



Valencia Water Company
 24631 Avenue Rockefeller
 Valencia, CA 91355
 (661) 294-0828

NOTICE OF SPECIAL MEETING OF THE BOARD OF DIRECTORS

On September 1, 2016, the Board of Directors of the Valencia Water Company (“VWC” or “Board”) will hold a special meeting open to the public to consider a proposed increase to its Revenue Adjustment Surcharge. This meeting is the rescheduling of the canceled meeting originally scheduled for June 2, 2016.

General Metered Rates will not be affected by this proposal. The public meeting will be held at 6:30 pm at Valencia High School Multi-Purpose Room, 27801 N. Dickason Drive, Valencia, California.

You are receiving this notice because you are the owner or legal occupant of real property that receives water service from VWC that is the subject of the proposed rate increase. At the public meeting, the Board will consider the recommendation to increase water rates on October 1, 2016.

a. Water Rate Changes

Shown in the table below is the proposed rate change for the Revenue Adjustment Surcharge, and the impact to the Total Commodity Rate for different usages. As shown, the existing General Metered Rates will remain unchanged during 2016.

Table 1 - Current and Proposed Commodity Charge, \$/Ccf

		Present Rates			Proposed Rates		
		General Metered Rate	Revenue Adjustment Surcharge	Total Commodity Rate	General Metered Rate	Revenue Adjustment Surcharge	Total Commodity Rate
General Metered Service		\$1.598	\$0.088	\$1.686	\$1.598	\$0.515	\$2.113
Residential	Tier 1	\$1.342	\$0.088	\$1.430	\$1.342	\$0.515	\$1.857
	Tier 2	\$1.598	\$0.088	\$1.686	\$1.598	\$0.515	\$2.113
	Tier 3	\$1.997	\$0.088	\$2.085	\$1.997	\$0.515	\$2.512
	Tier 4	\$2.597	\$0.088	\$2.685	\$2.597	\$0.515	\$3.112
	Tier 5	\$3.376	\$0.088	\$3.464	\$3.376	\$0.515	\$3.891
Dedicated Irrigation Meters	Tier 1	\$1.342	\$0.088	\$1.430	\$1.342	\$0.515	\$1.857
	Tier 2	\$1.598	\$0.088	\$1.686	\$1.598	\$0.515	\$2.113
	Tier 3	\$1.758	\$0.088	\$1.846	\$1.758	\$0.515	\$2.273
	Tier 4	\$2.021	\$0.088	\$2.109	\$2.021	\$0.515	\$2.536
	Tier 5	\$2.527	\$0.088	\$2.615	\$2.527	\$0.515	\$3.042
Untreated/Recycled Service		\$1.342	\$0.088	\$1.430	\$1.342	\$0.515	\$1.857

The existing Monthly Service Charges, shown in the table below, will also remain unchanged during 2016.

Table 2 - Current Monthly Service Charge

GENERAL METERED SERVICE		PRIVATE FIRE PROTECTION SERVICE	
For 5/8 x 3/4-inch meter	\$10.40	For each 2 inch diameter service connection	\$22.30
For 3/4-inch meter	\$15.60	For each 4 inch diameter service connection	\$32.30
For 1-inch meter	\$26.00	For each 6 inch diameter service connection	\$46.10
For 1-1/2-inch meter	\$52.00	For each 8 inch diameter service connection	\$61.50
For 2-inch meter	\$83.30	For each 10 inch diameter service connection	\$126.90
For 3-inch meter	\$156.10	For each 12 inch diameter service connection	\$183.80
For 4-inch meter	\$260.20	For each 14 inch diameter service connection	\$249.90
For 6-inch meter	\$520.30		
For 8-inch meter	\$832.60		
For 10-inch meter	\$1,196.80		
For 12-inch meter	\$1,717.10		
For 14-inch meter	\$2,341.60		

The Revenue Adjustment Surcharge was implemented 2011, and provides financial stability to VWC when revenue is insufficient to meet expenses due to unforeseen revenue shortfalls. The proposed increase in the Revenue Adjustment Surcharge under consideration was primarily calculated to account for unforeseen revenue shortfalls caused by water use reductions mandated by the State of California. Additional, less substantial causes of shortfalls have been delays in the implementation of VWC's last General Metered Rate increase and greater-than-expected impacts on the Low-Income Ratepayer Assistance Program. The proposed increase to the Revenue Adjustment Surcharge will have no effect on General Metered Rates, and is necessary to ensure VWC maintains the funding needed to continue providing safe and reliable water service.

b. You Can Provide Comments or Objections to the Proposed Rate Adjustment

At the public meeting, the Board will consider all oral and written testimony regarding the proposal. You may also submit written comments or objections to the rate increase proposal. Written comments or objections must be signed by a customer or property owner, and must include the street address or assessor's parcel number of the property for which the comment or objection is submitted. Written comments or objections may be mailed to VWC's office at the address below, and must arrive prior to the date and time of the special meeting of the Board to be considered:

Valencia Water Company
General Manager
24631 Avenue Rockefeller
Valencia, CA 91355

c. For Further Information and to Obtain Copies of Relevant Documents

Documentation regarding the proposed rate increase is available to the public for inspection and copying at VWC's offices located at 24631 Avenue Rockefeller, Valencia, CA 91355. Customers and interested parties wishing to inspect or copy documents may do so during normal business hours or make an appointment by calling (661) 294-0828. Documents regarding the proposed rate increase will also be available on VWC's website, at www.valenciawater.com/service/rates.asp.