



MARINA COAST WATER DISTRICT

11 RESERVATION ROAD, MARINA, CA 93933-2099

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DIRECTORS

THOMAS P. MOORE
President

JAN SHRINER
Vice President

WILLIAM Y. LEE
HOWARD GUSTAFSON
HERBERT CORTEZ

Agenda
Regular Board Meeting, Board of Directors
Marina Coast Water District
and
Regular Board Meeting, Board of Directors
Marina Coast Water District Groundwater Sustainability Agency
Marina Council Chambers
211 Hillcrest Avenue, Marina, California
Monday, March 12, 2018, **6:15 p.m.** PST
(Please note the earlier start time)

This meeting has been noticed according to the Brown Act rules. The Board of Directors meet regularly on the third Monday of each month with workshops scheduled for the first Monday of some months. The meetings normally begin at 6:30 p.m. and are held at the City of Marina Council Chambers at 211 Hillcrest Avenue, Marina, California.

Our Mission: *We provide our customers with high quality water, wastewater collection and conservation services at a reasonable cost, through planning, management and the development of water resources in an environmentally sensitive manner.*

1. **Call to Order**
2. **Roll Call**

ALL PROTESTS TO THE PROPOSED CENTRAL MARINA AND ORD COMMUNITY WATER AND WASTEWATER RATES MUST BE SUBMITTED TO THE BOARD SECRETARY BY NOT LATER THAN 7:00 PM AT THIS MEETING. ANY PROTESTS SUBMITTED AFTER THAT TIME SHALL BE REJECTED AS LATE AND SHALL NOT BE CONSIDERED

3. **Public Comment on Closed Session Items** *Anyone wishing to address the Board on matters appearing on Closed Session may do so at this time. Please limit your comment to four minutes. The public may comment on any other items listed on the agenda at the time they are considered by the Board.*

This agenda is subject to revision and may be amended prior to the scheduled meeting. Pursuant to Government Code section 54954.2(a)(1), the agenda for each meeting of the Board shall be posted at the City of Marina Council Chambers. The agenda shall also be posted at the following locations but those locations are not official agenda posting locations for purposes of section 54954.2(a)(1): District offices at 11 Reservation Road, Seaside City Hall, the City of Marina Library, and the City of Seaside Library. A complete Board packet containing all enclosures and staff materials will be available for public review on Wednesday, March 7, 2018. Copies will also be available at the Board meeting. Information about items on this agenda or persons requesting disability related modifications and/or accommodations should contact the Board Clerk 48 hours prior to the meeting at: 831-883-5910.

4. Closed Session

A. Pursuant to Government Code 54956.9

Conference with Legal Counsel – Existing Litigation

- 1) Ag Land Trust v. Marina Coast Water District, Monterey County Superior Court Case No. M105019; Sixth Appellate District Court of Appeals Case Nos. H038550 and H039559
- 2) In the Matter of the Application of California-American Water Company (U210W) for Approval of the Monterey Peninsula Water Supply Project and Authorization to Recover All Present and Future Costs in Rates, California Public Utilities Commission No. A.12-04-019 & A.13-05-017 Settlement Agreement
- 3) Marina Coast Water District v. California Public Utilities Commission, California Supreme Court Case No. S230728, Writ of Review
- 4) California-American Water Company vs Marina Coast Water District; Monterey County Water Resources Agency; and Does 1 through 10, San Francisco Superior Court Case No. CGC-13-528312 (Complaint for Declaratory Relief); First Appellate District Court of Appeals Case Nos. A145604, A146166, A146405
- 5) Marina Coast Water District vs California-American Water Company, Monterey County Water Resources Agency; and, California-American Water Company, Monterey County Water Resources Agency vs Marina Coast Water District, San Francisco Superior Court Case Nos. CGC-15-547125, CGC-15-546632 (Complaint for Breach of Warranties, etc.)
- 6) Marina Coast Water District v, California State Lands Commission (California-American Water Company, Real Party in Interest), Santa Cruz County Superior Court Case No. CV180895 (Petition for Writ of Mandate)
- 7) Marina Coast Water District v, California Coastal Commission (California-American Water Company, Real Party in Interest), Santa Cruz County Superior Court Case No. 15CV00267
- 8) Bay View Community DE, LLC; Bryan Taylor; Greg Carter; and Brooke Bilyeu vs Marina Coast Water District; Board of Directors of Marina Coast Water District; County of Monterey and Does 1-25, inclusive, Monterey County Superior Court Case No. 18CV000765 (Petition for Writ of Mandate or Administrative Mandate, and Complaint for Declaratory and Injunctive Relief and Breach of Contract)

B. Pursuant to Government Code 54956.8

Conference with Real Property Negotiator

Property: Sewer Infrastructure

Negotiating parties: Thomas Moore and Jan Shriner

Under Negotiation: Price and Terms

- C. Pursuant to Government Code 54956.9 (d)(2)
Conference with Legal Counsel – Anticipated Litigation
Significant exposure to Litigation – Two Potential Cases

5. Reportable Actions Taken During Closed Session *The Board will announce any reportable action taken during closed session and the vote or abstention on that action of every director present, and may take additional action in open session as appropriate. Any closed session items not completed may be continued to after the end of all open session items.*

6. Pledge of Allegiance

7. Oral Communications *Anyone wishing to address the Board on matters not appearing on the Agenda may do so at this time. Please limit your comment to four minutes. The public may comment on any other items listed on the agenda at the time they are considered by the Board.*

7:00 p.m. Reconvene Open Session

ALL PROTESTS TO THE PROPOSED CENTRAL MARINA AND ORD COMMUNITY WATER AND WASTEWATER RATES MUST BE SUBMITTED TO THE BOARD SECRETARY BY NOT LATER THAN 7:00 PM AT THIS MEETING. ANY PROTESTS SUBMITTED AFTER THAT TIME SHALL BE REJECTED AS LATE AND SHALL NOT BE CONSIDERED

OPEN PUBLIC HEARING

8. Public Hearing

- A. Receive Public Comment on Proposed Increases in District Rates, Fees, and Charges for the Central Marina and Ord Community Service Areas

CLOSE PUBLIC HEARING

9. Staff Report

- A. General Manager's Verbal Report on the Result of Proposition 218 Protests to the Proposed Increases in District Rates, Fees, and Charges for the Central Marina and Ord Community Service Areas

10. Action Items *The Board will review and discuss agenda items and take action or direct staff to return to the Board for action at a following meeting. The public may address the Board on these Items as each item is reviewed by the Board. Please limit your comment to four minutes.*

- A. Consider Adoption of Resolution No. 2018-11 Declaring the Results of the Proposition 218 Protest Count for the Proposed Increases in District Rates, Fees, and Charges for the Central Marina and Ord Community Service Areas

Action: The Board of Directors will consider adopting Resolution No. 2018-11 declaring the results of the Proposition 218 protest count for the proposed increases in District rates, fees, and charges for the Central Marina and Ord Community service areas and determine whether a valid majority protest occurred.

- B. Consider Second Reading and Adoption of Ordinance No. 60 Approving New District Rates, Fees and Charges for the Central Marina Water and Wastewater Service Area, excluding Capacity Charges

Action: The Board of Directors will consider a Second Reading of Ordinance No. 60 approving the portion of the proposed District rates, fees and charges (excluding Capacity Charges) applicable in the Central Marina water and wastewater service areas. (The portion of the proposed District rates, fees and charges applicable in the Ord Community service areas will be adopted by Resolution No. 2018-12.).

- C. Consider Adoption of Resolution No. 2018-12 to Approve New District Rates, Fees, and Charges for the Ord Community Water and Wastewater Service Area, excluding Capacity Charges

Action: The Board of Directors will consider adopting Resolution No. 2018-12 approving the portion of the proposed District rates, fees, and charges applicable in the Ord Community water and wastewater service areas, excluding capacity charges.

- D. Consider Adoption of Resolution No. 2018-13 to Approve an Information Technology Plan FY 2018-2019

Action: The Board of Directors will consider approving an Information Technology Support services to the District for FY 2018-2019.

- E. Consider Adoption of Resolution No. 2018-14 to Approve New Classifications, Job Descriptions and Salary Ranges for a Water Resources Manager and a Water Resources Analyst I/II

Action: The Board of Directors will consider approving new classifications, job descriptions and salary ranges for a Water Resources Manager and a Water Resources Analyst I/II.

11. Budget Workshop

- A. Receive Presentation on Draft District FY 2018-2019 Budget, Rates, Fees and Charges for the Marina and Ord Community Service Areas and Provide Direction Regarding Preparation of the Final Budget Documents
- B. Receive District Draft Five-Year Capital Improvements Projects Budget for the Marina and Ord Community Service Areas and Provide Direction Regarding Preparation of the Final CIP Budget Documents

12. Correspondence

13. Board Member Requests for Future Agenda Items

14. Director's Comments *Director reports on meetings with other agencies, organizations and individuals on behalf of the District and on official District matters.*

15. Adjournment *Set or Announce Next Meeting(s), date(s), time(s), and location(s):*

*Monday, March 19, 2018, 6:30 p.m.,
Marina Council Chambers, 211 Hillcrest Avenue, Marina*

Marina Coast Water District
Agenda Transmittal

Agenda Item: 10-A

Meeting Date: March 12, 2018

Prepared By: Keith Van Der Maaten

Approved By: Keith Van Der Maaten

Agenda Title: Consider Adoption of Resolution No. 2018-11 Declaring the Results of the Proposition 218 Protest Count for the Proposed Increases in District Rates, Fees, and Charges for the Central Marina and Ord Community Service Areas

Staff Recommendation: The Board of Directors consider adoption of Resolution No. 2018-11 declaring the results of the Proposition 218 protest count.

Background: *5-Year Strategic Plan, Objective No. 3 – Our objective is to manage public funds to assure financial stability, prudent rate management and demonstrate responsible stewardship. Our fiscal strategy is to forecast, control and optimize income and expenditures in an open and transparent manner. We will efficiently use our financial resources to assure availability to fund current and future demands.*

Detailed Description: The Board of Directors held a Public Hearing at 7:00 p.m. on March 12, 2018 to allow public comment on the proposed increase in District rates, fees, and charges for Central Marina and Ord Community service areas.

Following the public comments, the Public Hearing was closed. The Board of Directors will now declare the results of the Proposition 218 protest count.

Environmental Review Compliance: None required.

Financial Impact: ___ Yes ___ **X** No Funding Source/Recap: None

Other Considerations: None.

Material Included for Information/Consideration: Resolution No. 2018-11.

Action Required: ___ **X** ___ Resolution ___ Motion ___ Review
(Roll call vote is required.)

Board Action

Motion By _____ Seconded By _____ No Action Taken _____

Ayes _____ Abstained _____

Noes _____ Absent _____

March 12, 2018

Resolution No. 2018-11
Resolution of the Board of Directors
Marina Coast Water District

Declaring the Results of the Proposition 218 Protest Count for the Proposed Increases
in District Rates, Fees, and Charges for the Central Marina and Ord Community Service Areas

RESOLVED by the Board of Directors (“Directors”) of the Marina Coast Water District (“District”), at a regular meeting duly called and held on March 12, 2018 at 211 Hillcrest Avenue, Marina, California as follows:

WHEREAS, on January 25, 2018, the District mailed notices to all record owners of parcels within the Central Marina and Ord service areas that will be subject to the proposed rates, fees, and charges for water and wastewater services; and,

WHEREAS, since January 25, 2018, the District has accepted protests from record owners of parcels that will be subject to the proposed rates, fees, and charges for water and wastewater services; and,

WHEREAS, on March 12, 2018, the Directors of the District held a hearing to consider proposed increases to the District’s water and wastewater rates for the Central Marina and Ord service areas; and,

WHEREAS, at the March 12, 2018 hearing and through 7:00 p.m., the District accepted protests from record owners of parcels that will be subject to the proposed rates, fees, and charges for water and wastewater services; and,

WHEREAS, at the March 12, 2018 hearing, the General Manager of the District reported to the Board that the District received a total of _____ valid protests from record owners of parcels that will be subject to the proposed rates, fees and charges for water and wastewater services.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Marina Coast Water District, as follows:

Section 1. Findings. The Board of Directors finds that:

1. there are 4,993 parcels within the District subject to the proposed rates, fees and charges for water and wastewater services; and,
2. the District received a total of _____ timely-filed protests; and,
3. of the _____ total timely-filed protests received, _____ protests were submitted by record owners of parcels subject to the proposed rates, fees and charges for water and wastewater services; and,
4. the District accepted protests from tenants of the parcels who directly pay the water or wastewater services bill, but not where the record owner of the parcel has already submitted a valid protest.

Section 2. Declaration of Results. The total number of valid protests timely received by the District do not constitute a majority of the parcels subject to the proposed rates, fees and charges for water and wastewater services.

Section 3. Effect of Protests. The effect of the results of the protest count, as specified in Section 2 hereof, is that the Board of Directors, as the legislative body of the District, is authorized to adopt the proposed rates, fees and charges for water and wastewater services.

PASSED AND ADOPTED on May 12, 2018 by the Board of Directors of the Marina Coast Water District by the following roll call vote:

Ayes: Directors _____

Noes: Directors _____

Absent: Directors _____

Abstained: Directors _____

Thomas P. Moore, President

ATTEST:

Keith Van Der Maaten, Secretary

CERTIFICATE OF SECRETARY

The undersigned Secretary of the Board of the Marina Coast Water District hereby certifies that the foregoing is a full, true and correct copy of Resolution No. 2018-11 adopted May 12, 2018.

Keith Van Der Maaten, Secretary

Marina Coast Water District
Agenda Transmittal

Agenda Item: 10-B

Meeting Date: March 12, 2018

Prepared By: Kelly Cadiente

Approved By: Keith Van Der Maaten

Agenda Title: Consider Second Reading and Adoption of Ordinance No. 60 Approving New District Rates, Fees and Charges for the Central Marina Water and Wastewater Service Area, excluding Capacity Charges

Staff Recommendation: Conduct second reading of Ordinance No. 60 and adopt Ordinance No. 60 approving new water and wastewater rates, fees and charges for the Central Marina service area. *(The portion of the proposed District Rates, Fees and Charges applicable in the Ord Community Service areas will be adopted by Resolution)*

Background: *5-Year Strategic Plan Mission Statement – To provide our customers with high quality water, wastewater collection and conservation services at a reasonable cost, through planning, management and the development of water resources in an environmentally sensitive manner.*

On June 26, 2017, the Board adopted Resolution No. 2017-41 approving a contract with Carollo Engineers to conduct the 2017-2018 Five-Year Water and Wastewater Financial Plan and Rate Study and Cost Allocation Plan. Over the course of several months, the Board held four rate study workshops to provide ample opportunity for input from the District's ratepayers and to ensure that the process was transparent to the public.

On January 22, 2018, the Board approved the Five-Year Water and Wastewater Financial Plan and Rate Study. The approved Rate Study called for rate increases for FY's 2018/2019, 2019/2020, 2020/2021, 2021/2022 and 2023/2024 of the Central Marina and Ord Community service areas. The Board also approved a Prop 218 notification of proposed rate increases (mailed January 25, 2018) and held a public hearing Monday, March 12, 2018.

Discussion/Analysis: The Board is requested to conduct the second reading of Ordinance No. 60 and consider its adoption approving new District rates, fees, and charges for the Central Marina service area. Under the ordinance process for codifying rates fees and charges for Central Marina, the District is required to conduct first and second readings of the proposed ordinance, set a public hearing date on the proposed change in rates, fees and charges, and publish the ordinance in the local newspaper. The portion of the proposed District rates, fees and charges applicable in the Ord Community service area will be adopted by Resolution.

The District's imposition and administration of the rates, fees and charges (excluding Capacity Charges) set forth in Attachment A of Ordinance 60 shall comply with substantive provisions contained in Section 6(b) of Article XIIIID of the California Constitution and shall take effect on January 1, 2019.

Environmental Review Compliance: None required.

Financial Impact: X Yes No Funding Source/Recap:
Increase is Water and Sewer rate revenue for the Central Marina service area per Attachment A of Ordinance 60.

Other Considerations: The Board not approve new District Rates, Fees and Charges for the Central Marina Water and Wastewater Service Area, excluding Capacity Charges.

Material Included for Information/Consideration: Ordinance No. 60.

Action Required: Resolution X Motion Review
(Roll call vote is required.)

Board Action

Motion By _____ Seconded By _____ No Action Taken _____

Ayes _____ Abstained _____

Noes _____ Absent _____

MARINA COAST WATER DISTRICT

ORDINANCE NO. 60

AN ORDINANCE AMENDING SECTIONS 6.08.030, 6.08.060, 6.08.080,
6.08.100, AND 6.12.050, AND ESTABLISHING SECTION 6.08.110
OF THE DISTRICT CODE
CHANGING RATES, FEES AND CHARGES FOR WATER AND SEWER SERVICES
FOR THE CENTRAL MARINA SERVICE AREA

Be it ordained by the Board of Directors of
Marina Coast Water District
as follows:

Section 1. Authority. This Ordinance is enacted pursuant to Sections 30000 and following of the California Water Code, and Section 6 of Article XIII D of the California Constitution.

Section 2. Findings.

A. This ordinance is considered for action by the Board of Directors at a regularly scheduled and noticed meeting. The agenda was posted in accordance with County Water District law with opportunity for public review in advance of the meeting and public comment during consideration of the ordinance by the Board. The District has complied with publication, notice and hearing requirements of Section 6 of Article XIID of the California Constitution and Section 31105 of the California Water Code.

B. The District Code establishes, among other things, water consumption charges, minimum monthly charges, monthly sewer charges, various service charges, and water and sewer capacity charges for the District's customers. Based on the recommendations of the District's General Manager and engineering and financial advisors, and the 2018 5-Year Water and Wastewater Financial Plan and Rate Study adopted by the Board of Directors on January 22, 2018, revised rates, fees, and charges are necessary to meet operating and capital expenses for sound operation of the District in accordance with Water Code Section 31007 and to enable the District to provide continued water and sewer service within the District's Central Marina service area.

C. The District's legal counsel advises, and the Board finds, that adoption of this ordinance is exempt from the requirements of the California Environmental Quality Act ("CEQA") pursuant to Public Resources Code Section 21080(b)(8) and Section 15273 of the State CEQA Guidelines codified at 14 CCR §15273 because this ordinance pertains to adoption of rates, fees and charges necessary to maintain services within the District's existing service area.

D. The rates, fees and charges adopted by this ordinance will not exceed the estimated reasonable costs of providing the services for which the rates, fees or charges are imposed and will not exceed the proportional cost of the service attributable to the parcel receiving the service.

Section 3. Purpose of Ordinance. The purpose of this Ordinance is to revise charges for water and wastewater services for the District's Central Marina service area. This Ordinance amends Sections 6.08.030, 6.08.060, 6.08.080, 6.08.100, and 6.12.050 of the District Code.

Section 4. Temporary Water Service. Section 6.08.030 (F) of the District Code is amended to read as follows:

“6.08.030 Temporary water service.

F. The applicant shall be responsible for district equipment utilized for this purpose and the necessary repair or replacement costs shall be deducted from the applicant's deposit. The applicant is responsible for returning the district equipment and closing the account promptly after the job is complete. If a meter is not returned promptly, the district shall deduct the cost of replacing the meter from the applicant's deposit.

The temporary water fees shall be:

Fee	CHARGES (Effective January 1, 2019)	CHARGES (Effective January 1, 2020)	CHARGES (Effective January 1, 2021)	CHARGES (Effective January 1, 2022)	CHARGES (Effective January 1, 2023)
Gate Valve/Meter Deposit	\$676.00	\$704.00	\$733.00	\$763.00	\$794.00
Minimum Water Consumption Deposit	\$1,144.00	\$1,190.00	\$1,238.00	\$1,288.00	\$1,340.00
Set/remove hydrant	\$146.00	\$152.00	\$159.00	\$166.00	\$173.00
Relocate meter per occurrence	\$146.00	\$152.00	\$159.00	\$166.00	\$173.00
Meter set, other than fire hydrant	Actual Cost	Actual Cost	Actual Cost	Actual Cost	Actual Cost
Minimum monthly service charge	\$102.25	\$106.35	\$110.65	\$115.10	\$119.75

Monthly quantity rate for each HCF (see Section 6.08.100 Water Consumption Rates”

Section 5. Monthly Minimum Water Charges. Section 6.08.060 of the District Code is hereby amended to read as follows:

“6.08.060 Monthly minimum water charges.

The monthly minimum charges for water service shall be:

METER SIZE	CHARGES (Effective January 1, 2019)	CHARGES (Effective January 1, 2020)	CHARGES (Effective January 1, 2021)	CHARGES (Effective January 1, 2022)	CHARGES (Effective January 1, 2023)
5/8” or 3/4”	\$24.24	\$25.21	\$26.22	\$27.26	\$28.34
1”	\$32.69	\$33.99	\$35.35	\$36.77	\$38.22
1-1/2”	\$53.80	\$55.95	\$58.19	\$60.52	\$62.91
2”	\$79.14	\$82.30	\$85.60	\$89.02	\$92.55
3”	\$146.72	\$152.57	\$158.69	\$165.03	\$171.56
4”	\$222.74	\$231.62	\$240.92	\$250.55	\$260.46
6”	\$433.91	\$451.22	\$469.33	\$488.08	\$507.39
8”	\$856.25	\$890.40	\$926.15	\$963.15	\$1,001.26

Section 6. Private Fire Service. Section 6.08.080 of the District Code is hereby amended to read as follows:

“6.08.080 Private fire service.

The monthly charges for private fire service shall be:

METER SIZE	CHARGES (Effective January 1, 2019)	CHARGES (Effective January 1, 2020)	CHARGES (Effective January 1, 2021)	CHARGES (Effective January 1, 2022)	CHARGES (Effective January 1, 2023)
1”	\$1.73	\$1.80	\$1.87	\$1.94	\$2.02
1-1/2”	\$5.02	\$5.22	\$5.43	\$5.65	\$5.87
2”	\$10.70	\$11.13	\$11.57	\$12.04	\$12.52
2-1/2”	\$19.25	\$20.01	\$20.82	\$21.65	\$22.51
3”	\$31.09	\$32.33	\$33.62	\$34.97	\$36.37
4”	\$66.25	\$68.90	\$71.65	\$74.52	\$77.50
6”	\$192.43	\$200.13	\$208.13	\$216.46	\$225.12
8”	\$410.08	\$426.48	\$443.54	\$461.28	\$479.73

Section 7. Water Consumption Rates. Section 6.08.100 (A) of the District Code is hereby amended to read as follows:

“6.08.100 Water consumption rates.

A. Water consumption by District Customers shall be measured in units of one hundred cubic feet (seven hundred forty-eight gallons). The quantity charge for water consumption per one hundred cubic feet (HCF) shall be as follows:

CONSUMPTION	CHARGES (Effective January 1, 2019)	CHARGES (Effective January 1, 2020)	CHARGES (Effective January 1, 2021)	CHARGES (Effective January 1, 2022)	CHARGES (Effective January 1, 2023)
0-10 hcf	\$3.25 per hcf	\$3.38 per hcf	\$3.51 per hcf	\$3.65 per hcf	\$3.80 per hcf
10+ hcf	\$4.95 per hcf	\$5.15 per hcf	\$5.36 per hcf	\$5.57 per hcf	\$5.79 per hcf

Construction Water Depots (same as Temporary Water Service rates):

Minimum monthly charge (Effective January 1, 2019)	\$ 102.28
Minimum monthly charge (Effective January 1, 2020)	\$ 106.35
Minimum monthly charge (Effective January 1, 2021)	\$ 110.65
Minimum monthly charge (Effective January 1, 2022)	\$ 115.10
Minimum monthly charge (Effective January 1, 2023)	\$ 119.75

Monthly Quantity rate for each HCF
(see above table for Consumption Rates)”

Section 8. Water Demand Management Rates. Section 6.08.110 of the District Code is established to read as follows:

“6.08.110 Water demand management rates.

Water demand management rates are temporary surcharges that shall be implemented by the District in time of need to safeguard cost recovery. The demand rates shall provide sufficient revenues under various drought, water shortage, or demand reduction/restriction periods. The rates can either be implemented proactively (known shortage or drought) or reactively (wait and see if reductions are prolonged and whether existing reserves are sufficient). The District has the option of implementing either the monthly fixed rate surcharge based on meter equivalent (ME) or the monthly variable rate surcharge based on consumption (hundred cubic feet (hcf)) when required in time of need as determined by the Board in its discretion and will be as follows:

Effective January 1, 2019		
Reduction Level (estimated)	10%	20%
Fixed Rate Recovery Only (\$/ME)	\$3.95	\$6.51
Variable Rate Recovery Only (\$/hcf)	\$0.51	\$0.91

Section 9. Wastewater Collection Rates. Section 6.12.050 of the District Code is amended to read as follows:

“6.12.050 Wastewater collection rates.

Wastewater collection rates for all classes of customers within the District shall be as follows per month per equivalent dwelling unit (EDU), calculated using the table of user classifications and wastewater demand factors set forth in Appendix D of this code.

\$15.37 per equivalent dwelling unit (Effective January 1, 2019)

\$15.99 per equivalent dwelling unit (Effective January 1, 2020)

\$16.63 per equivalent dwelling unit (Effective January 1, 2021)

\$17.29 per equivalent dwelling unit (Effective January 1, 2022)

\$17.98 per equivalent dwelling unit (Effective January 1, 2023)

Section 10. Requirements for Rates, Fees and Charges. The rates, fees and charges adopted by this ordinance shall not exceed the reasonably estimated costs of providing the services for which the rates, fees or charges are imposed.

Section 11. Effective Date. All sections of this Ordinance pertaining to water service rates, fees, and charges shall be in full force and effect thirty (30) days from and after the date of adoption. All sections of this Ordinance pertaining to wastewater service rates, fees, and charges shall be in full force and effect immediately upon adoption in accordance with section 31105(a) of the California Water Code.

Section 12. Publication and Posting. Within 10 days after adoption, the district shall publish, in a newspaper published in Monterey County and circulated within the district, a summary of this ordinance with the names of those directors voting for and against adoption, and shall post in the district office a certified copy of the full text of this ordinance as adopted along with the names of those directors voting for and against adoption.

Section 13. Notice of Exemption Notice of Determination. The Secretary is authorized and directed to give due notice of exemption of this ordinance from the provisions of CEQA, pursuant to Title 14 California Code of Regulations section 15062.

Section 14. Existing Charges. Existing rates, fees and charges in effect when this ordinance is adopted shall remain in effect unless specifically changed by this ordinance.

Section 15. Severability. If any section, subsection, sentence, clause, or phrase of this ordinance is for any reason held to be unconstitutional or invalid, or superseded by some other provision of law, such provisions shall be severed from and shall not affect the validity of the remaining provisions of this ordinance. The Board hereby declares that it would have passed this ordinance and each section, subsection, sentence, clause, or phrase thereof irrespective of the fact that any other part thereof be unconstitutional or invalid, or superseded by some other provision of law. The parts of this ordinance which are not unconstitutional, invalid, or superseded shall remain in full force and effect and shall be enforced according to their terms.

Section 16. Interpretation. Words and phrases used in this ordinance shall be read conjunctively with and shall have the same meaning as in prior district ordinances and the district Code, unless specifically changed by this ordinance or unless the context requires some other construction. If there is any inconsistency between this ordinance and prior provisions, this ordinance shall control.

Section 17. Annual Modification of Rates and Charges. All rates, fees and charges specified in this ordinance are the maximum amounts that may be imposed by the District for the applicable time period. The Board of Directors as part of its review and adoption of the annual District budget may determine by resolution to impose less than the applicable rate, fee or charge set forth in this ordinance for all or a portion of time period covered by that District budget.

On motion of Director _____, seconded by Director _____, the foregoing Ordinance is enacted and shall take effect on _____ by the following roll call of the Board:

Ayes: _____

Nays: _____

Absent: _____

Abstained: _____

By: _____
Thomas P. Moore, President

ATTEST:

Keith Van Der Maaten, Secretary

CERTIFICATE OF SECRETARY

The undersigned hereby certifies that the foregoing Ordinance was adopted and approved by the Board of Directors at their regular meeting on _____.

Keith Van Der Maaten, Secretary

Marina Coast Water District
Agenda Transmittal

Agenda Item: 10-C

Meeting Date: March 12, 2018

Prepared By: Kelly Cadiente

Approved By: Keith Van Der Maaten

Agenda Title: Consider Adoption of Resolution No. 2018-12 Approving New District Rates, Fees and Charges for the Ord Community Water and Wastewater Service Areas, excluding Capacity Charges

Staff Recommendation: The Board of Directors adopt Resolution No. 2018-12 approving new water and wastewater rates, fees and charges for the Ord Community service area (*The Portion of the Proposed District Rates, Fees and Charges Applicable in the Central Marina Service Areas will be adopted by Ordinance No. 60*).

Background: *5-Year Strategic Plan Mission Statement – To provide our customers with high quality water, wastewater collection and conservation services at a reasonable cost, through planning, management and the development of water resources in an environmentally sensitive manner.*

Discussion/Analysis: The Board is requested to consider its adoption of Resolution No. 2018-12 approving new District rates, fees, and charges for the Ord Community water and wastewater service areas. Under the process for adopting rates fees and charges for the Ord Community, the District is required to notice all parcel owners receiving service from the District, and set a public hearing date on the proposed change in rates, fees and charges. In addition, the District is required to submit the Draft Budget (Compensation Plan) for the fiscal year to the Water/Wastewater Oversight Committee (WWOC) of FORA in accordance with Section 7.1.3 of the Water/Wastewater Facilities Agreement between FORA and the District. The portion of the proposed District rates, fees and charges applicable in the Central Marina service area will be adopted by Ordinance No. 60.

On January 22, 2018, the Board approved the Five-Year Water and Wastewater Financial Plan and Rate Study. The approved Rate Study called for rate increases for FY's 2018/2019, 2019/2020, 2020/2021, 2021/2022 and 2022/2023 of the Central Marina and Ord Community service areas.

The new rates, fees, and charges, excluding capacity charges, are set forth in Resolution No. 2018-12 Exhibit A for water, recycled water and wastewater services to the Ord Community service area.

On March 8, 2018, District staff prepared and filed with WWOC of FORA the Draft FY 2018-2019 Ord Community Budget and proposed water and sewer rates, fees, and charges for the period July, 1, 2018 through June 30, 2019 as set forth in Exhibit A of Resolution No. 2018-12. The Board also approved a Prop 218 notification of proposed rate increases (mailed January 25, 2018) and held a public hearing Monday, March 12, 2018.

The District's imposition and administration of the rates, fees and charges (excluding Capacity Charges) set for in Exhibit A of Resolution No. 2018-12 shall comply with substantive provisions

contained in Section 6(b) of Article XIID of the California Constitution and shall take effect on January 1, 2019.

Environmental Review Compliance: None required.

Financial Impact: X Yes No Funding Source/Recap: Increase is Water and Sewer rate revenue for the Ord Community service area per Exhibit A of Resolution No. 2018-12.

Other Considerations: The Board not approve new District Rates, Fees and Charges for the Ord Community Water and Wastewater Service Area, excluding Capacity Charges.

Material Included for Information/Consideration: Resolution No. 2018-12.

Action Required: X Resolution Motion Review
(Roll call vote is required.)

Board Action

Motion By _____ Seconded By _____ No Action Taken _____

Ayes _____ Abstained _____

Noes _____ Absent _____

March 12, 2018

Resolution No. 2018-12
Resolution of the Board of Directors
Marina Coast Water District
Adopting the New District Rates, Fees, and Charges for the
Ord Community Water and Wastewater Service Area, excluding Capacity Charges

RESOLVED by the Board of Directors (“Directors”) of the Marina Coast Water District (“District”), at a regular meeting duly called and held on March 12, 2018, at 211 Hillcrest Avenue, Marina California as follows:

Recitals

A. The District and FORA, entered into a “Water/Wastewater Facilities Agreement” (“Agreement”) on March 13, 1998, and have subsequently duly amended the Agreement; and,

B. Since the finalization of the Agreement, (i) FORA has permanently transferred the water and wastewater facilities to the District pursuant to the Agreement, (ii) the District physically interconnected the Ord Community water and wastewater systems with the Marina Coast systems, and (iii) the District has consolidated the two water systems under a single Public Water System Permit issued by the California Department of Public Health; and,

C. The District has commissioned and received a Financial Plan and Rate and Fee Study, dated January 2018, which determines the costs of providing service to the District’s service areas, including the Ord Community Service area; and,

D. The new rates, fees, and charges, excluding capacity charges are set forth in attached Exhibit A, which is incorporated herein by reference, for water, recycled water and wastewater services to the Ord Community Service Area; and,

E. In accordance with Section 7.1.3 of the Agreement, District staff prepared and filed with the Water/Wastewater Oversight Committee (“WWOC”) of FORA as required by FORA on March 8, 2018, the draft FY 2018-2019 Budget and the proposed water and sewer rates, fees, and charges for the period July 1, 2018, through June 30, 2019, as set forth in the attached Exhibit A; and,

F. The proposed new water and sewer rates, fees, and charges provides for funds necessary to meet operating and capital expenses for the sound operation and provision of the water, recycled water and wastewater facilities within the existing Ord Community service area on the former Fort Ord within FORA’s jurisdictional boundaries as required by Section 7.1.2 of the Agreement and by Water Code Section 31007; and,

G. The proposed new water and sewer rates, fees, and charges are consistent with the District’s Financial Plan and Rate and Fee Study, dated January 2018, and with the new water and sewer rates, fees and charges the District adopted for the Central Marina service area through Ordinance No. 60; and,

H. The District's imposition and administration of the rates, fees and charges (excluding Capacity Charges) set forth in attached Exhibit A shall comply with the substantive provisions contained in Section 6(b) of Article XIID of the California State Constitution; and,

I. The District's legal counsel advises, and the Board finds, that adoption of this resolution is exempt from the requirements of the California Environmental Quality Act ("CEQA") pursuant to Public Resources Code Section 21080(b)(8) and Section 15273 of the State CEQA Guidelines codified at 14 CCR §15273 because the resolution pertains to the adoption of charges necessary to maintain services within the District's existing service area.

NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:

1. The Board of Directors of the Marina Coast Water District does hereby approve and adopt the new rates, fees, and charges, excluding Capacity Charges, set forth in attached Exhibit A for water, recycled water and wastewater services to the Ord Community Service Area.

2. The District is authorized to charge and collect rates for provision of water and wastewater services within the boundaries of FORA in accordance with the rates, fees and charges set forth in Exhibit A, excluding Capacity Charges. The District is further authorized to use the same rates, fees and charges in providing services to the area of Ord Community within the jurisdiction of the U.S. Army.

3. The rates, fees and charges authorized by this Resolution shall not exceed the estimated reasonable costs of providing the services for which the rates, fees or charges are imposed.

4. Notice of Exemption. The Secretary is authorized and directed to give due notice of exemption of this resolution from the provisions of CEQA, pursuant to Title 14 California Code of Regulations section 15062.

5. Effective Date. All sections of this Resolution shall be in full force and effect on July 1, 2018. To the extent that rates, fees, and charges for the Ord Community Service Area come within the meaning of budgets or compensation plans under Section 7, Financial Provisions, of the Agreement, then the Effective Date could be potentially modified by the review process prescribed in that Section 7.

PASSED AND ADOPTED on March 12, 2018, by the Board of Directors of the Marina Coast Water District by the following roll call vote:

Ayes: Directors _____

Noes: Directors _____

Absent: Directors _____

Abstained: Directors _____

Thomas P. Moore, President

ATTEST:

Keith Van Der Maaten, Secretary

CERTIFICATE OF SECRETARY

The undersigned Secretary of the Board of the Marina Coast Water District hereby certifies that the foregoing is a full, true and correct copy of Resolution No. 2018-12 adopted March 12, 2018.

Keith Van Der Maaten, Secretary

Marina Coast Water District
Agenda Transmittal

Agenda Item: 10-D

Meeting Date: March 12, 2018

Prepared By: Kelly Cadiente

Approved By: Keith Van Der Maaten

Agenda Title: Consider Adoption of Resolution No. 2018-13 to Approve the District Technology Plan Appendix for FY 2018-2019

Staff Recommendation: Consider Adoption of Resolution No. 2018-13 to approve the 2018 District Technology Plan (DTP) Appendix for FY 2018-2019.

Background: *5-Year Strategic Plan, Goal No. 4 – To manage the District’s finances in the most effective and fiscally responsible manner, Strategic Plan Element 4.2 – Adopt a plan for technology use in public affairs and Strategic Plan, Element No. 6.5 – Digitize district records.*

The Board approved Resolution No. 2017-19 adopting the 2017 DTP Appendix at the March 21, 2017 regular meeting.

Discussion/Analysis: The Board of Directors is requested to review and approve the 2018 appendix of the DTP.

According to the DTP adopted August, 23, 2000 by Resolution No. 2000-23, the DTP should be reviewed annually, not only for budgetary considerations, but also to facilitate updates reflecting technological advancements from previous reviews.

The DTP is a detailed and comprehensive plan, which identifies anticipated upgrades and maintenance of District technology. Attached is the 2018 appendix to the original DTP. Based on a needs assessment performed by the District’s information technology support service provider and District staff, this appendix outlines the recommended technology tasks for FY 2018-2019 as well as funding requirements for FY 2018-2019.

Environmental Review Compliance: None.

Financial Impact: X Yes No Funding Source/Recap: Funding for the FY 2018-2019 capital portion of the DTP (\$47,000) will come from the Network Computer System line item for all costs centers in the Capitalized Equipment Section of the proposed FY 2018-2019 District Budget. Funding for the non-capitalized portion of the DTP (\$28,000) will come from the Computers/Data Processing and Software and Licensing line items for all cost centers in the Administration Section of the proposed FY 2018-2019 District Budget.

Other Considerations: None.

Material Included for Information/Consideration: Resolution No. 2018-13; and, Draft 2018 Technology Plan Appendix for FY 2018-2019.

Action Required: X Resolution Motion Review

(Roll call vote is required)

Board Action

Motion By _____ Seconded By _____ No Action Taken _____

Ayes _____

Abstained _____

Noes _____

Absent _____

March 12, 2018

Resolution No. 2018-13
Resolution of the Board of Directors
Marina Coast Water District
Approving the 2018 District Technology Plan Appendix
For FY 2018-2019

RESOLVED by the Board of Directors (“Directors”) of the Marina Coast Water District (“District”), at a regular meeting duly called and held on March 12, 2018 211 Hillcrest Avenue, Marina, California as follows:

WHEREAS, the Board adopted the original District Technology Plan (DTP) on August 23, 2000 which included the anticipation of annual appendices; and,

WHEREAS, the DTP should be reviewed annually, not only for budgetary considerations, but also to facilitate updates reflecting technological advancements from previous reviews; and,

WHEREAS, the 2018 Technology Plan Appendix for FY 2018-2019 recommends a budget of \$75,000 for FY 2018-2019.

NOW, THEREFORE, BE IT RESOLVED, that the Board of Directors of the Marina Coast Water District does hereby authorize the General Manager to implement the 2018 District Technology Plan Appendix for FY 2018-2019.

PASSED AND ADOPTED on March 12, 2018, by the Board of Directors of the Marina Coast Water District by the following roll call vote:

Ayes: Directors _____
Noes: Directors _____
Absent: Directors _____
Abstained: Directors _____

Thomas P. Moore, President

ATTEST:

Keith Van Der Maaten, Secretary

CERTIFICATE OF SECRETARY

The undersigned Secretary of the Board of the Marina Coast Water District hereby certifies that the foregoing is a full, true and correct copy of Resolution No. 2018-13 adopted March 12, 2018.

Keith Van Der Maaten, Secretary

Marina Coast Water District
Agenda Transmittal

Agenda Item: 10-E

Meeting Date: March 12, 2018

Prepared By: Jean Premutati

Approved by: Keith Van Der Maaten

Agenda Title: Consider Adoption of Resolution No. 2018-14 to Approve New Classifications, Job Descriptions and Salary Ranges for a Water Resources Manager and a Water Resources Analyst I/II

Staff Recommendation: Adopt Resolution No. 2018-14 to Approve New Classification, Job Description and Salary Range for a Water Resources Manager.

Background: 5-Year Strategic Plan, Objective 1.0 - Our objective is to manage and protect our current water source (groundwater) and find alternative water sources. We will secure and protect our developed potable water sources sufficiently to supply current and future customers. Our water sources strategy is to work with local land use jurisdictions to determine what their ultimate and interim projected demands will be and explore alternative water sources such as desalination, surface water treatment and recycled water, to find the most efficient, and to secure cost effective water source portfolio.

On March 6, 2017, the Board held a public hearing and adopted Resolution No. 2017-12 to become the groundwater sustainability agency for the Ord Community service area and for a small area within the Marina service area that is outside of the MCWD's jurisdictional boundary within the Monterey subbasin.

A Groundwater Sustainability Agency (GSA) is required to assess the conditions in its local subbasin and to adopt a locally-based Groundwater Sustainability Plan (GSP). GSP's must be completed for high priority basins by January 31, 2020 (medium priority subbasins by January 31, 2022) and be designed to achieve basin sustainability within 20 years of adoption.

The Sustainable Groundwater Management Act (SGMA) empowers GSA's to use a number of management tools to achieve the sustainability goal in addition to any powers the local agency already has. GSA's may conduct investigations, require registration of groundwater wells, determine the sustainable yield of a basin, measure and limit groundwater extractions, assess fees for groundwater management, and enforce the terms of a GSP. In order to meet the goal of a GSP by January 31, 2020, the District will need to begin work on this as soon as possible.

Discussion/Analysis: Staff is recommending the addition of a new full-time employee (FTE) entitled Water Resources Manager. The Water Resources Manager will develop and implement strategies related to water resource planning and policy such as a reliable future water supply, quality, and regulatory compliance issues. This position will plan, manage and oversee a comprehensive water conservation program and staff to assist in producing long-term water supply plans, including the Urban Water Management Plan, the Water Shortage Contingency Plan and the District Master Plan. This position will be responsible for performing work in maintaining active liaisons with all local land-use jurisdictions, committees and regional partners having water-related interests. The position will direct report to the General Manager, will routinely work very closely with the District Engineer and consultant hydrogeologists, and will be responsible for administering the agendas and priorities of the Water Conservation Commission. The following is

a list of the current priority activities that the Water Resources Manager will be immediately addressing or be integrally involved in:

- 1) Groundwater Sustainability Plan Development
- 2) Groundwater Modeling Development
- 3) Groundwater Data Management Program
- 4) GSA DWR Grant Administration
- 5) Seaside Adjudicated Basin Watermaster Liaison
- 6) Salinas Valley Deep Aquifer Investigations and Recommendations
- 7) Armstrong Ranch Stormwater Project Development
- 8) Marina Area Stormwater Recapture Project Development
- 9) Monterey Subbasin ASR Project Development
- 10) RUWAP Recycled Water Phase 1 and Phase 2 Water Resources Planning and Protection of MCWD's Wastewater Rights
- 11) SVBGSA Advisory Committee Member
- 12) Attendee to County and MCWRA meetings regarding basin and/or water resource plans or actions
- 13) Work with MCWRA on addressing "the Project" that was never constructed as part of MCWD's 1996 agreement with MCWRA entitled "Annexation Agreement and Groundwater Mitigation Framework for Marina Area Lands"
- 14) Use of and Outreach over Stanford AEM work
- 15) MPWSP groundwater impacts and alternatives
- 16) FORA Three-party MOU to develop additional water supplies to meet Base Reuse Plan
- 17) Strengthen nexus between Water Conservation Commission activities and priorities and the larger Water Resource Planning efforts

The Water Resources Analyst I/II is not an additional full-time employee (FTE), but a reclassification of the current Water Conservation Specialist I/II. There is a current vacancy in the Conservation department due to the resignation of a Conservation Specialist I/II. Staff is recommending a classification change and moving this position to the newly created "Water Resources Department". The department will have (2) full-time employees, the Water Resources Manager and Water Resources Analyst I/II. The Water Conservation Specialist III will remain in the Conservation department, but will now report to the Water Resources Manager.

These positions were surveyed in the most recent salary and classification study. The completed study will be presented at a future meeting, however, staff recommends moving forward with the recruitment of these positions as soon as possible. The proposed annual market salary ranges for the remainder of this fiscal year, are:

Water Resources Manager = \$101,476-\$129,513
Water Resources Analyst I = \$55,819 - \$71,240
Water Resources Analyst II = \$61,613 - \$78,636

Environmental Review Compliance: None required.

Financial Impact: Yes No Funding Source/Recap: Marina Water and Ord Water Cost Centers

Other Considerations: The Board can decide to remain status quo and hire on more consultants to assist with the groundwater management.

Material Included for Information Consideration: Resolution No. 2018-14; Water Resources Manager and Water Resources Analyst I/II job descriptions.

Action Required: Resolution Motion Review
(Roll call vote is required)

Board Action

Motion By _____ Seconded By _____ No Action Taken _____

Ayes _____

Abstained _____

Noes _____

Absent _____

March 12, 2018

Resolution No. 2018-14
Resolution of the Board of Directors
Marina Coast Water District
Approving New Classifications, Job Descriptions and
Salary Ranges for a Water Resources Manager
and a Water Resources Analyst I/II

RESOLVED by the Board of Directors (“Directors”) of the Marina Coast Water District (“District”), at a regular meeting duly called and held on March 12, 2018 at 211 Hillcrest Avenue, Marina, California as follows:

WHEREAS, the Board adopted Resolution No 2017-12 to become the groundwater sustainability agency (GSA) for the Ord Community service area and a small area within the Marina service area that is outside of the MCWD’s jurisdictional boundary within the Monterey subbasin; and,

WHEREAS, requirements of a GSA are to assess the conditions in its local subbasin and to adopt a locally-based Groundwater Sustainability Plan (GSP). GSP’s have a deadline of January 31, 2020 for high priority subbasins and January 31, 2022 for medium priority subbasin’s. The GSP’s are to be designed to achieve basin sustainability within 20 years of adoption; and,

WHEREAS, in order to accomplish the District’s GSP, staff will utilize a number of tools to achieve sustainability. These include conducting investigations, registration of groundwater wells, determining the sustainable yield of a basin, measuring and limiting groundwater extraction, assessing fees for groundwater management and enforcing the terms of a GSP; and,

WHEREAS, the addition of a Water Resources Manager position will establish a new Water Resources Department and include a Water Resources Analyst I/II which is a reclassification of the Water Conservation Specialist I/II; and,

WHEREAS, the primary function of the Water Resources Manager will develop and implement strategies related to water planning and policy, future water supply issues, quality and regulatory compliance. This position will report to the General Manager. This position will supervise the Analyst I/II and the Water Conservation Specialist III; and,

WHEREAS, the Analyst I/II will perform work in planning and research related to water demand, groundwater management, and water supply and report to the Water Resources Manager; and.

NOW, THEREFORE, BE IT RESOLVED, that the Board of Directors of the Marina Coast Water District does hereby adopt Resolution No. 2018-14 to approve the new classifications, job descriptions, and the following salary ranges for this fiscal year:

Water Resources Manager = \$101,476-\$129,513
Water Resources Analyst I = \$55,819 - \$71,240
Water Resources Analyst II = \$61,613 - \$78,636

PASSED AND ADOPTED on March 12, 2018, by the Board of Directors of the Marina Coast Water District by the following roll call vote:

Ayes: Directors _____

Noes: Directors _____

Absent: Directors _____

Abstained: Directors _____

Thomas P. Moore, President

ATTEST:

Keith Van Der Maaten, Secretary

CERTIFICATE OF SECRETARY

The undersigned Secretary of the Board of the Marina Coast Water District hereby certifies that the foregoing is a full, true and correct copy of Resolution No. 2018-14 adopted March 12, 2018.

Keith Van Der Maaten, Secretary

Marina Coast Water District
Agenda Transmittal

Agenda Item: 11-A

Meeting Date: March 12, 2018

Prepared By: Kelly Cadiente

Approved By: Keith Van Der Maaten

Agenda Title: Receive Presentation on Draft District FY 2018-2019 Budget, Rates, Fees and Charges for the Marina and Ord Community Service Areas and Provide Direction Regarding Preparation of the Final Budget Documents

Staff Recommendation: The Board receives the presentation on the draft District budget for FY 2018-2019 and provides direction to staff regarding preparation of the final budget documents.

Background: *5-Year Strategic Plan, Goal No. 4 – To manage the District’s finances in the most effective and fiscally responsible manner.*

On December 18, 2017, the Board set the date for the FY 2018-2019 Budget Workshop for March 12, 2018.

Discussion/Analysis: The Draft 2018-2019 District Budget was distributed to the Board on March 7, 2018 for review in preparation for the budget workshop. Edits and further revisions are anticipated based on discussions by the Board of the Draft Budget and on items for consideration by the Board on the March 12, 2018 Board agenda.

Environmental Review Compliance: None required.

Financial Impact: ___ Yes ___ **X** ___ No Funding Source/Recap: None

Other Considerations: None.

Materials Included for Information/Consideration: Draft FY 2018-2019 Budget Document dated March 12, 2018 provided separately.

Action Required: ___ Resolution ___ Motion ___ **X** ___ Review

Board Action

Motion By _____ Seconded By _____ No Action Taken _____

Ayes _____ Abstained _____

Noes _____ Absent _____

Marina Coast Water District
Agenda Transmittal

Agenda Item: 11-B

Meeting Date: March 12, 2018

Prepared By: Michael Wegley

Approved By: Keith Van Der Maaten

Agenda Title: Receive District Draft Five-Year Capital Improvement Projects Budget for the Marina and Ord Community Service Areas and Provide Direction Regarding Preparation of the Final CIP Budget Documents

Staff Recommendation: The Board of Directors receive the District draft Five-Year Capital Improvement Projects (CIP) Budget overview for the Marina and Ord Community Service Areas and provide direction to staff to include preparation of the final budget documents.

Background: *5 Year Strategic Plan, Goal No. 3.6 - Fiscal reserves management for the maintenance/replacement/expansion of the District's infrastructure.*

Each year, the District follows a budget development process that results in Board approval of the annual budget. Annual update of the District's CIP follows the same schedule. The current budget was adopted on June 5, 2017.

Discussion/Analysis: The attached Five-Year CIP project list includes projects in progress in the current Fiscal Year (FY) 2017-2018 and those required in future years. Projects needed in the next five years are shown with funding in the proposed FY, and the remaining projects are shown in "Out Years" (beyond FY 2021-2022). The Category column in the table indicates the project addresses an existing deficiency (E), a single development project (S), or multiple development projects (M). The majority of the projects needed address existing deficiencies (aging equipment requiring replacement, service mains which have failed in recent years, and water storage tanks). In the out years, the category EDS means Eastern Distribution System, which is the planned relocation of wells inland to avoid seawater intrusion, should that need arise.

Projects are listed by service area and system. General Water (GW) and General Sewer (GS) projects affect both service areas. District-wide projects (WD) affect all four cost centers. Water augmentation projects are listed at the very end. The CIP includes the design and construction cost for the Districts share in the recycled water pipeline.

Some of the projects have moved earlier or later compared to the FY 2017-2018 budget projection, due to the observed pace of redevelopment in the Ord Community and synchronizing pipeline projects with the related road improvements by the land use jurisdictions. Pipeline projects required to provide commercial fire flows to East Garrison were moved forward.

The highest priority wastewater project is replacement of the Ord Village Force Main and Lift Station Improvement Project. The Ord Village Lift Station is west of Seaside Highlands and Highway 1. The lift station pumps wastewater back across the Freeway and uphill to the Gigling lift station on the east side of Highway 1 to be pumped again. The Ord Village force main has ruptured and leaked many times over the years and is in need of replacement. Staff is working with the Monterey One Water Agency to connect to their Interceptor line that passes the lift station

on the west side of Highway 1 to eliminate the double pumping that occurs from the Ord Village force main discharging to the Gigling lift station.

The A-Zone water storage reservoirs and B/C Booster pump station remains a high priority project. The project is proposed for FY 2018-2019 to work out an agreement for the location of the tank with CSUMB. The tank needs to be located at an elevation which allows operational fire flows to be met without wells running. The system is currently operated inefficiently, meeting A-Zone demands directly from the wells, which requires starting and stopping pumps throughout the day, and by boosting the water into the B- and C-Zones where there is storage tank capacity. Some of that stored water returns to the A-Zone through pressure-reducing valves. The District Board entered into an agreement with California State University in 2006 to locate the A-Zone reservoirs and B/C Booster pump station on the CSUMB campus, but the District staff has been unable to obtain a final easement for the tanks. This delay affects the planned replacement of the Sand Tank and B/C Booster Pump Station, which were constructed prior to 1963 and are reaching the end of their service life.

A CIP budget summary, individual project sheets and a map are included for proposed 2017-2018 projects.

Environmental Review Compliance: None.

Financial Impact: _____Yes ___X___No Funding Source/Recap: None

Other Considerations: The Board can suggest alternative projects.

Materials Included for Information/Consideration: Attachment 1-Draft Five-Year CIP Budget Sheets; Attachment 2-2018-2019 CIP summary; Attachment 3-individual project sheets; and Attachment 4-map of CIP projects.

Action Required: _____Resolution _____Motion ___X___Review

Board Action

Motion By_____ Seconded By_____ No Action Taken_____

Ayes_____ Abstained_____

Noes_____ Absent_____