SCHEDULE WA-Ag

Agriculture Promotion and Preservation Rate

POLICY:

This rate is established to support, promote, preserve and encourage agriculture and the agricultural heritage of the City of Riverside.

APPLICABILITY:

This rate applies to properties that meet 5 or more of the "Qualifying Criteria" outlined in No. 1 of the Definitions. It also applies to existing WA-3 or WA-9 customers upon the effective date of this rate, who will transition onto this rate.

TERRITORY: Within the Riverside City limits.

RATES:

A. Inside City Limits (Within Proposition R Boundaries)

1. With Residence and Nominal Ornamental Landscaping;

Or Without Residence

Customer Charge

	Per Meter, Per Month				
Customer Charge	2018	2019	2020	2021	2022
5/8 and 3/4-inch	\$15.80	\$18.07	\$20.53	\$23.08	\$26.00
1-inch	25.08	28.69	32.58	36.63	41.26
1-1/2-inch	48.08	55.00	62.45	70.22	79.08
2-inch	75.80	86.70	98.45	110.68	124.64

The Department shall specify meter size based on acreage need (up to 2 inch meter)

Quantity Rates

Per (CCF)

All 100 cubic feet (CCF) per month

2. With Residence and more than Nominal Ornamental Landscaping

Two Meters required:

- (1) For residence and landscape area
- (1) For Agricultural Operations

(Meter 1) Residence and Landscape area

Applicable WA-1 quantity rates and customer charges

(Meter 2) Agricultural Operations

Customer Charge

	Per Meter, Per Month				
Customer Charge	2018	2019	2020	2021	2022
5/8 and 3/4-inch	\$15.80	\$18.07	\$20.53	\$23.08	\$26.00
1-inch	25.08	28.69	32.58	36.63	41.26
1-1/2-inch	48.08	55.00	62.45	70.22	79.08
2-inch	75.80	86.70	98.45	110.68	124.64

The Department shall specify meter size based on acreage need (up to 2 inch meter)

Quantity Rates

Per (CCF)

All 100 cubic feet (CCF) per month

\$1.16

The second meter (Meter 2) for Agricultural Operations can be installed via a manifold configuration at the current meter and service location at the premises. The customer will bear the burden of the installation and retrofit charges by City Forces at the primary meter location.

Customer will be responsible for all tailpipe work required to connect Meter 2 to the agricultural operations activities. A backflow inspection will need to be conducted by City staff, and backflow device(s) possibly required, before Meter 2 can be activated.

A Backup Facility Capacity Charge based on meter size will be due before Meter 2 will be activated.

B. Inside City Limits (Outside Proposition R Boundaries)

1. With Residence and Nominal Ornamental Landscaping;

Or Without Residence

Customer Charge

		Per Meter, Per Month				
Customer Charge	2018	2019	2020	2021	2022	
5/8 and 3/4-inch	\$15.80	\$18.07	\$20.53	\$23.08	\$26.00	
1-inch	25.08	28.69	32.58	36.63	41.26	
1-1/2-inch	48.08	55.00	62.45	70.22	79.08	
2-inch	75.80	86.70	98.45	110.68	124.64	

The Department shall specify meter size based on acreage need (up to 2 inch meter)

Quantity Rates	Per (CCF)
First nine (9) 100 cubic feet (CCF) per month	\$1.16
All over nine (9) CCF per month	\$1.45 **

** 3 year transition period to bring these customers to the 2nd Tier rate of \$1.45/CCF

(Year 1 - \$1.26/CCF; Year 2 - \$1.36/CCF; Year 3 - \$1.45/CCF)

C. Outside City Limits

Once effective, WA-Ag is not open to new customers outside the City limits.

Until 1/1/2020, charges for WA-Ag customers outside the City limits of Riverside shall be the amount computed at the Quantity Rates and the Customer Charge set forth in RATES, A.1 of this schedule, multiplied by 1.5.

As of 1/1/2020, any customers outside the City limits of Riverside that previously had WA-3 or WA-9 rates and were grandfathered into this WA-Ag rate will be transitioned to the applicable water rate schedule (WA-1 with a residence, or WA-6 without a residence).

After 1/1/2020 this section is no longer applicable.

DEFINITIONS:

- 1. Qualifying Criteria (5 or more must be met to qualify for this rate):
 - a. Property/business has "Agricultural" license from the California Department of Food and Agriculture (CDFA);
 - b. Has City business license;
 - c. Commercial: farming, use of pasture, or nursey activities conducted onsite;
 - d. Property is within Prop R boundaries (Greenbelt or La Sierra lands)
 - e. Property has irrigated cluster of at least 75 fruit, nut, or avocado trees; and/or 75 clustered individual vines; or a clustered combination thereof;
 - f. Property is growing row crop produce on 75% or more of property;
 - g. Property has no more than a single family residence with nominal ornamental landscaping;
 - h. Property is 3/4 acres or larger;
 - i. Property is allowed to conduct agricultural activities as a "permitted use" according to City Zoning codes, General Plan land uses or Proposition R and/or Measure C.
- 2. Single Family Residence shall be defined per zoning code 19.04.120, but for purposes of this policy not to include Auxiliary Dwelling Units and Agricultural Caretaker Living Quarters as defined per zoning code 19.08.020.
- 3. Nominal Ornamental Landscaping is defined as plants, other than the agricultural operations, covering in the aggregate not more than the greatest of 1/4 acre or 7% of total property acreage not including the footprint of a single family dwelling, other structure(s) and/or hardscape surfaces.

SPECIAL CONDITIONS:

- 1. After appropriate public hearings, the Board of Public Utilities will publish a list of Best Irrigation Practices and provide WA-Ag customers with a menu of practices to follow to continue to qualify for this WA-Ag rate. These practices will be reviewed and updated at least every 5 years.
- 2. All customers on this rate must use Best Irrigation Practices and any agricultural operations or activities must comply with applicable City municipal and zoning codes.
- 3. Upon the effective date of this rate, all existing WA-3 and WA-9 customers will transition onto this WA-Ag rate in accordance with RATES Sections A, B and C. Within 6 months of the effective date of this WA-Ag rate, RPU staff will inspect each (prior) WA-3 and WA-9 customer properties to ensure they are still in compliance with the qualifying criteria of their respective (prior) rate tariff (WA-3 or WA-9). If upon inspection the property is found to no longer be in compliance, the customer will have 90 days to bring the property back into compliance. If compliance is not met by the 91st day the customer will be moved to the WA-1 rate (residence on the property), or the WA-6 rate (no residence on the property), 90 days from the final

determination of non-compliance. These (prior) WA-3 and WA-9 customers with be inspected at least every two years and must remain in compliance with their (prior) rate tariff qualifying criteria in order to remain on the WA-Ag rate.

- 4. RPU staff will inspect each non-prior WA-3/WA-9 customer property receiving the WA-Ag rate at least once every two years to ensure the property continues to meet the Qualifying Criteria to receive this rate. A change to the applicable rate schedule may be made if the Utility determines that the Customer no longer qualifies for WA-Ag. Customers found to no longer be in compliance will be given 90 days to come back into compliance. If compliance is not met by the 91st day the customer will be moved to the WA-1 rate (residence on the property), or the WA-6 rate (no residence on the property) 90 days from the final determination of non-compliance.
- 5. Customers found to be out of compliance more than one time within a 5 year period will be transitioned to the applicable WA-1 or WA-6 rate within 90 days of such determination unless otherwise determined as the result of an appeal.
- 6. If staff determines that WA-Ag is not applicable, the Customer may appeal the determination, following the requirements set out in Part A of the "General Provisions" section of the Water Rules and Rate Schedules.
- 7. Any properties transferring ownership will be subject to being placed on the applicable rate. The new owner of a property previously receiving the WA-Ag rate must prove that the property meets the Qualifying Criteria as defined in No. 1 of the Definitions within 60 days of closing escrow to remain on the WA-Ag rate (applies to properties previously receiving WA-3 or WA-9 rates that were transitioned to WA-Ag).
- 8. Water Conservation Surcharge: The rates and charges above are subject to a surcharge (Water Conservation Surcharge) as adopted via City Council Resolution No. 22675 on April 22, 2014 and such surcharge as in effect from time to time. The Water Conservation Surcharge will be applied to the Customer's total water usage charge including without limitation the quantity rates, customer and minimum charge for the applicable billing period.
- 9. Water General Fund Transfer: The Water General Fund Transfer is a component of every customer's water bill, and is a transfer of up to 11.5% of revenues from the Water Fund to the City's General Fund. On June 4, 2013, the voters of the City of Riverside approved the Water General Fund Transfer as a general tax, pursuant to Article 13.C of the California Constitution.

ENERGY COST ADJUSTMENT FOR PUMPING WATER:

The Quantity Rates shall be subject to an energy cost adjustment relating to increases and decreases in the cost of electric power for pumping water. This energy cost adjustment shall apply to each one hundred cubic feet (CCF) of sales to which Quantity Rates apply.

Determination of the adjustment factor shall be made at the beginning of each quarter, with the initial adjustment beginning February 1, 1983.

The energy cost adjustment shall be calculated by dividing the CCF of metered Water sold in each quarter into the total dollar amount of fuel cost adjustments plus any base rate increases imposed by power suppliers for pumping water during that quarter:

- A. Fuel cost adjustment charges by Southern California Edison Company.
- B. Fuel cost surcharge charges by City of Riverside.
- C. Base rate increase charges by Southern California Edison Company.*
- D. Base rate increase charges by City of Riverside.*

<u>\$ (A+B+C+D)</u> = \$.0000 per CCF

CCF (Metered Sales)

The resultant shall be the energy cost adjustment factor for pumping water and shall be expressed in terms of cents per CCF carried out to the nearest \$0.0001. This factor shall be divided by 0.885 to allow for the 11.5% of gross revenue payable to the City General Fund. The resultant shall then become the energy cost adjustment to be multiplied by all CCF increments reported in billings to Customers. The resultant amount in each case, expressed to the nearest \$0.01, shall constitute the adjustment to be added to the Customer's bill.

*(Over base rates in effect February 1, 1983)