

Presented and Adopted: July 2, 2015

SUBJECT: Approval to Execute Option Year One of Contract No. 14-PR-DWT-02, Mitsubishi International Corporation

**#15-53
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY**

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority ("the Authority") at its meeting on July 2, 2015, upon consideration of a joint use matter, decided by a vote of nine (9) in favor and none (0) opposed to execute Option Year One of Contract No. 14-PR-DWT-02, Mitsubishi International Corporation.

Be it resolved that:

The Board of Directors hereby authorizes the General Manager to execute Option Year One of Contract No. 14-PR-DWT-02, Mitsubishi International Corporation. The purpose of the option is to continue providing methanol to the Blue Plains Advanced Wastewater Treatment Plant. The option amount is \$11,650,000.

This Resolution is effective immediately.


Secretary to the Board of Directors

Presented and Adopted: July 2, 2015

**SUBJECT: Approval to Execute a Supplemental Agreement for
Contract No. DCFA #456-WSA, CH2M Hill Engineers, PC**

**#15-54
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY**

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority ("the Authority") at its meeting on July 2, 2015, upon consideration of a joint use matter, decided by a vote of nine (9) in favor and none (0) opposed to execute a Supplemental Agreement for Contract No. DCFA #456-WSA, CH2M Hill Engineers, PC.

Be it resolved that:

The Board of Directors hereby authorizes the General Manager to execute a Supplemental Agreement for Contract No. DCFA #456-WSA, CH2M Hill Engineers, PC. The purpose of the supplemental agreement is to provide support services for an enterprise-wide asset management program. The supplemental agreement amount is not-to-exceed \$10,200,000.

This Resolution is effective immediately.


Secretary to the Board of Directors

Presented and Adopted: July 2, 2015

**SUBJECT: Approval to Execute One Year Base and Four One Year
Options for Contract No. 15-PR-CFO-32, Wells Fargo
Insurance USA, Inc.**

**#15-55
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY**

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority ("the Authority") at its meeting on July 2, 2015, upon consideration of a joint use matter, decided by a vote of nine (9) in favor and none (0) opposed to execute a One Year Base and Four One Year Options for Contract No. 15-PR-CFO-32, Wells Fargo Insurance USA, Inc.

Be it resolved that:

The Board of Directors hereby authorizes the General Manager to execute a One Year Base and Four One Year Options for Contract No. 15-PR-CFO-32, Wells Fargo Insurance USA, Inc. The purpose of the contract is to provide a rolling owner controlled insurance program services for the District of Columbia Water and Sewer Authority's (DC Water) Risk Management/Chief Financial office. The contract not-to-exceed amount is \$6,105, 693.

This Resolution is effective immediately.


Secretary to the Board of Directors

Presented and Adopted: July 2, 2015

SUBJECT: Approval to Execute Three Year Base and One Two Year Option for Contract No. 14-PR-OGC-03, Dorsey & Whitney LLP

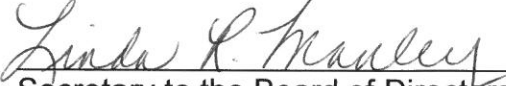
**#15-56
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY**

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority ("the Authority") at its meeting on July 2, 2015, upon consideration of a joint use matter, decided by a vote of nine (9) in favor and none (0) opposed to execute a Three Year Base and One Two Year Option for Contract No. 14-PR-OGC-03, Dorsey & Whitney LLP.

Be it resolved that:

The Board of Directors hereby authorizes the General Manager to execute a Three Year Base and One Two Year Option for Contract No. 14-PR-OGC-03, Dorsey & Whitney LLP. The purpose of the contract is to provide General Civil Litigation Legal Services for the District of Columbia Water and Sewer Authority's (DC Water) Office of the General Counsel. The contract not-to-exceed amount is \$7,500,000 distributed between the selected law firms at DC Water's discretion.

This Resolution is effective immediately.


Secretary to the Board of Directors

Presented and Adopted: July 2, 2015

**SUBJECT: Approval to Execute Three Year Base and One Two Year
Option for Contract No. 14-PR-OGC-06, McQuireWoods
LLP**

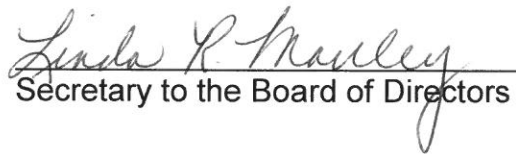
**#15-57
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY**

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority ("the Authority") at its meeting on July 2, 2015, upon consideration of a joint use matter, decided by a vote of nine (9) in favor and none (0) opposed to execute a Three Year Base and One Two Year Option for Contract No. 14-PR-OGC-06, McQuireWoods LLP.

Be it resolved that:

The Board of Directors hereby authorizes the General Manager to execute a Three Year Base and One Two Year Option for Contract No. 14-PR-OGC-06, McQuireWoods LLP. The purpose of the contract is to provide Environmental Legal Services for the District of Columbia Water and Sewer Authority's (DC Water) Office of the General Counsel. The contract not-to-exceed amount is \$7,500,000 distributed between the selected law firms at DC Water's discretion.

This Resolution is effective immediately.


Secretary to the Board of Directors

Presented and Adopted: July 2, 2015

SUBJECT: Approval to Execute Three Year Base and One Two Year Option for Contract No. 14-PR-OGC-01, Littler Mendelson, P.C.

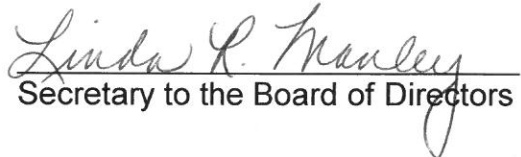
**#15-58
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY**

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority ("the Authority") at its meeting on July 2, 2015, upon consideration of a joint use matter, decided by a vote of nine (9) in favor and none (0) opposed to execute a Three Year Base and One Two Year Option for Contract No. 14-PR-OGC-01, Littler Mendelson, P.C.

Be it resolved that:

The Board of Directors hereby authorizes the General Manager to execute a Three Year Base and One Two Year Option for Contract No. 14-PR-OGC-01, Littler Mendelson, P.C. The purpose of the contract is to provide Human Resources/Employment Legal services for the District of Columbia Water and Sewer Authority's (DC Water) Office of the General Counsel. The contract not-to-exceed amount is \$4,750,000 distributed between the selected law firms at DC Water's discretion.

This Resolution is effective immediately.


Secretary to the Board of Directors

Presented and Adopted: July 2, 2015

SUBJECT: Approval to Execute Three Year Base and One Two Year Option for Contract No. 14-PR-OGC-02, Morgan Lewis & Bockius LLP

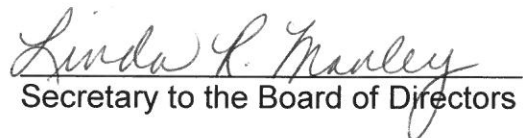
**#15-59
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY**

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority ("the Authority") at its meeting on July 2, 2015, upon consideration of a joint use matter, decided by a vote of nine (9) in favor and none (0) opposed to execute a Three Year Base and One Two Year Option for Contract No. 14-PR-OGC-02, Morgan Lewis & Bockius LLP.

Be it resolved that:

The Board of Directors hereby authorizes the General Manager to execute a Three Year Base and One Two Year Option for Contract No. 14-PR-OGC-02, Morgan Lewis & Bockius LLP. The purpose of the contract is to provide Human Resources/Employment Legal Services for the District of Columbia Water and Sewer Authority's (DC Water) Office of the General Counsel. The contract not-to-exceed amount is \$4,750,000 distributed between the selected law firms at DC Water's discretion.

This Resolution is effective immediately.


Secretary to the Board of Directors

Presented and Adopted: July 2, 2015

SUBJECT: Approval to Execute a Modification for Beveridge & Diamond, PC

**#15-60
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY**

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority ("the Authority") at its meeting on July 2, 2015, upon consideration of a joint use matter, decided by a vote of nine (9) in favor and none (0) opposed to execute a Modification for Beveridge & Diamond, PC.

Be it resolved that:

The Board of Directors hereby authorizes the General Manager to execute a Modification for Beveridge & Diamond, PC. The purpose of the contract is to provide legal services for the District of Columbia Water and Sewer Authority's (DC Water) Office of the General Counsel. The contract modification amount is \$1,100,000.

This Resolution is effective immediately.


Secretary to the Board of Directors

Presented and Adopted: July 2, 2015

SUBJECT: Approval to Execute a Three Year Base and Two One Year Options for Contract No. 14-PR-OGC-06, Beveridge & Diamond, P.C.

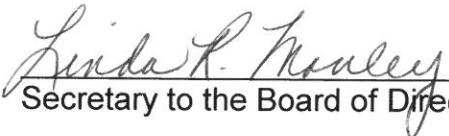
**#15-61
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY**

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority ("the Authority") at its meeting on July 2, 2015, upon consideration of a joint use matter, decided by a vote of nine (9) in favor and none (0) opposed to execute a Three Year Base and Two One Year Options for Contract No. 14-PR-OGC-06, Beveridge & Diamond, P.C.

Be it resolved that:

The Board of Directors hereby authorizes the General Manager to execute a Three Year Base and Two One Year Options for Contract No. 14-PR-OGC-06, Beveridge & Diamond, P.C. The purpose of the contract is to provide legal services for the District of Columbia Water and Sewer Authority's (DC Water) Office of General Counsel. The contract not-to-exceed amount is \$7,500,000 distributed between the selected law firms at DC Water's sole discretion.

This Resolution is effective immediately.


Secretary to the Board of Directors

Presented and Adopted: July 2, 2015

SUBJECT: Approval to Execute a Three Year Base and One Two Year Option for Contract No. 14-PR-OGC-05, Douglas & Boykin PLLC

**#15-62
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY**

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority ("the Authority") at its meeting on July 2, 2015, upon consideration of a joint use matter, decided by a vote of nine (9) in favor and none (0) opposed to execute a Three Year Base and One Two Year Option for Contract No. 14-PR-OGC-05, Douglas & Boykin PLLC.

Be it resolved that:

The Board of Directors hereby authorizes the General Manager to execute a Three Year Base and One Two Year Option for Contract No. 14-PR-OGC-05, Douglas & Boykin PLLC. The purpose of the contract is to provide General Civil Litigation Legal Services for the District of Columbia Water and Sewer Authority's (DC Water) Office of General Counsel. The contract not-to-exceed amount is \$7,500,000 distributed between the selected law firms at DC Water's sole discretion.

This Resolution is effective immediately.


Secretary to the Board of Directors

Presented and Adopted: July 2, 2015

SUBJECT: Approval to Execute a Three Year Base and One Two Year Option for Contract No. 14-PR-OGC-04, Reed Smith LLP

**#15-63
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY**

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority ("the Authority") at its meeting on July 2, 2015, upon consideration of a joint use matter, decided by a vote of nine (9) in favor and none (0) opposed to execute a Three Year Base and One Two Year Option for Contract No. 14-PR-OGC-04, Reed Smith LLP.

Be it resolved that:

The Board of Directors hereby authorizes the General Manager to execute a Three Year Base and One Two Year Option for Contract No. 14-PR-OGC-04, Reed Smith LLP. The purpose of the contract is to provide General Civil Litigation Legal Services for the District of Columbia Water and Sewer Authority's (DC Water) Office of General Counsel. The contract not-to-exceed amount is \$7,500,000 distributed between the selected law firms at DC Water's sole discretion.

This Resolution is effective immediately.


Secretary to the Board of Directors

Presented and Adopted: July 2, 2015

**SUBJECT: Approval to Execute Contract No. 140130, Savin
Engineers, P.C.**

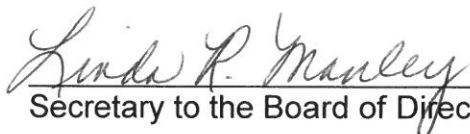
**#15-64
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY**

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority ("the Authority") at its meeting on July 2, 2015, upon consideration of a non-joint use matter, decided by a vote of five (5) in favor and none (0) opposed to execute Contract No. 140130, Savin Engineers, P.C.

Be it resolved that:

The Board of Directors hereby authorizes the General Manager to execute Contract No. 140130, Savin Engineers, P.C. The purpose of the contract is to inspect and assess the condition of sewer pipes using closed-circuit television (CCTV) inspection technique. The contract amount is \$2,212,420.

This Resolution is effective immediately.


Secretary to the Board of Directors

Presented and Adopted: July 2, 2015
SUBJECT: Approval to Execute Contract No. 150010,
Anchor Construction Corp.

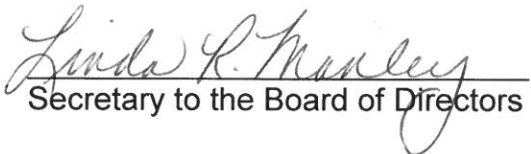
#15-65
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority ("the Authority") at its meeting on July 2, 2015, upon consideration of a non-joint use matter, decided by a vote of five (5) in favor and none (0) opposed to execute Contract No. 150010, Anchor Construction Corp.

Be it resolved that:

The Board of Directors hereby authorizes the General Manager to execute Contract No. 150010, Anchor Construction Corp. The purpose of the contract is to replace existing building sewer connections which are deteriorated and where reliability has become problematic. The contract amount is \$17,634,733.10.

This Resolution is effective immediately.


Secretary to the Board of Directors

Presented and Adopted: July 2, 2015
SUBJECT: Approval to Execute Contract No. 140200
Flippo Construction Company, Inc.

#15-66
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
D.C. WATER AND SEWER AUTHORITY

The Board of Directors ("Board") of the District of Columbia Water and Sewer Authority ("the Authority") at its meeting on July 2, 2015, upon consideration of a non-joint use matter, decided by a vote of five (5) in favor and none (0) opposed to execute Contract No. 140200, Flippo Construction Company, Inc.

Be it resolved that:

The Board of Directors hereby authorizes the General Manager to execute Contract No. 140200, Flippo Construction Company, Inc. The purpose of the contract is to replace old and broken valves in order to improve reliability of the water distribution system. The contract amount is \$1,874,965.

This Resolution is effective immediately.


Secretary to the Board of Directors

Presented and Adopted: July 2, 2015

SUBJECT: Approval of Proposed Metered Water and Sewer Service Rates, Right-of-Way, Payment-in-Lieu of Taxes Fee, Clean Rivers Impervious Surface Area Charge, and Water System Replacement Fee, Effective Fiscal Year 2016

**#15-67
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
DISTRICT OF COLUMBIA WATER AND SEWER AUTHORITY**

The District members of the Board of Directors (“Board”) of the District of Columbia Water and Sewer Authority (“DC Water”) at the Board meeting held on July 2, 2015, upon consideration of a non-joint use matter, decided by a vote of five (5) in favor and none (0) opposed, to approve the following action with respect to the proposed Metered Retail Rates for Water and Sewer Service, Clean Rivers Impervious Surface Area Charge, the Right-of-Way Occupancy Fee Pass Through Charge, Payment-In-Lieu of Taxes Fee, and new Water System Replacement Fee.

WHEREAS, the Board has adopted a revised rate setting policy that calls for rates that, together with other revenue sources, yield reliable and predictable stream of revenues and will generate sufficient revenues to pay for DC Water’s projected operating and capital expenses; and

WHEREAS, the Board has adopted various financial policies that require revenues to ensure compliance with Board policies regarding maintenance of senior debt coverage and cash reserves; and

WHEREAS, DC Water has three classes of customers: residential, multi-family and non-residential; as provided in Section 4104 of Title 21 of the District of Columbia Municipal Regulations (DCMR); and

WHEREAS, the DC Retail Water and Sewer Rates Committee met on December 19, 2014 and January 27, 2015 to consider the proposed rates, charges and fee changes; and

WHEREAS, on February 5, 2015, the Board approved the proposed rates, charges and fee changes to be published in the *D.C. Register*; and

WHEREAS, on February 20, 2015, DC Water published Notice of Proposed Rulemaking (NOPR) in the *D.C. Register* (DCR) at 62 DCR 2367, which, if adopted, would implement a Customer Class-Based Volumetric Rate structure with differentiation based on the

peaking demands of each customer class (residential, multi-family and non-residential) and a Lifeline water rate for Residential customers; and

WHEREAS, the NOPR, which, if adopted, would implement a Lifeline Rate for the first 4 hundred cubic feet ("4 Ccf") of Residential customer water use to reflect baseline usage by Residential customers without peaking costs; and

WHEREAS, the NOPR, which, if adopted, would implement a combined retail water and sewer rate decrease of \$0.10 per one hundred cubic feet ("Ccf") (\$0.13 per 1,000 gallons) for the first 4 Ccf and should result in a combined water and sewer rate that approximates \$8.52 per Ccf (\$11.39 per 1,000 gallons) of metered water and sewer use for Residential customers (Lifeline); and

WHEREAS, the NOPR, which, if adopted, would implement a combined retail water and sewer rate increase of \$0.69 per Ccf (\$0.92 per 1,000 gallons) for water usage greater than 4 Ccf and should result in a combined water and sewer rate that approximates \$9.31 per Ccf (\$12.45 per 1,000 gallons) of metered water and sewer use for Residential customers; and

WHEREAS, the NOPR, which, if adopted, would implement a combined retail water and sewer rate increase of \$0.27 per Ccf (\$0.36 per 1,000 gallons) and should result in a combined water and sewer rate that approximates \$8.89 per Ccf (\$11.89 per 1,000 gallons) of metered water and sewer use for Multi-family customers; and

WHEREAS, the NOPR, which, if adopted, would implement a combined retail water and sewer rate increase of \$0.81 per Ccf (\$1.08 per 1,000 gallons) and should result in a combined water and sewer rate that approximates \$9.43 per Ccf (\$12.61 per 1,000 gallons) of metered water and sewer use for Non-Residential customers; and

WHEREAS, the NOPR, which, if adopted, would implement an increase in the monthly Clean Rivers Impervious Area Charge of \$3.55 per Equivalent Residential Unit (ERU) to recover costs of the Combined Sewer Overflow Long-Term Control Plan (CSO LTCP); and

WHEREAS, the NOPR, which, if adopted, would implement a new monthly Water System Replacement Fee (WSRF) designed to recover the cost of the 1 percent renewal and replacement of aging water infrastructure in the retail service area; and

WHEREAS, the NOPR, which, if adopted, would maintain the ROW fee at the current amount of \$0.17 per Ccf (\$0.22 per 1,000 gallons) of water used to continue to recover the full cost of the District of Columbia government ROW fees; and

WHEREAS, the NOPR, which, if adopted, would implement an increase in the PILOT fee of \$0.01 per Ccf (\$0.02 per 1,000 gallons) to recover the full cost of the District of Columbia government fees; and

WHEREAS, the adoption of these rates and fee changes would increase the monthly bill of the average Residential customer using 6.69 Ccf (5,004 gallons) by approximately \$11.36 per month or \$136.32 per year; and

WHEREAS, on April 3, 2015, DC Water published a Notice of Public Hearing in the *D.C. Register* at 62 DCR 3934, for a public hearing on May 13, 2015 on the proposed rulemakings referred to above; and

WHEREAS, a notice of the public hearing on the rate and fee proposals was also published on DC Water's website and in *The Washington Informer* on May 7 – May 13, 2015; and DC Water also conducted eight (8) town hall meetings from April 1, 2015, through April 30, 2015, to receive comments on the rate and fee proposals; and

WHEREAS, on May 13, 2015, a public hearing was held to receive comments on the rate and fee proposals, and the record of the public hearing was left open to receive written comments for a period of 30 days through June 15, 2015; and

WHEREAS, on June 23, 2015, the DC Retail Water and Sewer Rates Committee met to consider the comments received during the public comment period, and the May 13, 2015 public hearing on the proposed rate and fee changes; and

WHEREAS, on June 23, 2015, given the revenue requirements of DC Water, anticipated capital and operating expenditures and the various funding sources, public comments, and the recommendation of the General Manager, the DC Retail Water and Sewer Rates Committee recommended the rate and fee changes to the Board of Directors; and

WHEREAS, after consideration of the recommendation of the DC Retail Water and Sewer Rates Committee, the report of the General Manager on this subject and public comments at the May 13, 2015 public hearing and during the comment period and open record period for the proposed rulemaking, the District members of the Board of Directors, upon further consideration and discussion, recommended to implement a Customer Class-Based Volumetric Rate structure with differentiation based on the peaking demands of each customer class (residential, multi-family and non-residential), implement a Lifeline Rate for the first 4 hundred cubic feet ("4 Ccf") of Residential customer water use to reflect baseline usage by Residential customers without peaking costs, implement a new monthly WSRF designed to recover the cost of the 1 percent renewal and replacement of aging water infrastructure for residential, multi-family and non-residential customers, increasing the sewer volumetric rates, Clean Rivers Impervious Surface Area Charge (IAC), and the PILOT Fee in accordance with the General Manager's recommendation; and

WHEREAS, adoption of these rates and fee changes would increase the average residential customer's monthly bill (using 6.69 Ccf per month) by approximately \$11.36 per month or \$136.32 per year; and

WHEREAS, based on the final rules and rates adopted by the Board: DC Water's retail revenue projections for Fiscal Year 2016 reflect an approximate \$67.0 million increase due to the proposed \$14.9 million increase in retail water and sewer rates, an approximate \$0.1 million increase due to the proposed PILOT fee increase, an approximate \$12.0 million increase due to the proposed Clean Rivers IAC increase and an approximate \$40.0 million increase due to the proposed WSRF.

NOW THEREFORE BE IT RESOLVED THAT:

1. The Board adopts for final rulemaking the following rates and fees:

Implement the Restructuring of DC Water's Water Service Rates

Customer Class-Based Volumetric Rates – Rate differentiation based on the peaking demands of each customer class (residential, multi-family and non-residential).

Lifeline Rate – A lifeline rate for the first 4 Ccf of Single Family Residential (SFR) water use to reflect baseline usage by residential customers without peaking cost.

Water System Replacement Fee – Fixed monthly fee designed to recover the cost of the 1 percent renewal and replacement of aging water infrastructure in the retail service area.

Retail Metered Water Service Rates

- a. Effective October 1, 2015, a change in the rate for retail metered water services from \$3.88 per one hundred cubic feet ("Ccf") (\$5.19 per 1,000 gallons) to:
 - Residential customers: Lifeline Rate - Consumption of first 0 – 4 Ccf: \$3.08 per Ccf (\$4.12 per 1,000 gallons) of water used.
 - Residential customers: Consumption greater than 4 Ccf: \$3.87 per Ccf (\$5.17 per 1,000 gallons) of water used.
 - Multi-Family customers: \$3.45 per Ccf (\$4.61 per 1,000 gallons) of water used.
 - Non-Residential customers: \$3.99 per Ccf (\$5.33 per 1,000 gallons) of water used.

**Retail Sewer Service Rates
(Metered and Unmetered)**

- b. Effective October 1, 2015, increase the rate for retail sanitary sewer service from \$4.74 per One Hundred Cubic Feet ("Ccf") (\$6.33 per 1,000 gallons) to:
 - Residential customers: \$5.44 per Ccf (\$7.27 per 1,000 gallons) of water used.

- Multi-Family customers: \$5.44 per Ccf (\$7.27 per 1,000 gallons) of water used.
 - Non-Residential customers: \$5.44 per Ccf (\$7.27 per 1,000 gallons) of water used.
- c. Effective October 1, 2015, increase the annual Clean Rivers Impervious Area Charge (IAC) from \$201.00 to \$243.60 per Equivalent Residential Unit (ERU). The charge per ERU will be billed monthly at:
- Residential customers: \$20.30 for each ERU
 - Multi-Family customers: \$20.30 for each ERU
 - Non-Residential customers: \$20.30 for each ERU

Water System Replacement Fee (WSRF)

- d. Effective October 1, 2015, implement a fixed monthly fee designed to recover the cost of the 1 percent renewal and replacement of aging water infrastructure for residential, multi-family and non-residential customers:

Meter Size (inches)	Meter Register Type	Monthly Water System Replacement Fee
5/8"	Single Register	\$ 6.30
3/4"	Single Register	\$ 7.39
1"	Single Register	\$ 9.67
1"x1.25"	Single and Multiple Register	\$ 15.40
1.5"	Single Register	\$ 41.35
2"	Single and Multiple Register	\$ 83.75
3"	Single and Multiple Register	\$ 232.13
4"	Single and Multiple Register	\$ 561.02
6"	Single and Multiple Register	\$ 1,292.14
8"	Single and Multiple Register	\$ 5,785.51
8"x2"	Multiple Register	\$ 1,899.60
8"x4"x1"	Multiple Register	\$ 2,438.35
10"	Single and Multiple Register	\$ 6,679.65
12"	Single and Multiple Register	\$ 6,679.65
16"	Single and Multiple Register	\$ 6,679.65

Single Register – Meter that has only one device that displays the consumption volume.

Multiple Register – Meter that has two or more devices that can display the consumption volume at different flow rates (high or low) or different uses, including, but not limited to, Demand Flow and Fire Flow.

Amend Customer Assistance Program

e. **Amend CAP Program** - Extend CAP benefits to eligible customers that are charged the monthly Water System Replacement Fee by crediting 100 percent on their monthly bill as follows:

- Eligible households and tenants will receive a credit of 100 percent off of the monthly billed Water System Replacement Fee (WSRF).

Right-of-Way Occupancy Fee Pass Through Charge / PILOT Fee

f. Effective October 1, 2015, there is no increase in the District of Columbia Right-of-Way fee, which shall remain as follows:

- Residential customers: \$0.17 per Ccf (\$0.22 per 1,000 gallons) of water used.
- Multi-Family customers: \$0.17 per Ccf (\$0.22 per 1,000 gallons) of water used.
- Non-Residential customers: \$0.17 per Ccf (\$0.22 per 1,000 gallons) of water used.

g. Effective October 1, 2015, increase the Payment-in-Lieu of Taxes paid to the Office of the Chief Financial Officer (OCFO) of the District of Columbia from \$0.46 per Ccf (\$0.62 per 1,000 gallons) to:

- Residential customers: \$0.47 per Ccf (\$0.64 per 1,000 gallons) of water used.
- Multi-Family customers: \$0.47 per Ccf (\$0.64 per 1,000 gallons) of water used.
- Non-Residential customers: \$0.47 per Ccf (\$0.64 per 1,000 gallons) of water used.

2. The General Manager is authorized to take all steps necessary in his judgment and as otherwise required, to provide notice of the final rate adjustment in the manner provided by 21 DCMR Chapter 40 and the District of Columbia Administrative Procedure Act.

This resolution shall be effective immediately.


Secretary to the Board of Directors

Presented and Adopted: July 2, 2015

Subject: Proposed Amendment for the Water System Replacement Fee

**#15-68
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
DISTRICT OF COLUMBIA WATER AND SEWER AUTHORITY**

The District members of the Board of Directors (“Board”) of the District of Columbia Water and Sewer Authority (“the DC Water”) at the Board meeting held on July 2, 2015 decided, in a non-joint use matter, by a vote of five (5) in favor and none (0) opposed, to take the following action with respect to the proposed amendment for the Water System Replacement Fee.

WHEREAS, the Board has adopted a revised rate setting policy that calls for rates, charges and fees that, together with other revenue sources, yield a reliable and predictable stream of revenues and will generate sufficient revenues to pay for DC Water’s projected operating and capital expenses; and

WHEREAS, the Board has adopted various financial policies that require revenues to ensure compliance with Board policies regarding maintenance of senior debt coverage and cash reserves; and

WHEREAS, the DC Retail Water and Sewer Rates Committee met on December 19, 2014 and January 27, 2015 to consider the proposed new Water System Replacement Fee (“WSRF”) to recover the cost of the 1 percent renewal and replacement of aging water infrastructure for residential, multi-family and non-residential customers; and

WHEREAS, on February 5, 2015, the Board approved the proposed new Water System Replacement Fee (WSRF) to be published in the D.C. Register (DCR); and

WHEREAS, on February 20, 2015, DC Water published a Notice of Proposed Rulemaking (NOPR) in the *D.C. Register* (DCR) at 62 DCR 2367, which if approved, would implement the WSRF, effective October 1, 2015; and

WHEREAS, although the WSRF is not subject to the public hearing requirements of 21 DCMR Chapter 40, on April 3, 2015, DC Water published a Notice of Public Hearing in the *D.C. Register* at 62 DCR 3934, for the public hearing on May 13, 2015 to receive additional public comments on the proposed rulemaking referred to above; and

WHEREAS, a notice of the public hearing on the WSRF and other rate and fee proposals was also published on DC Water's website and in The Washington Informer on May 7 – May 13, 2015; and DC Water also conducted eight (8) town hall meetings from April 1, 2015, through April 30, 2015, to receive comments on the WSRF and other rate and fee proposals; and

WHEREAS, on May 13, 2015, a public hearing was held to receive comments on the WSRF and other rate and fee proposals, and the record of the public hearing was left open to receive written comments for a period of 30 days through June 15, 2015; and

WHEREAS, on June 23, 2015, the DC Retail Water and Sewer Rates Committee met to consider the comments offered during the public comments period of the proposed rulemaking, and comments received at the May 13, 2015 public hearing; and

WHEREAS, after discussion and consideration of the public comments and recommendations from the General Manager regarding action on the proposed WSRF, the DC Retail Water and Sewer Rates Committee proposed an amendment for the Water System Replacement Fee (WSRF) whereby a Residential customer, whose premises is served by a single two inch (2") meter used for both Demand Flow and Fire Flow, shall be charged a monthly Water System Replacement Fee for a one and one-half inch (1.5") meter; and

WHEREAS, the public notice and comment process for the proposed amendment to the WSRF will be conducted in accordance with the District of Columbia Administrative Procedure Act, and it is the intent of the Board to take final action on the proposed amendment at the conclusion of the notification and public comment period.

NOW THEREFORE BE IT RESOLVED THAT:

1. The Board proposes an additional amendment to the District of Columbia Municipal Regulations pertaining for the Water System Replacement Fee as shown below:

Residential customer, whose premises is served by a single two inch (2") meter used for both Demand Flow and Fire Flow, shall be charged a monthly Water System Replacement Fee set forth in section 112.10 for a one and one-half inch (1.5") meter.

2. The General Manager is authorized to take all steps necessary in his judgment and as otherwise required, to initiate the public comment process and shall provide notice of the proposed rulemaking in the manner provided by the District of Columbia Administrative Procedure Act.

This resolution shall be effective immediately.


Secretary to the Board of Directors

Presented and Adopted: July 2, 2015

Subject: Approval of Proposed District of Columbia Fire Protection Service Fee

**#15-69
RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
DISTRICT OF COLUMBIA WATER AND SEWER AUTHORITY**

The District members of the Board of Directors ("Board") of the District of Columbia Water and Sewer Authority ("the DC Water") at the Board meeting held on July 2, 2015 decided, in a non-joint use matter, by a vote of five (5) in favor and none (0) opposed, to take the following action with respect to the proposed Fire Protection Service Fee.

WHEREAS, DC Water establishes rates, fees, and charges in accordance with its Rate Setting Policy (Board Resolution #11-10), including the recovery of current costs to provide service; and

WHEREAS, pursuant to a 2013 Memorandum of Understanding (MOU) between DC Water and the D.C. Fire Emergency Medical Services, effective May 3, 2013, DC Water provides Fire Protection Services to the government of the District of Columbia, including, but not limited to, the delivery of water for firefighting, the cost of inspecting, maintaining and upgrading public fire hydrants in the District of Columbia; and

WHEREAS, the MOU requires DC Water to establish the costs (Fire Protection Services Fee or FPSF) for providing Fire Protection Services to the District in accordance with 21 DCMR Chapter 40 and the District of Columbia Administrative Procedure Act; and

WHEREAS, DC Water performs a review of the Fire Protection Service costs no less than every three years utilizing a Cost of Service Study to determine whether the FPSF is sufficient to recoup the actual costs for providing this service and make adjustments as necessary; and

WHEREAS, the DC Retail Water and Sewer Rates Committee met on February 24, 2015 to consider the proposed District of Columbia FPSF; and

WHEREAS, on March 5, 2015, the Board approved the proposed District of Columbia FPSF to be published in the *D.C. Register* (DCR); and

WHEREAS, on April 3, 2015, DC Water published notice of proposed rulemaking in the *D.C. Register* at 62 DCR 3973 which, if adopted, would increase the annual FPSF from \$6,885,340 to \$10,796,000 per fiscal year (FY) for FY 2015, FY 2016 and FY 2017; and

WHEREAS, on April 3, 2015, DC Water published a Notice of Public Hearing in the *D.C. Register* at 62 DCR 3934, for a public hearing on May 13, 2015 on the proposed rulemaking referred to above; and

WHEREAS, a notice of the public hearing on the WSRF and other rate and fee proposals was also published on DC Water's website and in *The Washington Informer* on May 7 – May 13, 2015; and DC Water also conducted eight (8) town hall meetings from April 1, 2015, through April 30, 2015, to receive comments on the FPSF and other rate and fee proposals; and

WHEREAS, on May 13, 2015, a public hearing was held to receive comments on the WSRF and other rate and fee proposals, and the record of the public hearing was left open to receive written comments for a period of 30 days through June 15, 2015; and

WHEREAS, the DC Retail Water and Sewer Rates Committee met on June 23, 2015 to consider the comments received during the public comment period, and at the Public Hearing on the proposed Fire Protection Service Fee increase; and

WHEREAS, the DC Retail Water and Sewer Rates Committee recommends an adjustment in the annual Fire Protection Service Fee from Six Million Eight Hundred Eighty Five Thousand Three Hundred Forty Dollars to (\$6,885,340) to Ten Million Seven Hundred Ninety Six Thousand Dollars (\$10,796,000) per fiscal year (FY) for FY 2015, FY 2016 and FY 2017.

NOW THEREFORE BE IT RESOLVED THAT:

The Board adopts for final rulemaking the following annual Fire Protection Service Fee, effective Fiscal Year 2015:

1. An increase in the DC Fire Protection Fee from Six Million Eight Hundred Eighty Five Thousand Three Hundred Forty Dollars (\$6,885,340) per fiscal year to Ten Million Seven Hundred Ninety Six Thousand Dollars (\$10,796,000) per fiscal year (FY) for FY 2015, FY 2016 and FY 2017, effective Fiscal Year 2015.
2. The General Manager is authorized to take all steps necessary in his judgment and as otherwise required, to provide notice of the final fee adjustment in the manner provided by 21 DCMR Chapter 40 and the District of Columbia Administrative Procedure Act.

This resolution shall be effective immediately.


Secretary to the Board of Directors