

NOTICE OF PUBLIC HEARING: PROPOSED SEWER SERVICE AND USE CHARGE RATE INCREASE

On **May 1, 2019, at 7:00 PM**, the Cupertino Sanitary District Board is scheduled to conduct a public hearing on proposed increases to the Sewer Service and Use Charges. These charges are paid by residential, commercial, institutional, and industrial users of the sanitary sewer system.

At the hearing, staff will be proposing a residential rate increase not to exceed 12% for FY 2019-2020. Non-residential customer rates will increase proportionately. If the District Board adopts this proposed increase, the annual impacts would be as follows:

<u>Type of Service:</u>	<u>Current Rates</u>	<u>New Rates Not to Exceed</u>
	<u>FY 2018-2019:</u>	<u>FY 2019-2020:</u>
Residential:		
Residential – per unit	\$518.55	\$580.78
	\$43.21	\$48.40
Commercial:		
Fixed charge:	\$6.87	\$7.69
Plus additional charge per Hundred Cubic Feet (HCF) of sewage discharged:		
Auto Repair Shops & Service Stations	\$4.24	\$4.75
Car Washes	\$3.54	\$3.96
Domestic Laundry	\$3.80	\$4.26
Machinery Manufacturers	\$6.22	\$6.97
Motels/Hotels without Food Service	\$4.33	\$4.85
Motels/Hotels with Food Service	\$7.26	\$8.13
Retirement Homes with Common Dining	\$8.18	\$9.16
Convalescent Hospitals	\$4.09	\$4.58
Printing Plants	\$7.32	\$8.20
Restaurants	\$8.85	\$9.91
Retail or Professional Office	\$3.89	\$4.36
Schools, Colleges, Day Care Facilities	\$5.51	\$6.17
Capital Cost Recovery		
Infiltration/Inflow (I/I)	\$7.84 per user / yr	\$8.78 per user / yr
Flow	\$338,601.73 per 1,000 MG/Day	\$379,233.94 per 1,000 MG/Day
Biochemical Oxygen Demand (BOD)	\$49,444.44 per 1,000 lbs /day	\$55,377.77 per 1,000 lbs /day
Suspended Solids (SS)	\$45,708.90 per 1,000 lbs /day	\$51,193.97 per 1,000 lbs /day
Ammonia (NH3)	\$150,040.71 per 1,000 lbs /day	\$168,045.60 per 1,000 lbs /day
Flow	\$2,947.98 per MG /year	\$3,301.74 per MG /year
Biochemical Oxygen Demand (BOD)	\$335.63 per 1,000 lbs /year	\$375.91 per 1,000 lbs /year
Suspended Solids (SS)	\$438.25 per 1,000 lbs /year	\$490.84 per 1,000 lbs /year
Ammonia (NH3)	\$3,618.46 per 1,000 lbs /year	\$4,052.68 per 1,000 lbs /year

While the District has made every effort to control and lower its operating and maintenance costs, the City of San Jose wastewater treatment costs continue to rise due to San Jose-Santa Clara Regional Wastewater Facility funding needs. The Plant Master Plan identifies \$1.6 billion to \$2.2 billion of critical improvements to rebuild the aging Plant infrastructure and meet stricter regulations. The District's share of the cost for these upgrades and improvements is estimated to be \$38.1 million over the next 5 years. In order to cover the District's normal operating and capital improvement costs and the District's share of the cost to upgrade and improve the Treatment Plant wastewater treatment facilities, the Sanitary Board will consider sewer service charges as shown above. The Board may also determine that smaller increase is sufficient to meet current and future needs depending on availability of short term financing and development activities in the District.

Protests must be in writing and received by the District prior to the close of the public hearing on **May 1, 2019**. Indicate the Assessor's Parcel Number(s) of the property(ies) you own that are subject to the proposed rate adjustment. Submit written protest to the District Clerk in the form of a letter, fax, or e-mail at:

20863 Stevens Creek Blvd. Suite 100, Cupertino, CA 95014
 Fax (408) 253-5173, email rtanaka@cupertinosanitarydistrict.org