

RESOLUTION NO. _____

RESOLUTION OF THE COUNCIL OF THE CITY OF SANTA ROSA ADOPTING A WHOLESALE RECYCLED WATER RATE FOR INTERRUPTIBLE SERVICE AND DECREASING THE EXISTING WHOLESALE RECYCLED WATER RATE FOR NON-INTERRUPTIBLE SERVICE

WHEREAS, in June 2008, the Santa Rosa City Council adopted Resolution No. 27152, setting the wholesale recycled water rate for the Santa Rosa Urban Reuse Project at \$225 per acre-foot in 2008 dollars and adjusted annually consistent with the percent changes in Sonoma County Water Agency's wholesale water rate applicable to the City of Santa Rosa; and

WHEREAS, discussions have begun between the City of Santa Rosa and the City of Rohnert Park to evaluate a wholesale-retail relationship between the Subregional System and the City of Rohnert Park based on the existing model that was created between the Subregional System and the Santa Rosa Water Utility; and

WHEREAS, during this evaluation, wholesale recycled water rate was reviewed and it was determined that some of the existing urban recycled water customers can have their service interrupted at any time and as such provide flexibility to the Subregional System which should be recognized by establishing a wholesale recycled water rate for interruptible service; and

WHEREAS, it was also determined that the Sonoma County Water Agency wholesale water rates have increased at a significantly greater rate than the percentage changes in the Consumer Price Index-Urban (CPI-U) for the San Francisco-Oakland-San Jose, California area and that adjusting the wholesale recycled water rate consistent with percentage changes in the CPI-U for the San Francisco-Oakland-San Jose, California area is more consistent with changes in costs to wholesale recycled water; and

WHEREAS, the Board of Public Utilities adopted the "Santa Rosa Subregional System 2013 Recycled Water Pricing Policy" recommending that Council establish a wholesale recycled water rate for interruptible service at \$130 per acre-foot in 2013 dollars and decrease the wholesale recycled water rate for non-interruptible service to \$242 per acre-foot in 2013 dollars, adjusted annually consistent with the percent changes in the CPI-U for the San Francisco-Oakland-San Jose, California area.

NOW, THEREFORE, BE IT RESOLVED that the Council of the City of Santa Rosa establishes a wholesale recycled water rate for interruptible service at \$130 per acre-foot in 2013 dollars and decreases the wholesale recycled water rate for non-interruptible service to \$242 per acre-foot in 2013 dollars, adjusted annually consistent with the percent changes in the CPI-U for the San Francisco-Oakland-San Jose, California area.

IN COUNCIL DULY PASSED this ____ day of _____, 2013.

AYES:

NOES:

ABSENT:

ABSTAIN:

ATTEST: _____ APPROVED: _____
City Clerk Mayor

APPROVED AS TO FORM:

City Attorney