

Article 171 Wastewater Service Requirements

Sec. 171.1

General. Certain areas of the District are served by wastewater treatment facilities designed to collect, treat, and dispose of wastewater from developments within each facility's respective service area. The following rules apply to these systems:

- (a) Requirements. Each applicant for service shall sign an application and furnish a legal description and a plot map of the property to be served. It shall be the applicant's responsibility to deliver wastewater (sewage) to the service point selected by the District at the elevation selected by the District. Service will be granted only where adequate collection lines have been installed. Where such facilities are not available, arrangements for construction of necessary facilities must be made in accordance with this code before service can be obtained. Separately owned properties may not be serviced through a single service lateral, with the exception of condominium or townhouse developments where the homeowners' association is empowered to contract for utilities.
- (b) Wastewater Connection Inspection Fee. Each applicant shall pay an inspection fee to cover the cost of District inspection of the connection of the private wastewater line to the wastewater service lateral.
- (c) Wastewater Connection Inspection Deposit. In addition to the wastewater connection inspection fee, each applicant shall submit the inspection deposit with the District at the time of application for wastewater service. The deposit will be returned after the wastewater lateral is inspected and approved by the District. It is the applicant's responsibility to call for an inspection at least 24 hours before backfilling. The deposit will be forfeited if inspection is not completed prior to occupancy or change of ownership, whichever occurs first. The District reserves the right to excavate any wastewater laterals that have been backfilled without District approval; and any costs incurred by the District due to excavation, etc., will be charged to the deposit. Should the deposit be inadequate, the applicant will be billed for the difference.

Sec. 171.2

Wastewater Capacity Charge. The applicant shall be required to pay the wastewater capacity charge in full before a service connection will be made. This wastewater capacity charge is for capital costs of the collection and treatment systems and is determined for each service area. Wastewater capacity charges and applicable deposits are refundable only if a wastewater application has not been used to obtain a building permit, if no connection to the District system has been made, and if the District has not built or committed itself to any facilities because of the application for which the fee was paid. The wastewater capacity charge shall be based on the number of equivalent dwelling units (EDUs), as described in the "Sewer Facility Design Manual" and allocated to the property to be served. The number of EDUs allocated to a parcel shall be in accordance with the

Per Ordinance No. 2004-05 Adopted 4/26/04 [Sec. 171.2]

Per Ordinance No. 2005-12 Adopted 11/7/05 [Sec. 171.1(b)&(c)]

Per Ordinance No. 2007-04 Adopted 1-29-2007 (Article 171)

Article 171 Wastewater Service Requirements (Cont'd.)

Sec. 171.2 Wastewater Capacity Charge (Cont'd.)

type of improvement and its corresponding EDU demand, as indicated in the average daily demand schedule of the approved Sewer Facility Design Manual. The minimum wastewater capacity charge for any separate ownership shall be equal to the charge for a single family dwelling.

(a) Lower Moosa Canyon Water Reclamation Facility Service Area. The wastewater capacity charge for the Lower Moosa Canyon WRF shall be \$8,935 per Equivalent Dwelling Unit (EDU). The charge may be collected in full at the time of application or in three incremental payments as follows:

1. Payment 1: Prior to issuance of a Project Facility Availability (PFA) Letter the applicant shall pay a deposit of \$750 per EDU. For parcels being subdivided as a Major Subdivision, the applicant may enter into a wastewater service lien agreement for the full amount of the Wastewater Capacity Charge in lieu of this initial deposit. Applicant's requesting service for parcels included in Assessment District 93-1 with an assessment lien for the desired capacity shall also be issued a PFA Letter in lieu of this initial deposit.
2. Payment 2: Prior to issuance of a Project Facility Commitment (PFC) letter, the applicant shall pay a total of \$4,000 per EDU, less any previously paid wastewater capacity deposits for the project.
3. Payment 3: Prior to connection to the wastewater system or issuance of an Agency Clearance Letter, the applicant shall pay a total of \$8,935 per EDU, less any previously paid wastewater capacity deposits for the project, plus a deposit of \$500 for future capacity reservation fees.

Sec. 171.3 Wastewater Capacity Reservation Fee (Lower Moosa Canyon Water Reclamation Facility Service Area).

(a) Wastewater Commitments Issued after July 1, 2004. Applicants are expected to complete development plans and connect to the wastewater system within two (2) years of receiving a wastewater commitment. Because treatment capacity is available and maintained for each wastewater commitment and the District incurs operation and maintenance costs to maintain that capacity, a Wastewater Capacity Reservation Fee shall be charged. The charge shall be implemented two years after the issuance of the Project Facility Commitment (PFC) letter if the applicant's project has not connected to the sewer system by that time. The Wastewater Capacity Reservation Fee shall be equivalent to 50% of the current monthly wastewater service fee. The fees shall be applied against previously collected wastewater capacity deposits.

Per Ordinance No. 2004-05 Adopted 4/26/04 [Sec. 171.3(a)]

Per Ordinance No. 2012-03 Adopted 4/16/12 [Sec. 171.2(a)]

<u>Article 171</u>	<u>Wastewater Service Requirements (Cont'd.)</u>
<u>Sec. 171.3</u>	<u>Wastewater Capacity Reservation Fee (Lower Moosa Canyon WRF Service Area)</u> (Cont'd.)
	(a) <u>Wastewater Commitments Issued after July 1, 2004 (Cont'd.)</u>
	<p>If the applicant has not connected within three (3) years of the date of the original PFC letter, the commitment shall be terminated and the balance of the deposit refunded unless applicant requests the commitment be extended and all accrued capacity reservation fees are paid in full. Commitments may be extended on a year by year basis in this manner.</p> <p>After the capacity charge is fully paid, the Capacity Reservation Fee would be deducted from the Capacity Reservation Fee deposit until connection is made. Depending upon when actual connection is made, additional Capacity Reservation Fee deposits may be required to sustain the capacity commitment. Once connection to the wastewater system is completed, the customer account would be established and regular monthly wastewater service billing would commence. Any remaining balance would then be refunded to the customer. Capacity reservation fees would not be charged earlier than two (2) years after the date of the original PFC letter.</p>

(b) Meadows Development. Applicants for wastewater service for parcels located within the original Meadows Development (consisting of a total of 1,094 EDUs) shall be required to pay a Capacity Reservation Fee as set forth in Article 171.10, to offset a portion of the cost of operating the treatment plant below its capacity. Applicants subject to this sub-section are not subject to the provisions of sub-section 171.3a.

<u>Sec. 171.4</u>	<u>Unusual Service Fee.</u> Any and all units that have unusual wastewater characteristics shall have rates established upon study and recommendation by the General Manager and approved by the Board of Directors.
-------------------	--

Per Ordinance No. 2004-05 Adopted 4/26/04 [Sec. 171.3(a)(b)]

Sec. 171.5 Service Connection.

- (a) All connections or wastewater system laterals shall be of an approved watertight pipe material with watertight joints. A cleanout of the size of the pipe or lateral shall be installed near the easement or right-of-way line and shall be approved by the District. Construction, maintenance, and operation of the lateral shall be the sole responsibility of the property owner.
- (b) The use of a wastewater system connection shall be limited to the units, uses, and estimated flows covered by the service application. Before connecting any additional units or changing flows, the property owner must make application to the District for such service and pay such additional fees as may be applicable. Periodic inspections of the premises may be made by the District; and if a violation is found, the charge for service shall be made by the District to cover the period, as determined by the District, during which unauthorized service was obtained by the property owner. The District shall also charge the property owner for all costs and for all investigating use of a wastewater as a storm drain or area drain.
- (c) The use of automatic water conditioners is prohibited if the wastewater service is concurrently being provided to the property owner by the District. If there is an existing automatic water conditioner when the property owner applies for wastewater service, the water conditioner must be eliminated prior to connecting to the District line. Water conditioner service may be substituted by the customer in lieu of an automatic water conditioner unit. This restriction is mandatory in order to protect the District's system and utilization of reclaimed water.
- (d) All commercial facilities (such as restaurants, service stations, etc.) connected to the District's wastewater system are required to prevent grease from being disposed of into its wastewater system. The District may require a grease trap be installed to meet and satisfy the requirements as stated in the District's Commercial Wastewater Discharge Program.

Per Ordinance No. 2007-10 Adopted 7/16/2007 [Sec. 171.5(a)]

Per Ordinance No. 2007-14 Adopted 11/05/07 [Sec.171.5(d)]

Sec. 171.6

Monthly Charges. The customer shall be required to pay a monthly wastewater service charge as follows: Unless otherwise indicated, the said charge will be due and payable monthly. Billing will be made on the District's water bills and shall follow the water billing rules and regulations for delinquencies, charges, and other rules and regulations.

- (a) Low Pressure Wastewater Collection System. Properties connected to the Low Pressure wastewater collection systems are subject to the additional fees and charges described in Article 172.
- (b) Lower Moosa Canyon Water Reclamation Facility. The monthly wastewater service charge shall be equal to the monthly service fee shown in Section 171.10 times the number of EDUs connected to the collection system. The number of EDUs connected shall be in accordance with the type of improvement and its corresponding EDU demand as indicated in the average daily demand schedule of the approved Sewer Facility Design Manual.
- (c) Lower Moosa Canyon Facility Capital Improvement Charge. The monthly Capital Improvement Charge shall be determined and collected as described in §171.10(b)3. The charge provides a means needed to extend the service life of the existing facilities, provide greater operational redundancy, and enhance reliability and operational efficiencies to accommodate changes in the waste stream characteristics and flow. The charge is proposed to be added to the monthly wastewater bill.
- (d) Woods Valley Ranch Water Reclamation Facility. For the purposes of Woods Valley Ranch Service Areas, the term "Sewer" is a term of art and will be used to maintain the legal force and effect of prior Board actions. The term "sewer" is synonymous with the term "wastewater" as used in other sections of this Article.
 - 1. Sewer Service Charges - The sewer service charge shall be determined and collected as described in §171.12 for properties in Service Area 1 and Section 171.14 for properties in Service Area 2. The current sewer service charges are summarized in Section 171.10 (c).
 - 2. Sewer Standby Fee – A sewer standby fee shall be determined and collected as described in Section 171.13 for properties in Service Area 1 and Section 171.15 for properties in Service Area 2. The current sewer service charges are summarized in §171.10 (c).

Article 171 Wastewater Service Requirements (Cont'd.)

Sec. 171.6 Monthly Charges (Cont'd.)

3. **Wastewater Excess Usage Charge** - A Wastewater Excess Usage Charge on commercial properties shall be determined and collected as described in Section 171.10(c)4. The charge provides a means to recover capital, service and administration costs associated with wastewater usage in excess of the property's wastewater capacity allocation. The charge is proposed to be billed to the commercial customer on their monthly water bill and should be sufficient to recover all costs associated with providing wastewater service.

Sec. 171.7 Unusual Service Surcharge. Units that cause abnormal operation and/or maintenance to be expended will be surcharged by adding EDUs to the monthly bill to cover the excess cost. Examples include frequent pumping of sludge, grease, or scum and abnormal number of service calls required. Any and all units that have unusual wastewater characteristics shall have rates established upon study and recommendation by the District.

Sec. 171.8 Discontinuance of Wastewater Services. When a customer does not receive water service, the service charges may be terminated only upon physical disconnection by the District of the customer's lateral from the District's line. Such disconnection may be ordered by the customer upon vacation of the premises and upon payment of the District charge for this work. Such disconnection may also be made by order of the District for failure of the customer to pay any sums due the District for wastewater service charges or wastewater capacity fees. Wastewater service shall be deemed discontinued for customers receiving water from the District during any period in which water service is shut off.

Sec. 171.9 Pressure Wastewater System Discharge into Gravity Wastewater System. Pressure wastewater collection systems may be discharged into the gravity system only upon approval by the District. They must be designed by a qualified engineer with satisfactory experience in design and operation of similar systems and must not create odors, hazardous conditions, damage the gravity wastewater facilities, or impede the treatment process. Each landowner must pay the wastewater capacity fee plus any inspection costs for installation of onsite facilities. Otherwise, these systems must comply with applicable Pressure Wastewater Collection Systems sections of this Code, including monthly charge.

Per Ordinance No. 2022-01 Adopted 01/03/2022 [Sec 171.6 (c) 3.]

Per Ordinance No. 2021-10 Adopted 07/19/2021 [Sec 171.6]

Per Ordinance No. 2021-02 Adopted 04/19/2021 [Sec. 171.10(a)(1)]

Per Ordinance No. 2020-08 Adopted 7/6/20 [Sec. 171.10(a)(1)]

Article 171 Wastewater Service Requirements (Cont'd.)

Sec. 171.10 Wastewater Charges. Fees referenced in Articles 170 and 171 are summarized below:

(a) General Fees.

1. Processing fees for:	
a. Project Facility Availability (PFA)	\$193.00
b. Project Facility Commitment (PFC)	\$193.00

(b) Lower Moosa Canyon Water Reclamation Facility.

1. Wastewater Capacity Charge [Sec. 171.2]	\$8,935.00/EDU
Deposit (issuance of PFA)	\$750.00/EDU ⁽¹⁾⁽²⁾
Deposit (issuance of PFC)	\$3,250.00/EDU ⁽³⁾
Balance (due prior to connection or issuance of Agency Clearance Letter)	\$4,935.00/EDU ⁽³⁾
2. Monthly Wastewater Service Fee:	\$68.10/EDU
3. Monthly Moosa Capital Improvement Charge:	\$12.00/EDU
4. Wastewater Capacity Reservation Fee:	
A. Commitments issued after July 1, 2004 [Sec. 171.3(a)]	50% of current Monthly Service Fee
B. Meadows development [Sec. 171.3(b)]	\$675.00/EDU
5. Capacity Reservation Fee Deposit	\$500.00/EDU ⁽⁴⁾
6. Wastewater Connection Inspection Fee	\$150.00/lateral
7. Wastewater Connection Inspection Deposit	\$1,250.00/lateral

⁽¹⁾Unless property to be served is included in Assessment District 93-1.

⁽²⁾Major Subdivision Developments may enter into a wastewater service lien agreement for the full wastewater capacity charge in lieu of the initial PFA deposit.

⁽³⁾Amount may vary depending on prior deposits and any unpaid capacity reservation fees.

⁽⁴⁾Paid with balance of wastewater capacity fee.

Per Ordinance No. 2025-11 Adopted 12/15/2025 [Sec. 171.10 (b)2 & 3.]

Per Ordinance No. 2024-13 Adopted 12/16/2024 [Sec. 171.10 (b)2.]

Per Ordinance No. 2024-04 Adopted 04/01/24, effective July 1, 2024 [Sec. 171.10 (a)1.]

Per Ordinance No. 2024-01 Adopted 01/02/24 [Sec. 171.10 (added 3. Capital Improvement Charge)]

Per Ordinance No. 2023-04 Adopted 06/05/23 [Sec. 171.10 (a)1.]

Per Ordinance No. 2023-01 Adopted 01/03/23 [Sec. 171.10 (b)2.]

Per Ordinance No. 2005-12 Adopted 11/7/05 [Sec. 171.10(b)(5)]

Per Ordinance No. 2005-12 Adopted 11/7/05 [Sec. 171.10(b)(6)]

Per Ordinance No. 2012-03 Adopted 4/16/12 [Sec. 171.10(b)(1)]

Per Ordinance No. 2017-10 Adopted 11/20/17 [Sec. 171.10(b)(2)]

Per Ordinance No. 2020-15 Adopted 11/16/20 [Sec. 171.10(b)(2)]

Per Ordinance No. 2021-10 Adopted 07/19/2021 [Sec 171.10]

Per Ordinance No. 2022-01 Adopted 01/03/2022 [Sec 171.10 (b) 2.]

Per Ordinance No. 2022-07 Adopted 05/16/2022 [Sec 171.10 (a) 1.]

Article 171 Wastewater Service Requirements (Cont'd.)

Sec. 171.10 Wastewater Charges (Cont'd.)

(c) Woods Valley Ranch Water Reclamation Facility.

1. **Sewer Service Charge – Service Areas 1 and 2**
 - A. Monthly Sewer Service Charge \$113.85/EDU
(collected on the property tax roll)
 - B. Annual Sewer Service Charge \$1,366.20/EDU
(collected on the property tax roll)
 - C. Monthly Sewer Service Charge \$67.99/EDU
(collected on monthly water bill for mid-year connections when paying Sewer Standby Fee)
2. **Sewer Standby Fee – Service Areas 1 and 2**
 - A. Annual Sewer Standby Fee \$550.32/EDU
(collected on the property tax roll)
3. **Grinder Pump Maintenance Charge (see §172.2)**
4. **Wastewater Excess Usage Charge \$39.66/HCF**
(Monthly discharge amount greater than 7.0 HCF times the number of EDUs of wastewater capacity allocation)

Per Ordinance No. 2025-11 Adopted 12/15/2025 [Sec. 171.10 (c)1.]

Per Ordinance No. 2024-13 Adopted 12/16/2024 [Sec. 171.10 (c)1.]

Per Ordinance No. 2022-01 Adopted 01/03/2022 [Sec 171.10 (c) 4.]

Sec. 171.11 Woods Valley Ranch Water Reclamation Facility Wastewater Service Area – The service area of the Woods Valley Ranch Water Reclamation Facility (“WVRWRF”) consists of the following:

- (a) Woods Valley Sewer Service Area (“Service Area 1”). Service Area 1 is comprised of the 270 lot Woods Valley Ranch Subdivision and the 163 acre Woods Valley Country Club as shown in the County of San Diego Tentative Map TM 5004.
- (b) Woods Valley Ranch Water Reclamation Facility Service Area 2 (“Service Area 2”). Service Area 2 is comprised of the parcels that received wastewater capacity from the Woods Valley Ranch Wastewater Expansion Project and are included in Assessment District 2012-1 (“AD 2012-1”) that is generally located in or adjacent to the North and South Village Areas.
- (c) Capacity Allocation Transfer Policy.

1. Purpose. This policy provides for the transfer of existing wastewater capacity and the corresponding Assessment from properties within Assessment District No. 2012-1 (“AD 2012-1”) to or from properties within the Woods Valley Ranch Water Reclamation Facility Service Area 2 (the “Service Area”).

Capacity in the treatment plant and seasonal storage facilities (“Treatment Capacity”) can be transferred to or from eligible properties across the Service Area without restriction. However, collection system capacity (“Collection Capacity”) can only be transferred to or from eligible properties within the same Benefit Area of AD 2012-1 (each, a “Benefit Area”). Benefit Areas are identified in the Assessment Engineer’s Report dated April 13, 2015 prepared by Koppel & Gruber Public Finance.

2. Legal Requirements. All capacity transfers will require amendments to the Wastewater Service Agreement of the property owner desiring to transfer capacity and of the property owner desiring to acquire capacity providing for the transfer of the capacity and assessment, possible annexation to AD 2012-1 and final approval of the Board of Directors. For capacity transfers to properties for which there is not an existing Wastewater Service Agreement, a new Wastewater Service Agreement must be entered into by the owner of the property receiving such capacity transfer. The amendment to an existing Wastewater Service Agreement or preparation of a new Wastewater Service Agreement to memorialize the capacity transfer would be prepared by the District’s legal counsel and the terms and conditions of such agreement will vary depending on the parcel ownership and Benefit Area in which the parcel receiving the capacity is located.

Sec. 171.11 Woods Valley Ranch Water Reclamation Facility (Cont'd)(c) Capacity Allocation Transfer Policy (Cont'd)

The process to transfer any AD 2012-1 Assessment will be governed by the applicable provisions of the California Constitution and the assessment district law and may require notifications, preparation of an amended assessment engineer's report, an assessment ballot process and public hearing for approval. The assessment ballot process will apply only to those properties receiving new or additional capacity reservation commitments from such transfers resulting in a new special benefit or a higher special benefit to be received by such properties and a corresponding new assessment or higher assessment. Due to the complexity of the process to transfer capacity and the corresponding Assessment from one property to other property, capacity transfers will, except as provided below, be completed on an annual basis and scheduled to be completed by the end of the fiscal year so the new or increased assessments on properties receiving a capacity transfer can be included on the following fiscal year's tax roll.

However, circumstances may require a more timely completion of the capacity transfer process. In which case, at the discretion of the General Manager, capacity transfers may be completed at other times of the year subject to the property owners waiving certain notification, public hearing, assessment ballot and other Constitutional or statutory rights or requirements by agreement.

3. Approval and Eligibility. The transfer of Treatment Capacity and/or Collection Capacity requires approval of the District Engineer. Collection Capacity availability will need to be verified by the District Engineer for all capacity transfers. Improvements creating additional Collection Capacity or the extension of collection facilities may be required to ensure that such capacity is available for the property receiving the capacity transfer. Property owners releasing only Treatment Capacity shall continue to be responsible for the corresponding Collection Capacity that cannot be transferred.

The increase of an existing Assessment or the levy of a new Assessment on property receiving a transfer of capacity and/or the release of an Assessment lien on property from which such capacity is transferred requires approval of the Board of Directors. The increase of an existing Assessment or the levy of a new Assessment shall not be unreasonably withheld provided such increase of an existing Assessment or levy of a new Assessment is determined by the District's Assessment Engineer to represent the special benefit received by such property receiving such transfer of capacity and such property is eligible to receive wastewater service as provided below and has sufficient market value to support the resulting Assessment as determined by the General Manager.

Sec. 171.11 Woods Valley Ranch Water Reclamation Facility (Cont'd)(c) Capacity Allocation Transfer Policy (Cont'd)

Property eligible to receive sewer service from the WVRWRF shall include:

- A. Property located in the North or the South Village Area as defined by the County of San Diego,
- B. Other property approved for sewer service by the Board of Directors pursuant to Section 170.2 of the District's Administrative Code.

4. Procedure. The capacity transfer process consists of the following conditions and steps:

- A. All available capacity at the WVRWRF is currently assigned to specific parcels within AD 2012-1. No additional capacity at the WVRWRF will be available without completion of an expansion project. Only the current capacity allocated to the specific parcels within AD 2012-1 and not allocated to developed units is available for transfer and only if such capacity is released by the owner of such parcels.
- B. Staff shall prepare a Capacity Transfer Cost Allocation Report outlining the cost of capacity and reimbursement for releasing capacity each fiscal year.
- C. District shall accept requests to release capacity and requests to acquire capacity on an on-going basis throughout the fiscal year. Staff shall maintain a list of the requests and the date the requests are received.
- D. Capacity transfers shall be processed on a first in, first out basis subject to available capacity being offered for release.
- E. Capacity releases shall be processed on a first in, first out basis subject to the capacity requests received. The District does not buy back capacity. Property owners offering capacity for release shall continue to be responsible for the payment of all annual assessments and charges associated with the capacity offered for release until such time as the capacity transfer is completed.
- F. Capacity Transfer Agreements are prepared and executed. The owner of property receiving capacity advances the required costs.
- G. Property owner releasing capacity is reimbursed after Board approval of the transfer.

Sec. 171.11 Woods Valley Ranch Water Reclamation Facility (Cont'd)(c) Capacity Allocation Transfer Policy (Cont'd)

H. The District's Assessment Engineer shall amend the Assessment Engineer's Report and the District staff shall record an Addendum to the existing Notice of Assessment recorded against the property from which the capacity is transferred and an Addendum to the existing Notice of Assessment recorded against the property to which the capacity is to be transferred if such property is located within AD 2012-1 or a Notice of Assessment if such property is required to be annexed to AD 2012-1, in each case, to reflect the approved capacity transfer.

5. Capacity Transfer Costs. The property owner receiving capacity shall pay the capacity transfer costs, and assume the obligation to pay the balance of the AD 2012-1 Assessment for the capacity being transferred as outlined in the Annual Capacity Transfer Cost Allocation Report.

The Capacity Transfer Cost shall be based on the current value of all funds paid toward the capacity in the Benefit Area in which the property is located, including but not limited to the following:

- A. Contributed Funds - Expansion Project costs contributed by the project participants and not funded from project debt proceeds; the Clean Water State Revolving Fund Loan and the AD 2012-1 Limited Obligation Improvement Bond issue,
- B. WVRWRF System Development Charge,
- C. Any additional costs for Collection Capacity needed to provide wastewater service (this portion is not reimbursed to property owner releasing capacity),
- D. The portion of the annual assessment installment for FY 2016-17, that was applied to the debt service reserve to be used for the final SRF loan and bond payment (full amount less the portion funding administrative expenses),
- E. The full amount of the annual assessment installments since FY2016-17, excluding the current fiscal year, less the portion funding debt service interest and administrative expenses.
- F. The full amount of the annual assessment installment for the current fiscal year, the fiscal year in which the transfer is approved and becomes effective.

Sec. 171.11 Woods Valley Ranch Water Reclamation Facility (Cont'd)(c) Capacity Allocation Transfer Policy (Cont'd)

6. Compensation for Released Capacity. The current property owner releasing capacity, unless otherwise approved, shall be reimbursed the funds received for the capacity transfer (with the exception of any additional funds needed to provide collection system capacity) less the portion attributed to the Collection Capacity, if any, for transfer to a different Benefit Area.

Staff costs for processing the capacity transfers and corresponding Assessment are considered an administrative cost of AD 2012-1 and are funded from the administrative cost item included in the AD 2012-1 annual assessment.

Sec. 171.12 Woods Valley Sewer Service Area (Service Area 1) - Sewer Standby Fee. (For the purposes of this section, the term "Sewer" is a term of art and will be used to maintain the legal force and effect of prior Board actions.)

(a) Properties Subject to the Sewer Standby Fee. The owner(s) of each parcel of Undeveloped Property within Service Area 1 shall be required to pay a sewer standby fee (the "Sewer Standby Fee") for the availability of sewer service to such parcel. For purposes of this Section 171.12, a parcel of "Undeveloped Property" shall mean any parcel within Service Area 1 for which a Certificate of Occupancy or sewer permit has not been issued. The "Woods Valley Sewer Service Area" shall be that property shown in the diagram of such sewer service area contained in the Valley Center Municipal Water District Woods Valley Standby Sewer Service Area Engineer's Report prepared by Berryman & Henigar dated May 20, 2002 (the "Engineer's Report" or subsequent approved revision).

(b) Rate of Maximum Annual Sewer Standby Fee. The maximum annual Sewer Standby Fee ("Maximum Annual Sewer Standby Fee Per EDU") for Fiscal Year 2002-2003 is hereby fixed at \$1,196.86 per equivalent dwelling unit (EDU). For purposes of this Section 171.12, EDU is the standard measurement of wastewater discharged into the Service Area 1 wastewater collection system equal to the anticipated annual discharge from a detached single family residence. The Maximum Annual Sewer Standby Fee Per EDU for each subsequent Fiscal Year, commencing on July 1, 2003, shall be increased by five percent (5%) or the increase in the Consumer Price Index for All Items, All Urban Customers, San Diego MSA (CPI-U), whichever is greater.

Sec. 171.12 Woods Valley Sewer Service Area (Service Area 1) - Sewer Standby Fee.

(c) Fixing of the Annual Sewer Standby Fee.

1. Annual Sewer Standby Fee for Fiscal Year 2002-2003. The Annual Sewer Standby Fee Per EDU for Fiscal Year 2002-2003 shall be \$600.00 per EDU.
2. Annual Sewer Standby Fee for Fiscal Year 2003-2004 and Thereafter. For Fiscal Year 2003-2004 and thereafter, the annual Sewer Standby Fee (the "Annual Sewer Standby Fee") for any parcel of Undeveloped Property shall equal the number of EDU's assigned to such parcel multiplied by the lesser of (i) the Annual Sewer Standby Fee Per EDU calculated pursuant to Section 171.12(c)3 or (ii) the Maximum Annual Sewer Standby Fee Per EDU calculated pursuant to subsection (b) above.
3. Sewer Standby Fee Annual Report. For Fiscal Year 2003-2004 and thereafter, the general manager of the District shall prepare or cause to be prepared a report (the "Sewer Standby Fee Annual Report") which shall contain a description of each parcel of Undeveloped Property within Service Area 1 and the amount of the Annual Sewer Standby Fee computed in conformity with the provisions of this subsection (c). The Sewer Standby Fee Annual Report shall be filed with the Secretary of the Board of Directors.

Upon receipt of the Sewer Standby Fee Annual Report, the Board of Directors may, by resolution, adopt the Sewer Standby Fee Annual Report and continue the Sewer Standby Fee; provided, however, the Annual Sewer Standby Fee for any parcel of Undeveloped Property may not exceed the Maximum Annual Sewer Standby Fee Per EDU multiplied by the number of EDU's assigned to such parcel.

Sec. 171.12 Woods Valley Sewer Service Area (Service Area 1) - Sewer Standby Fee (Cont'd)(d) Manner of Collection of the Annual Sewer Standby Fee.

1. Primary Collection Method. The Annual Sewer Standby Fee shall be collected on the tax roll in the same manner, by the same persons, and at the same time as, together and not separately from, general taxes. The Annual Sewer Standby Fee shall be delinquent at the same time and thereafter subject to the same delinquency penalties as the general taxes.

On or before August 10 of each year, commencing in 2003, following the final determination upon the Annual Sewer Standby Fee, the Secretary of the District shall file or cause to be filed with the Auditor of the County of San Diego a copy of the Sewer Standby Fee Annual Report, together with a statement endorsed on such report over his or her signature that such report has been finally adopted by the Board of Directors and the Auditor shall enter the amounts of the Annual Sewer Standby Fee against the respective lots or parcels of land within Service Area 1 as they appear on the current assessment roll. If any such lot or parcel is not described in the current assessment roll, the Auditor may enter the description on the assessment roll together with the amounts of the Annual Sewer Standby Fee, as shown in the report.

2. Alternative Collection Method. As an alternative to the collection of the Sewer Standby Fee on the tax roll, the Water District may for any Fiscal Year elect to have the Sewer Standby Fee collected (a) by direct billing from the Water District to the owners of the properties subject to the levy of the Sewer Standby Fee or (b) pursuant to Health and Safety Code Section 5472.5 either (i) with the rates for any other utility service furnished by a department or agency over which the Board of Directors does not exercise control with the written consent and agreement of such department or agency or (ii) with a publicly or privately owned public utility with the written consent and agreement of such utility.

Sec. 171.13 Woods Valley Sewer Service Area (Service Area 1) - Annual Sewer Service Charge. (For the purposes of this section, the term "Sewer" is a term of art and will be used to maintain the legal force and effect of prior Board actions.)

- (a) Properties Subject to the Annual Sewer Service Charge. The owner(s) of each parcel of Developed Property in Service Area 1 shall be required to pay an annual sewer service charge (the "Annual Sewer Service Charge"). For purposes of this Section 171.13, "Developed Property" shall mean any parcel located within Service Area 1 for which a Certificate of Occupancy or a sewer permit has been issued and "Woods Valley Sewer Service Area" shall mean that property shown in the diagram of such sewer service area contained in the Valley Center Municipal Water District, Woods Valley Standby Sewer Service Area Engineer's Report, prepared by Berryman & Henigar dated May 8, 2002 or subsequent approved revision.
- (b) Annual Proceeding to Fix Sewer Service Charge. For Fiscal Year 2003-2004 and each fiscal year thereafter, the General Manager shall prepare or cause to be prepared a report (the "Sewer Service Charge Annual Report") which shall contain a description of each parcel of Developed Property within the Woods Valley Sewer Service Area and the amount of the Annual Sewer Service Charge (the "Annual Sewer Service Charge") computed in conformity with the provisions of subsection (d) below. The Sewer Service Charge Annual Report shall be filed with the Secretary of the Board of Directors.

The Secretary shall cause notice of the filing of the Sewer Service Charge Annual Report and of the time and place of a public hearing on such report to be published pursuant to Health and Safety Code Section 5473.1.

At the time and place set for the public hearing, the Board of Directors shall hear and consider all objections or protests, if any, to the Sewer Service Charge Annual Report. The public hearing may be continued from time to time. If the Board of Directors finds that protest has been made by the owners of a majority of the separate parcels of property described in the Sewer Service Charge Annual Report, the Board of Directors may not order that the Sewer Service Charge be collected on the tax roll.

Upon the conclusion of the public hearing, the Board of Directors may, by resolution, fix the Annual Sewer Service Charge or overrule any and all objections and shall make its determination upon each Annual Sewer Service Charge. The determination of the Board of Directors shall be final.

Sec. 171.13 Woods Valley Sewer Service Area - Annual Sewer Service Charge (Cont'd.)(c) Method of Collection of the Annual Sewer Service Charge.

1. Primary Collection Method. The Annual Sewer Service Charge for each future Fiscal Year shall be collected on the tax roll in the same manner, by the same persons, and at the same time as, together and not separately from, general taxes unless a majority protest to the Sewer Service Charge Annual Report shall have been filed for any such Fiscal Year. The Annual Sewer Service Charge shall be delinquent at the same time and thereafter subject to the same delinquency penalties as the general taxes.

On or before August 10 of each year, commencing in 2003, following the final determination upon the Annual Sewer Service Charge, the Secretary of the District shall file or cause to be filed with the Auditor of the County of San Diego a copy of the Sewer Service Charge Annual Report, together with a statement endorsed on such report over his or her signature that such report has been finally adopted by the Board of Directors and the Auditor shall enter the amounts of the Annual Sewer Service Charge against the respective lots or parcels of land within the Woods Valley Sewer Service Area as they appear on the current assessment roll. If any such lot or parcel is not described in the current assessment roll, the Auditor may enter the description on the assessment roll together with the amounts of the Annual Sewer Service Charge, as shown in the report.

2. Alternative Collection Method. If a majority protest to the Sewer Service Charge Annual Report is made pertaining to the Annual Sewer Service Charge for any Fiscal Year, one twelfth of such Annual Sewer Service Charge as fixed by the Board of Directors shall be billed each month on the monthly water bill and shall be subject to the rules and regulations affecting water bills including, but not limited to, delinquent penalties for nonpayment.

Sec. 171.13 Woods Valley Sewer Service Area - Annual Sewer Service Charge (Cont'd.)(d) Fixing of the Annual Sewer Service Charge.

1. Aggregate Sewer Revenue Requirement. Commencing with Fiscal Year 2003-2004, the Board of Directors of the District shall determine the estimated cost of operation and maintenance of the Woods Valley Ranch Water Reclamation Facility allocable to Service Area 1 and the Service Area 1 on-site wastewater collection system, together with an operating reserve not to exceed 50% of the estimated cost of operation and maintenance, plus an annual expense for depreciation and a capital replacement reserve contribution (collectively, the "Aggregate Sewer Revenue Requirement").
2. Allocation. The Aggregate Sewer Revenue Requirement, less estimated recycled water revenue, shall be divided by the total number of EDU's assigned by the general manager to the parcels within Service Area 1. The general manager shall assign EDU's to parcels of both Developed Property and Undeveloped Property (as defined in Section 171.12(a)). Each parcel within Service Area 1 shall be classified as Developed Property or Undeveloped Property. The number of EDU's assigned to a parcel of Undeveloped Property shall be based upon the proposed use of such parcel as shown on TM 5004. The number of EDU's assigned to a parcel of Developed Property shall be based upon the actual use of such parcel. Each single family residential parcel of Developed Property within the residential area of TM 5004 will be assigned 1.0 EDU. The 3 non-residential lots located on the 163 acre non-residential portion of TM 5004 shall be assigned a total of 10.0 EDU's. The resulting quotient shall equal the annual sewer cost per EDU (the "Annual Sewer Cost Per EDU" as used in this Section 171.13).
3. Computing the Annual Sewer Service Charge for Any Parcel. The Annual Sewer Service Charge for any parcel of Developed Property for any Fiscal Year shall be equal to the number of EDU's assigned to such parcel multiplied by the Annual Sewer Cost Per EDU for such Fiscal Year determined pursuant to subsection 2. above.

Sec. 171.14 Woods Valley Ranch Water Reclamation Facility Service Area 2 – Sewer Standby Fee.

(a) Properties Subject to the Sewer Standby Fee. The owner(s) of each parcel of Undeveloped Property within the Woods Valley Ranch Water Reclamation Facility Service Area 2 ("Service Area 2") shall be required to pay a sewer standby fee (the "Sewer Standby Fee") for the availability of sewer service to such parcel. For purposes of this Section 171.14, a parcel of "Undeveloped Property" shall mean any parcel within Service Area 2 for which a Certificate of Occupancy or sewer permit has not been issued. The "Woods Valley Ranch Water Reclamation Facility Service Area 2" shall be that property shown in the Service Area Diagram of Service Area 2 contained in the Woods Valley Ranch Water Reclamation Facility Service Area 2 Updated Sewer Standby Fee Engineer's Report Fiscal Year 2015/2016 prepared by Koppel & Gruber Public Finance and dated February 17, 2015 (the "Engineer's Report") or subsequent approved revision.

(b) Rate of Maximum Annual Sewer Standby Fee. The maximum annual Sewer Standby Fee ("Maximum Annual Sewer Standby Fee Per EDU") for Fiscal Year 2015-2016 is hereby updated and fixed at \$550.32 per equivalent dwelling unit (EDU). For purposes of this Section 171.14, EDU is the standard measurement of wastewater discharged into the Service Area 2 wastewater collection system equal to the anticipated annual discharge from a detached single family residence. The Maximum Annual Sewer Standby Fee Per EDU for each subsequent Fiscal Year, commencing on July 1, 2016, shall be increased annually by a factor equal to the annual change in the published San Diego Consumer Price Index - All Urban Customers (SDCPI-U) or 3%, whichever is greater.

(c) Fixing of the Annual Sewer Standby Fee.

1. Annual Sewer Standby Fee for Fiscal Year 2015-2016. The Annual Sewer Standby Fee per EDU for Fiscal Year 2015-2016 shall be \$550.32 per EDU.
2. Annual Sewer Standby Fee for Fiscal Year 2016-2017 and Thereafter. For Fiscal Year 2016-2017 and thereafter, the annual Sewer Standby Fee (the "Annual Sewer Standby Fee") for any parcel of Undeveloped Property shall equal the number of EDU's assigned to such parcel multiplied by the lesser of (i) the Annual Sewer Standby Fee Per EDU calculated pursuant to Section 171.14(c)3 or (ii) the Maximum Annual Sewer Standby Fee Per EDU calculated pursuant to subsection (b) above.

Sec. 171.14 Woods Valley Ranch Water Reclamation Facility Service Area 2 – Sewer Standby Fee (Cont'd)(c) Fixing of the Annual Sewer Standby Fee (Cont'd).

3. Sewer Standby Fee Annual Report. For Fiscal Year 2016-2017 and thereafter, the general manager of the District shall prepare or cause to be prepared a report (the "Sewer Standby Fee Annual Report") which shall contain a description of each parcel of Undeveloped Property within Service Area 2 and the amount of the Annual Sewer Standby Fee computed in conformity with the provisions of this subsection (c). The Sewer Standby Fee Annual Report shall be file with the Secretary of the Board of Directors.

Upon receipt of the Sewer Standby Fee Annual Report the Board of Directors may, by resolution, adopt the Sewer Standby Fee Annual Report and continue the Sewer Standby Fee; provided, however, the Annual Sewer Standby Fee for any parcel of Undeveloped Property may not exceed the Maximum Annual Sewer Standby Fee Per EDU multiplied by the number of EDU's assigned to such parcel.

Sec. 171.14 Woods Valley Ranch Water Reclamation Facility Service Area 2 – Sewer Standby Fee (Cont'd)

(d) Manner of Collection of the Annual Sewer Standby Fee.

1. Primary Collection Method. The Annual Sewer Standby Fee for each Fiscal Year shall be collected on the tax roll in the same manner, by the same persons, and at the same time as, together and not separately from, general taxes. The Annual Sewer Standby Fee shall be delinquent at the same time and thereafter subject to the same delinquency penalties as the general taxes.

On or before August 10 of each year, following the final determination upon the Annual Sewer Standby Fee, the Secretary of the District shall file or cause to be filed with the Auditor of the County of San Diego a copy of the Sewer Standby Fee Annual Report, together with a statement endorsed on such report over his or her signature that such report has been finally adopted by the Board of Directors and the Auditor shall enter the amounts of the Annual Sewer Standby Fee against the respective lots or parcels of land within Service Area 2 as they appear on the current assessment roll. If any such lot or parcel is not described in the current assessment roll, the Auditor may enter the description on assessment roll together with the amounts of the Annual Sewer Standby Fee, as shown in the report.

2. Alternative Collection Method. As an alternative to the collection of the Sewer Standby Fee on the tax roll, the Water District may for any Fiscal Year elect to have the Sewer Standby Fee collected (a) by direct billing from the Water District to the owners of the properties subject to the levy of the Sewer Standby Fee or (b) pursuant to Health and Safety Code Section 5472.5 either (i) with the rates for any other utility service furnished by a department or agency over which the Board of Directors does not exercise control with the written consent and agreement of such department or agency or (ii) with a publicly or privately owned public utility with the written consent and agreement of such utility.

Sec. 171.15 Woods Valley Ranch Water Reclamation Facility Service Area 2 - Sewer Service Charge.

- (a) Properties Subject to the Sewer Service Charge. The owner(s) of each parcel of Developed Property in the Woods Valley Ranch Water Reclamation Facility Service Area 2 ("Service Area 2") shall be required to pay an annual sewer service charge (the "Sewer Service Charge"). For purposes of this Section 171.15, "Developed Property" shall mean any parcel located within the Service Area 2 for which a Certificate of Occupancy or a sewer permit has been issued. The "Woods Valley Ranch Water Reclamation Facility Service Area 2" shall be that property shown in the Service Area Diagram of Service Area 2 contained in the Engineer's Report for Sewer Service Charge Woods Valley Ranch Water Reclamation Facility Service Area 2 prepared by EFS Engineering, Inc. and dated February 13, 2013 (the "Engineer's Report") or subsequent approved revision.
- (b) Rate of Maximum Annual Sewer Service Charge – Parcels Not Requiring Grinder Pumps. The maximum annual Sewer Service Charge ("Maximum Annual Sewer Service Charge Per EDU – No Grinder Pump") for Fiscal Year 2013-2014 for parcels not requiring grinder pumps is hereby fixed at \$1,079.37 per equivalent dwelling unit (EDU). For purposes of this Section 171.15, EDU is the standard measurement of wastewater discharged into the Service Area 2 wastewater collection system equal to the anticipated annual discharge from a detached single family residence. The Maximum Annual Sewer Service Charge Per EDU – No Grinder Pump for each subsequent Fiscal Year, commencing on July 1, 2014, shall be increased annually by a factor equal to the annual change in the published San Diego Consumer Price Index - All Urban Customers (SDCPI-U) or 3%, whichever is greater.
- (c) Rate of Maximum Annual Sewer Service Charge – Parcels Requiring Grinder Pumps. The maximum annual Sewer Service Charge ("Maximum Annual Sewer Service Charge Per EDU – Grinder Pump Required") for Fiscal Year 2013-2014 for parcels requiring grinder pumps is hereby fixed at \$1,079.37 per equivalent dwelling unit (EDU) plus the applicable Grinder Pump Maintenance Charge determined pursuant to the following paragraph. The Maximum Annual Sewer Service Charge Per EDU – Grinder Pump required for each subsequent Fiscal Year, commencing on July 1, 2014, shall be increased annually by a factor equal to the annual change in the published San Diego Consumer Price Index - All Urban Customers (SDCPI-U) or 3%, whichever is greater.

The Grinder Pump Maintenance Charge shall be calculated based upon the total EDUs served and the overall pump configuration as determined pursuant to the following chart:

Sec. 171.15 Woods Valley Ranch Water Reclamation Facility Service Area 2 - Sewer Service Charge (Cont'd.).(c) Parcels Requiring Grinder Pumps (Cont'd.)

Grinder Pump Monthly Maintenance Charge Schedule								
EDUs per Pump →	1	2	3	4	5	6	7	8
Estimated Service Life (years)	10	8.5	7.2	6.5	6	5.6	5.25	5
Maintenance Cost Multiplier	1.00	1.15	1.30	1.45	1.50	1.65	1.75	1.80
Pump Unit Configuration	Monthly Grinder Pump Maintenance Charge							
Simplex (1 pump)	\$46.83	\$53.85	\$60.88					
Duplex (2 pumps)		\$107.71	\$121.76	\$135.81	\$140.49	\$154.54	\$163.91	
Triplex (3 pumps)					\$210.74	\$231.81	\$245.86	
Quadplex (4 pumps)					\$280.98	\$309.08	\$327.81	\$337.18

(d) Annual Proceeding to Fix the Sewer Service Charges. For Fiscal Year 2014-2015 and each fiscal year thereafter, the General Manager shall prepare or cause to be prepared a report (the "Sewer Service Charge Annual Report") which shall contain a description of each parcel of Developed Property within Service Area 2 and the amount of the annual Sewer Service Charge (the "Annual Sewer Service Charge") computed in conformity with the provisions of subsection (f) below. The Sewer Service Charge Annual Report shall be filed with the Secretary of the Board of Directors.

The Secretary shall cause notice of the filing of the Sewer Service Charge Annual Report and of the time and place of a public hearing on such report to be published pursuant to Health and Safety Code Section 5473.1.

At the time and place set for the public hearing, the Board of Directors shall hear and consider all objections or protests, if any, to the Sewer Service Charge Annual Report. The public hearing may be continued from time to time. If the Board of Directors finds that protest has been made by the owners of a majority of the separate parcels of property described in the Sewer Service Charge Annual Report, the Board of Directors may not order that the Sewer Service Charge be collected on the tax roll.

Upon the conclusion of the public hearing, the Board of Directors may, by resolution, fix the Annual Sewer Service Charge or overrule any and all objections and shall make its determination upon each Annual Sewer Service Charge. The determination of the Board of Directors shall be final.

Sec. 171.15 Woods Valley Ranch Water Reclamation Facility Service Area 2 - Sewer Service Charge (Cont'd.).(e) Method of Collection of the Annual Sewer Service Charge.

1. Primary Collection Method. The Annual Sewer Service Charge for each future Fiscal Year shall also be collected on the tax roll in the same manner, by the same persons, and at the same time as, together and not separately from, general taxes unless a majority protest to the Sewer Service Charge Annual Report shall have been filed for any such Fiscal Year. The Annual Sewer Service Charge shall be delinquent at the same time and thereafter subject to the same delinquency penalties as the general taxes.

On or before August 10 of each year, commencing in 2014, following the final determination upon the Annual Sewer Service Charge, the Secretary of the District shall file or cause to be filed with the Auditor of the County of San Diego a copy of the Sewer Service Charge Annual Report, together with a statement endorsed on such report over his or her signature that such report has been finally adopted by the Board of Directors and the Auditor shall enter the amounts of the Annual Sewer Service Charge against the respective lots or parcels of land within the Service Area 2 as they appear on the current assessment roll. If any such lot or parcel is not described in the current assessment roll, the Auditor may enter the description on assessment roll together with the amounts of the Annual Sewer Service Charge, as shown in the report.

2. Alternative Collection Method. If a majority protest to the Sewer Service Charge Annual Report is made pertaining to the Annual Sewer Service Charge for any Fiscal Year, one twelfth of such Annual Sewer Service Charge as fixed by the Board of Directors shall be billed each month on the monthly water bill and shall be subject to the rules and regulations affecting water bills including, but not limited to, delinquent penalties for nonpayment.

Sec. 171.15 Woods Valley Ranch Water Reclamation Facility Service Area 2 - Sewer Service Charge (Cont'd.).(f) Fixing of the Annual Sewer Service Charge.

1. Aggregate Sewer Revenue Requirement. Commencing with Fiscal Year 2014-2015, the Board of Directors of the District shall determine the estimated cost of operation and maintenance of the Woods Valley Ranch Water Reclamation Facility allocable to Service Area 2 and the Service Area 2 on-site wastewater collection system, together with an operating reserve not to exceed 50% of the estimated cost of operation and maintenance, plus an annual expense for depreciation and a capital replacement reserve contribution (collectively, the "Aggregate Sewer Revenue Requirement").
2. Allocation. The Aggregate Sewer Revenue Requirement shall be divided by the total number of EDU's assigned by the general manager to the parcels within the Service Area 2. The general manager shall assign EDU's to parcels of both Developed Property and Undeveloped Property (as defined in Section 171.14(a)). Each parcel within the Service Area 2 shall be classified as Developed Property or Undeveloped Property. The number of EDU's assigned to a parcel of Undeveloped Property shall be based upon the number of EDU's allocated to such parcel pursuant to the Wastewater Service Agreement applicable to such parcel. The number of EDU's assigned to a parcel of Developed Property shall be based upon the actual use of such parcel. Each single family residential parcel of Developed Property within Service Area 2 will be assigned 1.0 EDU. The resulting quotient shall equal the annual sewer cost per EDU (the "Annual Sewer Standby Fee Per EDU" as used in Section 171.14 or the "Annual Sewer Cost Per EDU" as used in this Section 171.15).
3. Computing the Annual Sewer Service Charge for Any Parcel. The Annual Sewer Service Charge for any Fiscal Year for any parcel of Developed Property not required to be serviced by grinder pumps shall be equal to the number of EDU's assigned to such parcel multiplied by the Annual Sewer Cost Per EDU for such Fiscal Year determined pursuant to subsection 2. above. The Annual Sewer Service Charge for any Fiscal Year for any parcel of Developed Property that is required to be served by a grinder pump or grinder pumps, shall be equal to the number of EDU's assigned to such parcel multiplied by the Annual Sewer Cost Per EDU for such Fiscal Year determined pursuant to subsection 2. above plus the applicable Grinder Pump Maintenance Charge computed pursuant to subsection (c) above.