



Fritz Buchman, Director

Alex Chetley, Deputy Director – Development Kristi Rhea, Deputy Director - Administration David Tolliver, Deputy Director - Operations Najee Zarif, Deputy Director - Engineering

NOTICE

of Proposed Service Charge Increase & Public Hearing

June 8, 2023

Dear Property Owner:

You are receiving this Notice because you own property within County Service Area 41 (District), which is a special district administered by San Joaquin County (County). The District provides storm drainage services to the properties within the District's boundaries. The Department of Public Works is advising you of a proposed increase to the rates that you pay for these services and the Public Hearing regarding the increases.

The annual charges you pay to the District are property related fees collected as part of your property tax bill. The fees fund labor for maintenance and repairs, electricity, and administration costs associated with the services. Unfortunately, the revenue collected is far less than what is needed to maintain the current level of services. Your District has not had an increase since being initially created. The County's costs for these services have increased with inflation and an adjustment to your rates is necessary to keep revenues in line with expenses.

The proposed rate is being phased in over five years to provide property owners a more gradual increase in the rate. District fees are a flat rate charge based on the Single Family Equivalent (SFE) unit. This is the level of service received by the average single family residence. The proposed charges, if approved, will be effective Fiscal Year 2020-2021 through Fiscal Year 2024-2025. The charges will continue after this time period at the Fiscal Year 2024-2025 rate, and any additional increases would require another notice of proposed increase and Public Hearing. The service charges are annual and will continue indefinitely for the purpose of covering all the necessary expenses to operate, maintain and replace the District's public utilities for services.

The table below shows the current and the proposed charges per SFE per fiscal year:

	Current	Proposed Rates (per year)				
Service	Rate	2023-	2024-	2025-	2026-	2027-
	(2022-2023)	2024	2025	2026	2027	2028
Annual Storm						
Drainage Service	\$10	\$15	\$20	\$25	\$30	\$35
Charge (per SFE*)						

*One SFE is assigned to every single family home in this District.

The San Joaquin County Board of Supervisors will consider adoption of the increase at a Public Hearing on:

Tuesday, July 25, 2023 9:00 AM – Chambers of the Board of Supervisors 44 N. San Joaquin Street, Sixth Floor, Suite 627 Stockton, CA 95202-2924

Any written protests must be received by the San Joaquin County Public Works Department office at 1810 E. Hazelton Ave., Stockton, CA 95205 by 5:00 PM on July 24, 2023, or submitted at the Public Hearing prior to the close of the hearing.

If a rate increase is not passed, service levels within the District will need to be reduced to generate cost savings. The following cost reduction measures may be implemented:

- · Reduction of after-hours and weekend service calls
- Reduction of regular maintenance of the system
- Postponement of equipment replacement

ADDITIONAL INFORMATION

The Engineer's Report detailing the rate calculation methodology and revenue requirements are available at the County's website at:

https://www.sjgov.org/department/pwk/special-districts-home/csa/county-service-area-41

The Engineer's Report can be reviewed at the Office of the Clerk of the Board of Supervisors or at the Public Works' office.

Additionally, a public meeting will be held to discuss the rate adjustments and answer questions from affected property owners. The public meeting information is below:

Wednesday, June 28, 2023 from 3:00 to 5:00 In-Person: Department of Public Works – Conference Room A 1810 East Hazelton Ave. Stockton, CA 95205 OR Online: <u>https://bit.ly/StormRateAdj</u>

OR

Call: 209-645-4071 and enter meeting ID 117095020#

If you have any questions, please contact Robert Davalos, Community Infrastructure Engineering Manager, at (209) 468-3697, at the San Joaquin County Department of Public Works.