

IMPLEMENTATION OF THE RECYCLED WATER SURCHARGE FOR USE OVER ENTITLEMENT

Reconciliation of Recycled Water Usage and Entitlement

Within 90 days of the end of the fiscal year, IEUA will reconcile the annual usage for each agency along with its entitlement.

Accounting of Replacement Water

For Contracting Agencies in need of replacement water to account for usage over entitlement, following procedure will be used:

- If Contracting Agencies have alternative means of providing replacement water, such documentation shall be provided within 90 days following the reconciliation of the usage.
 - If the Contracting Agency pursues transfer of stored groundwater:
 - IEUA will verify the replacement water, and will calculate the quantities of replacement water for the agencies with surplus entitlement.
 - IEUA will provide calculations and documentation to Chino Basin Watermaster to be allocated into the appropriate storage accounts for the agencies with surplus entitlement.
 - If the Contracting Agency acquires entitlement from another agency, the Contracting Agency shall provide such documentation to IEUA.
- If the Contracting Agency has not provided documentation for the replacement water, IEUA will bill the Contracting Agency the surcharge rate for the replacement water, and proceed with the acquisition of the replacement water.
- If IEUA is requested to purchase replacement water, IEUA will purchase within 12 months following the surcharge payment by the Contracting Agency, beginning with the lowest cost water.
 - IEUA will calculate the quantities of replacement water for the agencies with surplus entitlement.
 - IEUA will provide calculations and documentation to Chino Basin Watermaster to be allocated into the appropriate storage accounts for the agencies with surplus entitlement. This process is similar to the existing groundwater recharge allocation that occurs for recycled water recharge.

Temporary Entitlement for Chino (July 1, 2016 through June 30, 2023)

- Entitlement that is grandfathered for the time period is based on the customers that were connected to the system in Fiscal Year 2014-15.
- The corresponding direct use that is grandfathered is 8,324 AFY.
- Annual reconciliations will be made based on the customers as one data set for a total value of 8,324 AFY. Reconciliations will be done with the FY 2014/15 as a data set. If the annual usage for those customers exceed the grandfathered amount of 8,324 AFY, surcharges will apply.
- Any new customers beginning Fiscal Year 2015/16 shall also have the surcharge rate apply.