concerning site conditions, existence of local surface and groundwater, and the intended uses and associated gross and net imported water demands for proposed development on the annexing territory so as to complete the formal annexation application and recommendation for submission to the Board of Directors.
- (d) In order for the District to recover all costs incurred in connection with the annexation, Applicants shall be periodically charged in advance for any anticipated costs and expenses that the District may incur in connection with the annexation proceedings. Any such charges shall be paid in a timely manner to maintain active processing of the RFA. Upon completion of the annexation process, any excess funds will be refunded to the Applicant. Prior to the District Board of Directors' adoption of an Ordinance approving an annexation of territory, the Applicant shall pay a separate "Annexation Charge" in accordance with Section 4.6.

4.3 INITIAL WATER SUPPLY IMPACT ANALYSIS

Upon receipt of the RFA, the District will perform an analysis of the potential impact the proposed annexation may have on District facilities and the water supplies available to existing District customers and any property within the District that currently is not connected to or does not receive water from District water facilities and supplies. That analysis shall include, but not be limited to, consideration of the following factors, if applicable:

- (a) Water demands associated with the annexation are or are not included in the current Urban Water Management Plans (UWMP) of SDCWA and the District.
 - 1. Pursuant to SDCWA's Annexation Policy, an SDCWA member agency annexing territory outside the current jurisdictional boundaries of SDCWA, for which service was not included in SDCWA's current UWMP, will not be provided a water allocation adjustment.

2. A new water supply must be developed to offset the net imported water demand associated with the annexing territory.
- (b) Current imported water demands among all SDCWA member agencies are or are not exceeding those forecast in the UWMP for the District and/or SDCWA.
1. By adopted SDCWA policy (even though service to annexing lands is anticipated in the current SDCWA UWMP) if current SDCWA water demands exceed those anticipated in the current UWMP for SDCWA and/or the District, the District will not be afforded an additional water allocation.
 2. A new water supply must be developed to offset the net imported water demand associated with the annexing territory.
- (c) If SDCWA has activated its Drought Management Plan and/or the District has activated its Drought Response Conservation Program, the District shall consider the water conservation measures and other drought response measures then in effect under the declared Water Supply Shortage Response Level.
1. By adopted SDCWA Annexation Policy, a member agency annexing land will not be provided an additional water allocation if SDCWA has implemented its Drought Management Plan.
 2. This policy shall apply to all property, including those anticipated to receive water service in the current UWMP and irrespective of whether or not SDCWA water demands are within those anticipated in the UWMP then in effect.
 3. A new water supply must be developed to offset the net imported water demand associated with the annexing territory.

4.4 WATER SUPPLY CONDITIONS AT TIME OF ANNEXATION REQUEST

If the District has activated its Drought Response Conservation Program at the time a RFA is made to the District, the following procedures for and conditions under which RFAs will be accepted and processed based upon the declared water supply conditions, as defined in the Drought Response Conservation Program shall apply:

- (a) Level 1, Water Supply Watch Condition – Under *Level 1, Water Supply Watch Condition*, RFAs will be processed under the procedures, terms, and conditions as set forth under Section 4 and without the extraordinary conditions imposed in Levels 2, 3, and 4 described below.
- (b) Level 2, Water Supply Alert Condition - Upon the declaration of a *Level 2 Water Supply Alert Condition*, all existing and new annexation proposals which can provide to the District additional water resources (i) offsetting the net water demand impact for the specific projects in the territory proposed to be annexed and (ii) providing .5 acre feet per year of additional water supply per unit of development in the annexing area to meet firm Municipal and Industrial demands within the existing District service area, will continue to be processed or have RFAs considered by the District. For the purposes of this subsection, “additional water resources” means:

1. Water resources originating from outside the current jurisdictional boundaries of the District; and
 2. Water resources developed as a result of financial support from the annexing properties for local water resource development opportunities within the District determined to be available for annexing territories. Local water resource development opportunities available for annexing lands shall be identified after first determining the level of local water resource development opportunities which may be required to accommodate development on property currently within the District's jurisdictional boundaries.
- (c) Level 3, Water Supply Shortage Critical Condition - Upon the declaration of a *Level 3 Water Supply Shortage Critical Condition*, only existing annexation proposals which can provide to the District additional water resources which (i) offset the net water demand impact for the specific projects in the annexing area and (ii) provide .5 acre feet per year of additional supply per unit of development in the annexing area to meet firm Municipal and Industrial demand within the existing District service area, will continue to be processed. For the purposes of this sub-section, "additional water resources" means water resources originating from outside the current jurisdictional boundaries of the District, and does not mean or include water resources obtained or to be obtained through participation in local or regional offset programs, or financial support for water resource development within the District service area.
- (d) Level 4, Water Supply Shortage Emergency - Upon the declaration of a *Level 4 Water Supply Shortage Emergency Condition*, any and all development and annexation processing with associated direct water usage shall be terminated and no new temporary or permanent potable water meters shall be provided under any circumstance until the Level 4 until the supply of water available for distribution within the District has been replenished or augmented, except for those meters for projects required to protect public health and safety.

4.5 SETTING OF TERMS AND CONDITIONS FOR ANNEXATION

After the RFA has been filed and the initial meeting is held with District staff, if the Applicant desires to move forward and the required deposit is placed, the District will conduct an analysis of the data submitted with the RFA, evaluate and develop draft terms and conditions, including any mitigation measures, to be required for the proposed annexation.

- (a) Terms and conditions for annexation shall include, but are not necessarily limited to:
1. Any appropriate annexation fees and charges required pursuant to Sections 4.2, 4.6 and 4.7;
 2. Completion of the Water Conservation and Supply Demand Analysis as set forth Section 4.8;
 3. Identification of any new facilities and/or improvements to existing facilities to be constructed at the sole expense of the Applicant for connection of and service to the territory to be annexed, as set forth in Section 4.7, as well as any additional terms and conditions which may be required because of conditions and circumstances specific to

the annexation proposal and the territory proposed to be annexed to the District;

- (b) The draft terms and conditions for annexation shall be presented in the formal RFA, which will be presented for consideration by the District Board of Directors at such time as it acts to approve or deny the RFA.
- (c) If the territory proposed for annexation to the District is not currently within MWD's and SDCWA's jurisdictional boundaries, then those agencies may establish their own terms and conditions of concurrent annexation separate and apart from those established by the District, if applicable.

4.6 ANNEXATION CHARGE

In addition to the preliminary annexation processing fees set forth in Section 4.2, an "Annexation Charge" shall be identified and paid in accordance with the terms of payment established by the Board of Directors in an adopted Ordinance approving the annexation.

- (a) The Annexation Charge shall be calculated as follows:
 - 1. Net utility plant, excluding annexation fees;
 - 2. Multiplied by: Engineering News Record Construction Cost Index (U.S.) since year of acquisition of assets;
 - 3. Plus: Fund equity for water funds, net of net utility plant above and excluding any other annexation fees and charges paid by the Applicant pursuant to Section 4.2;
 - 4. Divided by: Taxable Acreage in the District.
- (b) The amount of the "net utility plant" and "fund equity" shall be as determined in the most recent District audited financial statements. The Annexation Charge may be fully or partially waived based upon the specific circumstances of each annexation application, such as the relative benefit to be derived from existing District infrastructure.

4.7 ANNEXATION OF TAX EXEMPT PRIVATE USE PROPERTY

Any territory proposed to be annexed to the District, which is exempt from real property taxes but is intended to be used for private purposes shall be deemed to be "private use property," and shall be subject to an "In Lieu Fee" in addition to the Annexation Charge set forth in Section 4.6 above.

- (a) For purposes of this Section 4.7, a territory is considered intended to be used for private purposes if it is primarily intended to be used for residential, commercial, industrial, or agricultural purposes.
- (b) For purposes of this Section 4.7, territory owned by charitable, educational, or governmental entities is considered to be used for private purposes if the charitable, educational, or governmental entity derives revenue from the use of the territory and the majority of the revenue results from sales and/or user fees and charges.
- (c) The determination of whether a territory is deemed to be "private use property" shall be

made at the time of annexation for the developed territory. All undeveloped territory shall be deemed to be “private use property.”

- (d) The In-Lieu Fee per acre due under this Section 4.7 shall be calculated by determining the present value of the average real property taxes and special assessments collected during the previous fiscal year, using the District’s average investment yield as of the previous June 30 and a term of infinity. Average real property taxes and special assessments shall be calculated as follows:
 - 1. Total real property taxes collected by the District at the conclusion of the most recent fiscal year, including the District’s share of the 1% real property tax collection;
 - 2. Divided by: total taxable acreage in the District;
 - 3. Plus: special assessments, including MWD’s assessment toward the District’s share of its readiness-to-serve charge.

4.8 WATER CONSERVATION AND SUPPLY DEMAND ANALYSIS

The Applicant shall complete a Water Conservation and Supply Water Demand Analysis for each development project proposed within the proposed territory to be annexed to the District which shall (i) assess the total water demand of each development project; (ii) evaluate utilization or development of local surface, ground, and reclaimed water supplies to reduce the net imported water demands of each development project; and (iii) indicate how each development project will meet the water demand supply requirements then in effect by:

- (a) Accounting for available groundwater and surface water supplies in the annexing territory and demonstrating how the Applicant intends to use these supplies in the annexing territory;
- (b) Maximizing, to the extent feasible, the use of recycled water in the annexing territory in accordance with, but not limited to, the California Water Code, Title 22 of the California Health and Safety Code, the Federal Clean Water Act, and the District’s Administrative Code;
- (c) Incorporating water conserving design and improvements in building, grading, landscaping, irrigation, storm water runoff, and other similar development and construction plans;
- (d) Incorporating water conserving design, features, devices and appliances and improvements within all residential, commercial, and industrial structures;
- (e) Requiring ongoing operations and maintenance of water conserving landscaping, materials and equipment within the development through covenants, codes, and restrictions; and
- (f) Providing additional water resources for each development project to, at minimum, fully offset the net imported water demand under normal water supply conditions or to the additional levels set forth in Article 230, Water Supply Shortage Response Program, based upon the requirements of the supply response level in effect at the time the RFA is filed.

4.9 FACILITIES NECESSARY TO CONNECT AND SERVE ANNEXING TERRITORY

New facilities and improvements to existing facilities necessary to connect and serve the annexed territory shall be determined by the District and constructed at the sole cost of the Applicant.

4.10 ENVIRONMENTAL COMPLIANCE

Annexation to the District may be deemed to be a project subject to the California Environmental Quality Act and, if applicable, the National Environmental Policy Act. The Applicant for annexation is responsible for paying the costs of expenses of any environmental review pertaining to the RFA and consideration by the Board of Directors of the annexation of his territory to the District.

5. Section 5 - APPLICATION FOR SERVICE

5.1 APPLICATION

Each applicant for water service will be required to sign a form provided by District setting forth:

1. The date and place of application.
2. The location of premises to be served.
3. The purpose for which the service is to be used.
4. The size of service connection.
5. The address to which bills are to be mailed or delivered.
6. The Assessor's Parcel Number.
7. Whether the applicant is an owner or tenant of, or agent for, the premises. If the applicant is a tenant or agent; the parcel owner of record must complete the service application and the *Owner's Authorization for Delivery of Water Service to Tenant or Agent.*
8. An agreement to abide by all rules of District, including payment of all adopted rates, fees and charges.
9. Such other information as District may reasonably request.

5.1.1 Required Deposits

The application shall be accompanied by a payment of all required deposits, fees and charges then in effect.¹

5.1.2 Non Binding

The application is merely a written request for service and does not bind applicant to take service for any period of time longer than the one upon which the rates and minimum charges of the selected rate are based; neither does it bind District to give service, except under reasonable conditions.

5.1.3 Board Acceptance

All applications received prior to completion of required facilities, other than those for construction work or models, shall be subject to and service withheld until the Board accepts the facilities or determines otherwise.

5.2 CHANGES IN CUSTOMER'S EQUIPMENT OR USE OF SERVICE

Customers making any material change in the size, character or extent of their equipment or their operations which change results in a large increase in the use of water, or change in character or use, shall immediately give District written notice of the nature of the change and, if necessary, amend the application. Change in service connection and/or meter, needed to comply with this section, shall be completed within 90 days after notice from District or sooner if the District's operations so require.

¹ Amended 6/27/97 (Res. 655-97)

5.3 METER TYPE USE

Disc, Turbine or compound type meters may be used for all classes of service. Irrigation type meters are designed for large volume irrigation use and cannot be used for domestic or residential purposes.

6. Section 6 - SPECIAL CONTRACTS OR AGREEMENTS

6.1 CONTRACTS REQUIRED

Contracts or Agreements, other than applications, may be required prior to service under the following conditions:

1. When extension of facilities is necessary.
2. For temporary or transient service.
3. For contract, emergency or fire service.
4. For connections with other qualified utilities.
5. When special backflow devices are required.
6. For Off-Site meters.
7. For well or other water use agreements.

7. Section 7 - CREDIT ESTABLISHMENTS AND DEPOSITS

7.1 ESTABLISHMENT OF CREDIT

Applicants, before receiving metered service, will be required to establish credit by:

1. A cash deposit to secure payment of water bills, or
2. Supply evidence of record ownership of the property to be served and intent to remain the record owner.

7.2 RE-ESTABLISHMENT OF CREDIT

To re-establish credit, a customer shall pay all amounts owed to District at time of service continuance and may be required to make a cash deposit.

7.3 DEPOSIT AMOUNTS

7.3.1 Metered Service

The deposit amount to establish credit for metered service shall be fixed by the Board. Unless otherwise fixed, the amount shall equal three times the estimated highest monthly bill.¹

7.3.2 Emergency and Transient Service

See Section 10.

7.3.3 Contract Service

See Section 16.

7.4 UNPAID BILLS

District may require the customer to deposit three times the estimated highest monthly bill before rendering water service again.²

7.5 REFUND OF DEPOSITS

Deposits, less amounts owing District, will be refunded, without interest, on service discontinuance. Re-Establishment of credit deposits collected from owners of record will be refunded when the owner of record maintains current account status for 12 continuous billing cycles. Refunds under \$2.00 will not be made.

¹ Amended 3/21/97 (Res. 638-97)

² Amended 6/27/97 (Res. 658-97)

8. Section 8 - BILLS AND PAYMENT

8.1 RENDERING OF BILLS

8.1.1 Meter Readings

Meters will be read at regular intervals for the preparation of periodic bills, and as required for the preparation of opening bills, closing bills and special bills.

8.1.2 Billing

Bills for service and special charges will be rendered monthly.

8.1.3 Short Billing Period

The full amount of adopted monthly charges, including minimum charges, shall apply for billing periods shorter than a month.

8.2 PAYMENT OF BILLS-DELINQUENCY CHARGE

8.2.1 Due Date

Bills are due and payable upon presentation and are delinquent if not received in the District Office by 2:00 P.M. on the last working day of the month for which the bill is dated.

8.2.2 Closing Bills

Closing bills are due and payable on presentation and are delinquent if not received in the District Office within five (5) working days from date of mailing.

8.2.3 Dishonored Checks

Upon receipt of a returned check rendered as remittance for a bill, the District will consider the bill unpaid. A service charge adopted by the Board shall be charged for each insufficient check.

8.2.4 Delinquent Bills

A late payment notice will be mailed to the mailing address on record for the water utility account within 10 days of the bill becoming delinquent. Customers will be given 10 days from the notice date to pay the full amount of the bill. If payment is not received by the 10th day following the notice, a "48-hour lock off notice" will be posted at the service address.

8.2.5 Delinquency Charge

An adopted delinquency charge shall be added to all delinquent amounts (including unpaid delinquency charges) upon delinquency and monthly thereafter until paid in full. The Board gives the General Manager, Assistant General Manager / Finance Manager, or designated staff the right to waive a delinquency charge if the Customer has never had a prior delinquency charge waived.

8.2.6 Alternative Payment Arrangements

Any Customer who is unable to pay for water services within the normal payment period may request an alternative payment arrangement to avoid disruption of service. The District will consider all circumstances surrounding the request and make a determination as to whether or not the payment arrangement is warranted. A payment arrangement may include an extension of payment due date or an amortization plan. Failure to comply with the