

EXHIBIT A Water Rates and Charges

The following rate increases, which consist of both the cost for water and a monthly service charge.

		PROPOSED RATES PER CENTUM (HUNDRED) CUBIC FEET (ccf) ¹					
		Current Rate since July 1, 2014 ²	July 1, 2018	July 1, 2019	July 1, 2020	July 1, 2021	July 1, 2022
Tier 1 Residential ³	Indoor Budget	\$2.08	\$2.23	\$2.41	\$2.61	\$2.82	\$3.05
Tier 2 Residential ⁴	Outdoor Budget	\$2.37	\$3.07	\$3.32	\$3.59	\$3.88	\$4.20
Tier 3 Residential ⁵	Inefficient	\$3.31	\$3.30	\$3.57	\$3.86	\$4.17	\$4.51
Non-Residential ⁶		\$2.48	\$2.66	\$2.88	\$3.12	\$3.37	\$3.64
Construction/Temporary/Fire ⁷		\$3.00	\$3.24	\$3.50	\$3.78	\$4.09	\$4.42
Recycled ⁸		\$1.74	\$1.82	\$2.01	\$2.22	\$2.45	\$2.70
Elevation Surcharge Intermediate Zone		\$0.17	\$0.10	\$0.11	\$0.12	\$0.13	\$0.15
Elevation Surcharge High Zone		\$0.44	\$0.38	\$0.42	\$0.46	\$0.50	\$0.54

¹ One ccf = 748 gallons of water.

² The methodology of calculating the future water rates is proposed to change, the Current rates are shown for illustrative purposes only and may not reflect the actual amounts reflected on your water bill. Rates have not increased since 2014.

³ The first Tier is comprised of 34% Chino Basin water costs, 38% Monte Vista water costs, and 28% Water Facilities Agency costs. Domestic water increases are based upon an estimated 8% increase each year however the actual increases will be based upon the actual cost of water from water purveyors.

⁴ The second tier is comprised of 51% Monte Vista Water District water costs and 49% Chino Desalter Agency costs. Domestic water increases are based upon an estimated 8% increase each year however the actual increases will be based upon the actual cost of water from water purveyors.

⁵ The third tier is comprised of Chino Desalter Agency water costs. Domestic water increases are based upon an estimated 8% increase each year however the actual increases will be based upon the actual cost of water from water purveyors.

⁶ The cost of non-residential water is comprised of a blended rate of domestic water costs comprised of 40% Chino Desalter Agency water costs, 6% wells, 37% Monte Vista water costs, and 17% Water Facilities Agency costs. Domestic water increases are based upon an estimated 8% increase each year however the actual increases will be based upon the actual cost of water from water purveyors.

⁷ The cost of Construction/Temporary/Fire Service is comprised of 100% of Chino Desalter Agency water. Domestic water increases are based upon an estimated 8% increase each year however the actual increases will be based upon the actual cost of water from water purveyors.

⁸ Recycled costs are based on a 10% increase per year. Inland Empire Utility Agency provides recycled water and its costs are included in the recycled rate.

The Rates and increases set forth above are estimates based upon projected cost and charge increases but will be subject to adjustment from time to time to reflect changes, increases or decreases, in costs and charges imposed by the Metropolitan Water District, the Inland Empire Utility Agency (IEUA), the Monte Vista Water District (MVWD), the Water Facilities Authority (WFA), the Chino Basin Watermaster, and the Chino Basin Desalter Authority (CDA). The City purchases water from all of these agencies and will be passing through the actual costs based upon the fees and charges imposed by these agencies. All rates are rounded up to the nearest penny. The City will also adjust the above estimated charges to reflect changes, increases or decreases in electricity costs based upon charges and fees imposed by Southern California Edison. The City purchases electricity from Southern California Edison for purposes of transporting water from the various sources to each of the City's customers.

The following table shows the current and proposed rates for the Monthly Service Charge by meter size.

MONTHLY SERVICE CHARGE

Meter Size	Current Rate since July 1, 2014	July 1, 2018	July 1, 2019	July 1, 2020	July 1, 2021	July 1, 2022
5/8"	\$19.79	\$22.11	\$23.88	\$25.80	\$27.87	\$30.10
3/4"	\$29.54	\$31.49	\$34.01	\$36.74	\$39.68	\$42.86
1"	\$49.23	\$50.22	\$54.24	\$58.58	\$63.27	\$68.34
1.5"	\$98.46	\$97.06	\$104.83	\$113.22	\$122.28	\$132.07
2"	\$157.53	\$153.28	\$165.55	\$178.80	\$193.11	\$208.56
3"	\$344.61	\$284.44	\$307.20	\$331.78	\$358.33	\$387.00
4"	\$578.94	\$471.82	\$509.57	\$550.34	\$594.37	\$641.92
6"	\$1,197.00	\$1,174.50	\$1,268.46	\$1,369.94	\$1,479.54	\$1,597.91
8"	\$1,577.32	\$1,689.79	\$1,824.98	\$1,970.98	\$2,128.66	\$2,298.96
10"	\$2,569.78	\$2,720.38	\$2,938.02	\$3,173.07	\$3,426.92	\$3,701.08
12"	NA	\$4,032.04	\$4,354.61	\$4,702.98	\$5,079.22	\$5,485.56

MONTHLY SERVICE CHARGE - FIRE METERS

Meter Size	Current Rate since July 1, 2014	July 1, 2018	July 1, 2019	July 1, 2020	July 1, 2021	July 1, 2022
4"	\$98.42	\$53.31	\$57.58	\$62.19	\$67.17	\$72.55
6"	\$203.49	\$154.86	\$167.25	\$180.63	\$195.09	\$210.70
8"	\$268.14	\$329.99	\$356.39	\$384.91	\$415.71	\$448.97
10"	\$436.86	\$593.42	\$640.90	\$692.18	\$747.56	\$807.37

Wastewater (Sewer)

The City’s sewer (also known as “wastewater”) rates are based upon (i) pass-through treatment cost agreements that are set by the Inland Empire Utilities Agency (“IEUA”) which is the agency that operates the wastewater treatment plants that treat the wastewater generated by the residents, businesses and governmental agencies located in the City and, (ii) expenses incurred by the City to operate and maintain the wastewater transmission system that transports the wastewater from the customers properties to the IEUA treatment facilities.

Commercial sewer treatment rates are based on water consumption using IEUA's engineering factors for conversion into equivalent dwelling units (EDU(s)). Below are EDUs for the various types of commercial land use types.

Category	Type of Commercial	EDU (monthly)per CCF of Water Consumption
1	Office	
	Day care center	Bar/tavern w/o food
	Market w/o grinder	Retail/service
	Public facility w/o dining	Recreation/ Amusement w/o dining
2	Mortuary	0.0729
3	Hotel w/ dining	
	Motel w/ dining	Public facility w/ dining
	Bar/tavern w/ dining	Hospital – full service
	Recreation/ Amusement w/ dining	Convalescent facility
4	Laundromat	0.1052
5	Laundry – Comm/Ind	0.0626
6	Motel w/o dining	0.1215
7	Health spa	Church/worship
	Outpatient facility	Doctor or Dental office
8	Restaurant – full service or fast food	0.0670
9	School – public/private	
	K-12	0.0185 x # of students
	College	0.0370 x # of students

The pass-through of treatment rates per EDU are as follows:

Increase Date	IEUA Monthly Rate per EDU
July 1, 2020	\$20.00
July 1, 2021	\$21.22
July 1, 2022	\$23.34
July 1, 2023	\$25.67
July 1, 2024	\$28.24

The total user charge for the Gravity Flow Sewer areas of the City shall be as follows:

	Current	Proposed Monthly Rate Per EDU				
		July 1, 2020	July 1, 2021	July 1, 2022	July 1, 2023	July 1, 2024
IEUA monthly treatment fee	\$20.00	\$20.00	\$21.22	\$23.34	\$25.67	\$28.24
City Operation and Maintenance Fee	<u>7.20</u>	<u>7.20</u>	<u>7.20</u>	<u>7.20</u>	<u>7.20</u>	<u>7.20</u>
Combined Monthly fee per EDU	\$27.20	\$27.20	\$28.42	\$ 30.54	\$32.87	\$35.44

The total user charge for the Pumped Flow Sewer areas of the City shall be as follows:

	Current	Proposed Monthly Rate Per EDU				
		July 1, 2020	July 1, 2021	July 1, 2022	July 1, 2023	July 1, 2024
IEUA monthly treatment fee	\$20.00	\$20.00	\$21.22	\$23.34	\$25.67	\$28.24
City Operation and Maintenance Fee	7.20	7.20	7.20	7.20	7.20	7.20
City Pumping fee per EDU	<u>1.50</u>	<u>1.50</u>	<u>1.50</u>	<u>1.50</u>	<u>1.50</u>	<u>1.50</u>
Combined Monthly fee per EDU	\$28.70	\$28.70	\$29.92	\$32.04	\$34.37	\$36.94