

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF GLENDALE
SETTING FORTH WASTEWATER RATES (SEWER USE CHARGES) FOR THE
NEXT 4 FISCAL YEARS BEGINNING WITH FISCAL YEAR 2018-2019**

WHEREAS, Section 13.40.450 "Charges" of the Glendale Municipal Code provides for the establishment and modification of sewer use charges; and

WHEREAS, the existing wastewater facilities require continuous operation, maintenance, renewal, and replacement thereof; and

WHEREAS, the City Council has established sewer use charges based on sewer usage, in order to provide for wastewater systems within the City; and

WHEREAS, on October 12, 2015, the City retained the services of HDR Engineering, Inc., ("HDR") for the purposes of conducting a Cost of Service Analysis ("COSA") and rate study for the wastewater rates; and

WHEREAS, HDR performed a COSA and developed a wastewater rate study and revenue increase design for the Wastewater Fund; and

WHEREAS, HDR, through the COSA, has concluded that a proposed four year rate plan will be able to fund projected wastewater operation and maintenance costs and capital improvement program expenditures; and

WHEREAS, on May 22, 2018, the City of Glendale conducted a noticed public hearing regarding the proposed wastewater rates and considered the reports and testimony of staff and the comments of the public regarding the same; and

WHEREAS, the said public hearing remained open and continued to June 5, 2018; and

WHEREAS, on June 5, 2018, the public hearing was closed and there was deliberation on the proposed wastewater rates;

WHEREAS, the proposed wastewater rates have been calculated on the basis of the actual and proportionate costs to provide wastewater service to the City's sewer customers;

WHEREAS, the proposed wastewater rate increases constitute charges for a property related service (California Constitution, Article XIID, Section 6), the revenue derived from the wastewater rate increases will not exceed the funds required to provide the sewer customers with wastewater service, (California Constitution, Article XIID, Section 6(b)(1)), the revenue derived from the wastewater rates not be used for any other purpose than that for which they are imposed (California Constitution, Article XIID, Section 6(b)(2)), and the amount of fee or charge imposed upon the parcels or sewer customers do not exceed the proportional cost of the service attributable to the parcels or sewer customers (California Constitution, Article XIID, Section 6(b)(3)), and for services which are actually used by or immediately available to sewer customers (California Constitution, Article XIID, Section 6(b)(4)), and the wastewater rate increases are not being imposed for general governmental services, where the service is available to the public at large (California Constitution, Article XIID, Section 6(b)(4)).

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF GLENDALE, CALIFORNIA:

SECTION 1. Notice of the public meeting at which this Resolution was considered was properly given, and all oral and written presentations made to and heard by the City Council, as well as protests to the proposed wastewater rates were properly considered.

SECTION 2. There is a reasonable relationship between the wastewater rates to be charged and the City's costs in providing wastewater service.

SECTION 3. Compliance with California Environmental Quality Act. The City Council finds and determines that this Resolution is not subject to the California Environmental Quality Act ("CEQA") and, therefore, an environmental review is not required pursuant to Section 21080(b)(8) of the California Public Resources Code and Sections 15272(a) and 15061(b)(3) of the CEQA Guidelines, California Code of Regulations, Title 14, Chapter 3 because CEQA does not apply to the establishment, modification, restructuring, or approval of rates and other charges by public agencies for purposes such as those set forth herein.

SECTION 4. The wastewater rates:

- a) Do not exceed the actual or estimated reasonable costs incurred for providing wastewater services to its customers;
- b) Are reasonable and necessary to enable the City to provide benefit or privilege, service or product to which they relate; and
- c) Have been allocated in a manner such that the costs to the customer payer are proportional to the payer's burden on, or benefits received, for wastewater service.

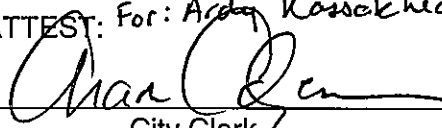
SECTION 5. The City Council hereby adopts the four year wastewater rate schedule.

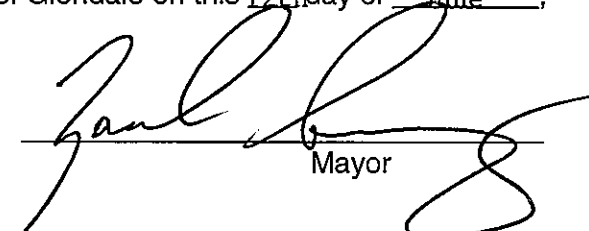
| | Fiscal Year 2018/19 | Fiscal Year 2019/20 | Fiscal Year 2020/21 | Fiscal Year 2021/22 |
|---|------------------------|------------------------|------------------------|------------------------|
| Monthly Flat Fee per Elec. Acct. | \$3.93 | \$4.21 | \$4.36 | \$4.49 |
| SFR Winter Water charge per HCF | \$2.10 | \$2.25 | \$2.33 | \$2.40 |
| Multi-family charge per HCF | \$2.24 | \$2.40 | \$2.49 | \$2.56 |
| Commercial – Low Strength Charge per HCF | \$2.38 | \$2.54 | \$2.64 | \$2.72 |
| Commercial – Medium Strength Charge per HCF | \$3.45 | \$3.70 | \$3.83 | \$3.95 |
| Commercial – High Strength Charge per HCF | \$6.58 | \$7.04 | \$7.30 | \$7.52 |

SECTION 5. The wastewater rates shall take effect on July 5, 2018. All subsequent increases for Fiscal Year 2019/2020 through Fiscal Year 2021-2022 shall take effect on July 1, of each fiscal year.

SECTION 6. Severability. If any Section, subsection, clause, phrase, sentence or word of this Resolution or the application thereof to any person or circumstance is for any reason held invalid, the validity of the remainder of the Resolution or the application of such provision to other persons or circumstances shall not be affected thereby and shall not affect any other Section, subsection, clause, phrase, sentence or word of the Resolution that can be given effect without the invalid Section, subsection, clause, phrases, sentence, or word of this Resolution. The City Council hereby declares that it would have passed this Resolution and each Section, subsection, clause phrase, sentence and word hereof, irrespective of the fact that one or more Sections, subsection, clauses, phrases, sentences or words or the application hereof to any person or circumstance is held invalid.

Adopted by the Council of the City of Glendale on this 12th day of June, 2018.

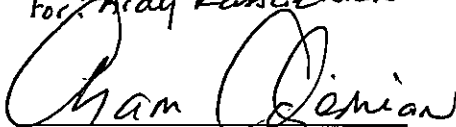
ATTEST: For: Ardashes Kassakhian

City Clerk


Mayor

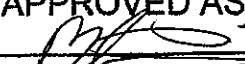
STATE OF CALIFORNIA) SS.
COUNTY OF LOS ANGELES)

I, Ardashes Kassakhian, City Clerk of the City of Glendale, hereby certify that the foregoing Resolution No. 18-108 was adopted by a majority vote of the Council of the City of Glendale, California, at a regular meeting held on the 12th day of June, 2018, and that the same was adopted by the following vote:

Ayes: Agajanian, Devine, Gharpetian, Najarian, Sinanyan
Noes: None
Absent: None
Abstain: None

For: Ardashes Kassakhian

City Clerk

APPROVED AS TO FORM


Senior Assistant City Attorney
Date 6/7/18