

WEST BASIN MUNICIPAL WATER DISTRICT

JULY 9, 2003 - Water Resources
McDonald, Kwan

JULY 28, 2003 - Board Meeting

Prepared by: Fernando Paludi

Submitted by: Paul Shoenberger

Approved by: Darryl G. Miller

INFORMATION CALENDAR

CHANGES TO CAPACITY RESERVATION CHARGE

SUMMARY:

At the April 2003 Board meeting, the Board adopted fiscal year 2003-04 water rates and charges that included modifications to the Capacity Reservation Charge (CRC) effective July 1, 2003 and January 1, 2004. These modifications were based on the following changes to the CRC recently adopted by Metropolitan Water District (MWD):

1. No peaking penalty assessed to Member Agencies that exceed their aggregate capacity reservation through MWD connections in summer 2003; and
2. Beginning in 2004, CRC will be assessed based on the highest summertime daily average flow over the preceding three-year period (2000, 2001, 2002).

Based on No. 1 above, staff feels it is worth clarifying that the District will not assess a peaking penalty ("Peaking Surcharge") to customer agencies that exceed their reserved capacity for the 2003 summer period (May through September). However, peaking behavior this summer will count against a customer beginning in 2005 due to the manner in which the CRC will be assessed beginning in 2004, as noted in No. 2 above.

Staff will notify all District firm imported water customers of these changes in writing.

FISCAL IMPACTS:

None.

ENVIRONMENTAL COMPLIANCE:

Not applicable

COMMITTEE STATUS:

This item was reviewed by the Water Resources Committee on July 9, 2003, and agendized to the July 28, 2003 Board meeting as information.

RECOMMENDED MOTION:

This item is for information only.

AGENDA NO. ____