Proposition 218 Notification to Property Owners of Public Hearing
on Proposed Water, Wastewater Rate Increases, and Solid Waste Commercial Roll-Off Rate Adjustments

NOTICE IS HEREBY GIVEN that the City of Roseville will hold a public hearing on Wednesday, April 3, 2013 at 7:00 p.m. in the City Council Chambers at 311 Vernon Street, Roseville, California, to consider adoption of proposed increases to rates for water and wastewater utility services, and a modified rate structure for Solid Waste Commercial Roll-Off services. Reasons for the proposed rate increases, and instructions for protesting the rate increases is described in more detail below.

What do water, wastewater, and solid waste rates fund? The City provides water, wastewater (sewer), and solid waste (refuse) service to over 39,000 customers (residential and commercial). The City Charter requires each of the City's utilities to be financially self-sufficient. Monthly rates paid by customers are the primary source of revenue. All revenue from utility bills fund maintenance and operation of the utilities. Revenue is not used for other general government purposes. Revenues must cover the costs of each utility, such as purchasing raw water, energy, chemicals, rehabilitation and replacement of equipment/infrastructure, maintenance, regulatory costs, and salaries. Utility rates are calculated to provide revenues that recover costs reasonably borne to provide services. **For more information about water, wastewater, and solid waste rates and services, please call (916) 774-5300.**

Proposed Changes to Water and Wastewater Rates: An increase in the rates is necessary in order to recover sufficient revenues to operate and maintain the City's water and wastewater systems. Specifically the proposed rate increases are needed to cover increasing costs of inflation, energy, fuel, chemicals, and regulatory compliance. If approved, rate increases would become effective on July 1, 2013 and subsequently July 1, 2014. As an example, utility bills would increase for a typical single family home as shown in *Table 1: Proposed Rate Increases 2013-2014-Impact on Typical Residential Customer.*

Table 1: Proposed Rate Increases 20I3-2014 – Impact on Typical Residential Customer [1]

	Current FY 12/13 Bill	Proposed FY 13/14 Rate Adjustment[2]	FY13/14 Estimated Increase	FY 13/14 Estimated Bill	Proposed FY 14/15 Rate Adjustment[2]	FY 14/15 Estimated Increase	FY 14/15 Estimated Bill
Water	$ 30.64	2.5%	$ 0.77	$ 31.41	2.5%	$ 0.79	$ 32.19
Wastewater	$ 29.00	3.0%	$ 0.87	$ 29.87	3.0%	$ 0.90	$ 30.77
Solid Waste	$ 23.40	0%	$ -	$ 23.40	0%	$ -	$ 23.40
Total	**$ 83.04**	**1.8%**	**$ 1.64**	**$ 84.68**	**1.8%**	**$ 1.68**	**$ 86.36**

[1] Rates are for a typical residential customer who uses 1,900 cubic feet of water per month, flat rate sewer, single 90 gallon refuse bin, and single 90 gallon green waste bin. [2] Rate adjustments are approximate. Actual charges may vary due to rounding.

Water: An average single family home with typical water usage can expect their monthly water bill to increase about $0.77 a month, from about $30.64 to $31.41. An increase in July 2014 would increase the bill about $0.79 to $32.19. The proposed City of Roseville water rate adjustments do not apply to customers receiving water utility bills from the Placer County Water Agency or San Juan Water District.

Wastewater: For wastewater service, a typical single family home can expect their monthly wastewater bill to increase about $0.87 a month, from about $29.00 to $29.87. An increase in July 2014 would increase the bill about $0.90 to $30.77.

Solid Waste: No adjustment is proposed for residential solid waste services. The monthly rate for typical home service will remain at $23.40 per month.

COMPLETE RATE SCHEDULES AND PROPOSED INCREASES FOR EACH APPLICABLE UTILITY ARE SHOWN ON THE NEXT PAGE

Impact on Commercial Customer Bills: Commercial water and wastewater rates vary by type of customer. Water and wastewater rates will increase by the same proportion as increases in the residential category. For Solid Waste commercial customers using roll-off services, rates will be adjusted to include the cost of hauling only. Tipping fees will no longer be incorporated into the rate structure, as explained below.

Proposed Changes to Commercial Solid Waste Rates: No changes are proposed for residential solid waste or most commercial services. A rate structure modification is proposed for Commercial Solid Waste Roll-Off Bin (Open Top and Compactor) services only. The new rate will not incorporate tipping fee tonnage, but will be a standard rate of $286 per haul (will not vary by bin size) based on the cost to the City to provide the service. The cost of tonnage will vary per customer, based on the type of refuse and weight per haul, as determined at the landfill. This disposal cost will be a direct pass-through from the landfill.

Compliance with Proposition 218: In 1996 California voters approved Proposition 218, which amended the state constitution relating to passage of property related fees. Proposition 218 requires the City to inform property owners and rate payers that 1) proposed rate increases are being considered; 2) clearly demonstrate the basis on which the rates are calculated; and 3) hold a public hearing at least 45 days after public notification. Utility rate increases are subject to majority protest. If a majority of impacted property owners submit written protests, the proposed rate increases cannot be adopted. To protest, include your name, address of the impacted property (or Assessor's Parcel number), which proposed utility service rate adjustment is being protested, and your signature. Written protests can be hand delivered or sent by mail to the **City of Roseville City Clerk, 311 Vernon Street, Roseville CA 95678** on or before the public hearing date, or in person at the public hearing on the date and time specified above.

Current and Proposed Water Rates			
Residential Flat Rates	**Current**	**FY 13-14**	**FY 14-15**
Monthly Flat Service Charges ($/month)			
Single family lots up to 4,900 s.f.	22.55	23.10	23.70
Single family lots 4,901 to 8,900 s.f.	29.50	30.25	31.00
Single family lots 8,901 to 12,000 s.f.	36.80	37.70	38.65
Single family lots 12,001 to 15,000 s.f.	43.75	44.85	45.95
Single family lots over 15,000 s.f.	43.15	44.25	45.35
plus for each 1,000 s.f. over 15,000 s.f.	2.30	2.36	2.42
Mobile Home Unit in Mobile Home Park	20.90	21.40	21.95
Metered Rates [1]	**Current**	**FY 13-14**	**FY 14-15**
Monthly Service Charges ($/month)			
5/8" meter	19.60	20.10	20.60
3/4" meter	19.60	20.10	20.60
1" meter	31.50	32.30	33.10
1 1/2" meter	60.85	62.35	63.90
2" meter	96.25	98.65	101.10
3" meter	178.75	183.20	187.80
4" meter	297.65	305.10	312.75
6" meter	590.45	605.20	620.35
8" meter	945.65	969.30	993.55
10" meter	1,358.65	1,392.60	1,427.40
12" meter	2,537.05	2,600.50	2,665.50
Monthly Quantity Rates ($ per Hundred Cubic Feet (CCF))			
Residential Accounts			
First 12 CCF	0.43	0.44	0.45
Next 30 CCF	0.84	0.86	0.88
Next 33 CCF	1.27	1.30	1.33
Over 75 CCF	1.89	1.94	1.99
Non-Residential Accounts			
All Water Use	0.84	0.86	0.88
Recycled Water	0.42	0.43	0.44

1) Customers outside the City limits are charged an additional 60% on the above water rates.

Current and Proposed Wastewater Rates	Current	FY 13-14	FY 14-15
Monthly Service Charges ($/month)			
Residential - served by City of Roseville [1]	29.00	29.85	30.75
Residential -– served by Sacramento County [2]	32.62	39.57	41.85
Commercial Accounts			
Per Sewer Unit [1] [3]	29.00	29.85	30.75
Commodity Rate ($/CCF) [1] [4]	2.90	2.99	3.08

(1) Customers outside the City limits pay rates 10% higher than rates shown above. (2) This rate is determined by the Sacramento Regional County Sanitation District and was effective August 2011. (3) The number of sewer units for each account is determined as specified in Chapter 14.16 of the Municipal Code. (4) Applies to water use in excess of 10 CCF/month for metered commercial customers.

Roll-On/Off, Privately Owned Compactors and Open Top Dumpsters

Bin Size	Charge per Pick-Up	Per Ton Charge (General Refuse)*
All	$286	$68

*Tipping Fees at the Western Placer Waste Management Authority Materials Recovery Facility vary by material type: Green Waste $35/ton, Wood Waste $25/ton, Construction & Demolition Waste $46/ton, Inert Materials $15/ton. For more information refer to http://www.wpwma.co/fees.

Roll-Off – 100% Recycling Bin

Bin	Flat Rate	Per Ton
Any	$156.60	$0