



Department of Public Works

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 4, 2025

Dear Property Owner:

You are receiving this Notice because you own property within County Service Area 18 – Fairway Estates (District), which is a special district administered by San Joaquin County (County). The District provides domestic water service to the properties within the District's boundaries. The Department of Public Works is advising you of a proposed rate structure for this service and the Public Hearing regarding the rate structure.

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, water testing, and administration costs associated with the services. The County's costs for these services have increased, and an adjustment to your rates is necessary to keep revenues in line with expenses. A proposed rate structure is required to properly align the District's revenues with the cost of providing service and contribution to capital replacement revenues. The contributions towards replacement projects start in fiscal year 2026-2027 and are phased in over ten years to provide property owners with a gradual increase in the rate. If approved, this proposed rate structure is for five years, and under the Proposition 218 procedures, property owners will have to approve the remaining capital replacement contributions under a separate, future rate schedule.

Fees for residential properties within the District are assessed as an annual flat rate charge based on the Single-Family Equivalent (SFE) unit, which represents the level of service provided to the average single-family residential property. The proposed charges, if approved, will take effect in fiscal year 2025–2026 and remain in place through fiscal year 2029–2030. Following this period, the charges will continue at the fiscal year 2029–2030 rate. Any additional increases beyond that point would require issuance of a new notice of proposed rate increase and a Public Hearing. These annual service charges will continue indefinitely to fund the necessary expenses associated with the operation and maintenance of water services.

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

Service		Proposed Rates (per year)				
	Current Rate (2024-2025)	2025- 2026	2026- 2027	2027- 2026	2028- 2029	2029- 2030
Annual Water Service Charge (per SFE*)	\$828	\$1,085	\$1,187	\$1,288	\$1,389	\$1,473

^{*}Parcels with one single-family residential property = 1 SFE. Parcels with two dwelling units = 1.3 SFE.

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

Tuesday, July 29, 2025 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 28, 2025, 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

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-18

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