

April 17, 2017

**NOTICE OF PUBLIC HEARING
PROPOSED RECYCLED WATER RATES**

The San José City Council is scheduled to conduct a public hearing on a proposed update to the San José Municipal Water System water rates on:

Tuesday, June 6, 2017 at 1:30 p.m.
San José City Hall Council Chambers
200 East Santa Clara Street
San José, CA 95113

At the hearing, the City of San José Environmental Services Department will be proposing an update to the monthly meter charge for fiscal year 2017-18 (July 1, 2017 to June 30, 2018). The City Council will set the exact rate based on refinements in the calculations, but it will not be higher than the estimate specified. By previously-adopted resolution of the City Council, recycled quantity charge rates are set to increase up to \$0.243 per hundred cubic feet (HCF*) of water to recover increases in wholesale recycled water rates.

You may receive multiple copies of this notice, as a packet is sent for each service address. If you have questions about this notice, please call the Customer Contact Center at (408) 535-3500.
(*1 HCF = 748 gallons)

Reason for the Proposed Increase

The San Jose Municipal Water System purchases and delivers on average three million gallons of recycled water per day to institutional, industrial, and commercial customers. The water system includes pipelines, pump stations, storage reservoirs, and water meters, as well as facilities and processes required to comply with all state and federal water standards. Water rates are set at a level to generate enough revenue to cover the costs of operating and maintaining the system.

Requesting this Notice in Other Formats

In accordance with the Americans with Disabilities Act, this letter can be made available upon request in alternative formats such as Braille, large print, audiotape, or computer disk. Requests can be made by calling (408) 535-3500 (voice) or (800) 735-2929 (California Relay System).

PROPOSED RECYCLED WATER RATE INCREASES

The following tables show the current and proposed recycled water rates and charges:

Table 1: Monthly Meter Charge

MONTHLY METER CHARGE (based on meter size)		
Meter Size	2016-17 Current Charge	2017-18 Proposed Charge
5/8-inch	\$16.49	\$26.72
3/4-inch	\$16.84	\$26.72
1-inch	\$29.30	\$47.30
1.5-inch	\$58.60	\$81.59
2-inch	\$90.33	\$122.75
3-inch	\$170.91	\$253.08
4-inch	\$261.24	\$445.14
6-inch	\$341.83	\$973.31
8-inch	\$488.35	\$1,659.24
10-inch	\$610.46	\$2,619.55

Table 2: Quantity Charge

RECYCLED WATER QUANTITY CHARGE (PER HCF*)		
Use Type	2016-17 Current Charge	2017-18 Proposed Charge
Irrigation	\$2.853	\$3.096
Industrial	\$2.872	\$3.115
Agriculture	\$2.826	\$3.069
Irrigation Former Well	\$2.213	\$2.456
Industrial Former Well	\$2.536	\$2.779
Agriculture Former Well	\$2.536	\$2.779

*Note: 1 HCF = 748 gallons

Deadline to Submit Written Protests: June 6, 2017

If you wish to file a protest to the proposed water rate increase, you must follow these rules for your protest to be included in the official tally presented to the City Council:

- Protests must be in writing and received by the City prior to the close of the public hearing on June 6, 2017.
- **You must indicate your name and the service address(es)** of the property(ies) you own or rent that is/are subject to the proposed rate adjustment.
- Submit **written** protests to the Office of the City Clerk in the form of a letter, fax, or e-mail as shown below:

Mail (or hand-deliver)	Fax	E-mail
San Jose Municipal Water System Rate Increase City of San José – Office of the City Clerk 200 E. Santa Clara St. San José, CA 95113-1905	(408) 292-6207 San Jose Municipal Water System Rate Increase	WaterRateProtest@sanjoseca.gov