NOTICE OF PUBLIC MEETING

PROPOSED WATER CAPACITY FEES

Notice is hereby given that on April 14, 2022 the Industry Public Utilities Commission will hold a public meeting to consider the establishment of water capacity fees, and a notice of exemption regarding same.

Capacity fees are established to ensure new system users or existing users requiring increased system capacity pay their fair share of costs associated with the water facilities required to serve them. Capacity fees are one-time fees, collected as a condition of establishing a new connection to the Industry Public Utilities' (IPU) water system. The purpose of these fees is to pay for development's share of costs of existing and/or new water facilities. These fees are designed to be proportional to the demand placed on the system by the new connections. The recommended capacity fees for IPU do not exceed the estimated reasonable costs of providing the facilities for which they are collected and are of proportional benefit to the property being charged.

The proposed capacity fee is on a per equivalent meter units (EMU) basis where one EMU represents the demand placed on the water system by a $\frac{5}{6}$ " meter or a single-family residence. The capacity fees are in proportion to the potential flow through each meter size as estimated by the American Water Works Association. For example, the flow through a 1-inch meter is 2.5 times greater than that of a $\frac{5}{6}$ - inch meter, thus the capacity fee for a 1-inch meter is 2.5 times higher. The following table is the proposed table that will be used to assess capacity fees based on the respective meter size for the IPU system:

Meter Size	Safe Operating Flow (A)	Capacity Ratio (B)	Buy-In Capacity Fee (C)
5/8"	20	1.0	\$2,632
3/4"	30	1.5	\$3,948
1"	50	2.5	\$6,580
1.5"	100	5.0	\$13,161
2"	160	8.0	\$21,057
3"	320	16.0	\$42,114
4"	500	25.0	\$65,803
6"	1,000	50.0	\$131,605
8"	1,600	80.0	\$210,568
10"	2,300	115.0	\$302,692

The time, date, and place of the public meeting is as follows:

Time:8:30 a.m., or as soon thereafter as the matter may be heard

Date: April 14, 2022

Place: Pursuant to AB 361 (Government Code Section 54953(e)), this meeting will be held in person and telephonically. Members of the public will be able to attend the meeting

telephonically and offer public comment during the public hearing by calling the conference call number and entering a Conference ID, which will be listed on the April 14, 2022 Industry Public Utilities Commission agenda, posted on the "Agenda" section of the City of Industry's website no less than 72 hours prior to the public meeting. IPUC agendas can be found on the City's website at <u>www.cityofindustry.org</u>.

A complete copy of the Fee Study conducted to determine the proposed water capacity fee is available for review at the City of Industry Waterworks System office located at 112 N. First Street, La Puente, California 91744, during normal business hours, Monday through Thursday, 7:30 a.m. to 4:00 p.m., Fridays 7:00 a.m. to 3:30 pm, and at City of Industry City Hall, 15625 Mayor Dave Way, City of Industry, California, at the office of the City Clerk during regular business hours, Monday through Thursday, 8:00 a.m. to 5:00 p.m., Fridays 8:00 a.m. to 4:00 pm.

Any person wishing to be heard regarding this matter may appear in person or telephonically at the above time and date. Written comments may be sent via US Mail or by hand delivery to the Industry Public Utilities Commission at the address listed above or via email to the email address listed above.

If you challenge the proposed water capacity rates and/or notice of exemption in court, you may be limited to raising only those issues you or someone else raised during the public meeting described in this notice, or in written correspondence delivered to the IPUC at, or prior to, the public meeting.