



Oceano Community Services District
Summary Minutes
Regular Meeting Wednesday, August 12, 2020 – 6:00 P.M.
Location: TELECONFERENCE

1. **CALL TO ORDER:** at approximately 6:00 p.m. by President Austin
2. **ROLL CALL:** Board members present: President Austin, Vice President White, Director Gibson, Director Villa, and Director Replogle. Also present, General Manager Will Clemens, Legal Counsel Jeff Minnery, and Business and Accounting Manager Carey Casciola.
3. **FLAG SALUTE:** led by President Austin.
4. **AGENDA REVIEW:**
A motion was made to approve the agenda as presented by Vice President White with a second from Director Gibson, 5-0 vote.
5. **PUBLIC COMMENT ON MATTERS NOT ON THE AGENDA:**
Public comment was received from:

Written comment submitted by Carol Hughes	In opposition of the sale of safe and sane fireworks.
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6. **SPECIAL PRESENTATIONS & REPORTS:**
 - A. **STAFF REPORTS:**
 - i. **Sheriff's South Station**, Commander Michael Manuele – None
 - ii. **FCFA** - Chief Steve Lieberman – None
 - iii. **OCSD General Manager** – Staff continues to be healthy. Recent favorable court ruling for the City of Santa Monica regarding the California Voters Rights Act. Jeff Minnery will provide a future update on the decision. Legal Council, Jeff Minnery, reminded candidates of the requirements for the 2020 Election in November and that candidates should not use the District logo.
 - iv. **Operations** – Utility Systems Manager, Tony Marraccino – Lopez is currently at 46.9% full. Continuing with daily rounds, weekly & monthly water samples, 9 work orders, 48 USA's, 18 customer service calls, 2 after hour call outs. Continued the EPA water testing for UCMR (Unregulated Contaminant Monitoring Rule) for the next 4 months, weed abatement at the water yard, meter reads and re-reads/ high and low notices, waterline break in the alley behind the post office, completed the first round of FOG (Fats, Oil and Grease) inspections, installed a new analyzer on Well 8, 60 new meters were installed, repaired a hydraulic hose on the jetter, completed the tank #1 inspection.
 - B. **BOARD OF DIRECTORS AND OUTSIDE COMMITTEE REPORTS:**
 - i. Director Villa – Reported on the Oceano Advisory Council (OAC)
 - ii. Director Gibson – None
 - iii. Vice President White – Reported on Five Cities Fire Authority (FCFA)
 - iv. Director Replogle – Reported on Integrated Waste Management Authority (IWMA)
 - v. President Austin – Reported on the South San Luis Obispo Sanitation District (SSLOCSO).

b. PUBLIC COMMENT ON SPECIAL PRESENTATIONS AND REPORTS:

Public comment was received from:

Julie Tacker	A question regarding the cost of the Wastewater Treatment Plant Redundancy Project at SSLOCSD.
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7 CONSENT AGENDA:	ACTION:
<ul style="list-style-type: none"> a. Review and Approval of Minutes for Regular Meeting July 8, 2020. b. Review of Cash Disbursements. c. Consideration of a recommendation to approve a proposal and professional services agreement with GSI Water Solutions Inc. to prepare the 2020 Annual Report for the Northern Cities Management Area in the amount of \$40,663 plus contingencies of \$3,643 for a total contract amount of \$44,306 d. Submittal of the District's Fiscal Year 2019-20 Quarter 4 Treasurer Report 	<p>After an opportunity for public comment and Board discussion, staff recommendations were approved with the addition of the PowerPoint presentation from the July 8, 2020 meeting added as an attachment to item 7(A) with a motion from Vice President White, and a second from Director Gibson and a 5-0 roll call vote.</p> <p>Public comment was received from:</p> <p>Julie Tacker – In support of the District submitting comments during the Environmental Impact Report for Central Coast Blue.</p>

8A BUSINESS ITEM:	ACTION:
Introduction of an Ordinance Increasing and Adjusting Water System Service Charges, setting the date for a public hearing on October 14, 2020, and Adoption of an update to the 2009 Water Master Plan	<p>After a presentation by the General Manger and an opportunity for public comment and Board discussion, the Board approved staff recommendations with the addition of holding an informational meeting at the regular meeting of September 9th and for questions regarding the rate increase to be reported during the General Managers Report at each meeting with a motion by Vice President White and a second by Director Villa and a 5-0 roll call.</p> <p>No public comment</p>

8B BUSINESS ITEM:	ACTION:
Review of Fiscal Year 2019-20 Budget Status as of June 30, 2020 and consideration of a recommendation to approve year-end encumbrances	<p>After an opportunity for public comment and Board discussion, staff recommendations were approved as presented with a motion from Director Gibson, and a second from President White and a 5-0 roll call vote.</p> <p>No public comment.</p>

10. RECEIVED WRITTEN COMMUNICATIONS: None

11. LATE RECEIVED WRITTEN COMMUNICATIONS: None

12. **FUTURE AGENDA ITEMS:** Cienaga Seabreeze Park, Inc. Continued, Deferred Infrastructure Program, Lopez Water Contract Amendments, Wastewater CIP, The Place, EIR State Parks PWP, Old Firehouse Art, California Voting Rights Act, Fireworks Ordinance, District Flag Policy/ Pride Month, Social Media Policy/ Live Stream Board Meetings
13. **FUTURE HEARING ITEMS:** 2020-2021 Budget Hearing August 26, 2020 & Ordinance for a Water Rate Increase and Protest Hearing October 14, 2020
14. **CLOSED SESSION:** None
15. **ADJOURNMENT:** at approximately 7:45 pm

Oceano Community Services District



Water System Revenues Ordinance Introduction

Initial Board Policy Direction on July 8, 2020

- ❖ Fund the Capital Improvement Program
 - ❖ Three-year phase in

- ❖ Eliminate 6 units of water in base rate

- ❖ Create a Multi-Family customer class

- ❖ Two-tiered usage rate
 - ❖ Tier 1 tied to Lopez water / Tier 2 tied to State water

- ❖ Phased rate increase
 - ❖ Three-year phase in

Oceano Community Services District

Water Rate Adjustments

		<u>Bi-Monthly Rates</u>					
		Current	FY 2020-2021	FY 2021-2022	FY 2022-2023	FY 2023-2024	FY 2024-2025
Single Family Residential Base Charge		\$53.56	\$60.52	\$66.58	\$73.23	\$75.43	\$77.69
Multi Family Residential Base Charge		N/A	\$45.39	\$49.93	\$54.92	\$56.57	\$58.27
Non-Residential Base Charge							
	5/8	\$59.80	\$67.57	\$74.33	\$81.76	\$84.22	\$86.74
	3/4	\$72.81	\$82.28	\$90.50	\$99.55	\$102.54	\$105.62
	1	\$111.40	\$125.88	\$138.47	\$152.32	\$156.89	\$161.59
	1&1/2	\$201.21	\$227.37	\$250.10	\$275.11	\$283.37	\$291.87
	2	\$312.52	\$353.15	\$388.46	\$427.31	\$440.13	\$453.33
	3	\$497.30	\$561.95	\$618.14	\$679.96	\$700.36	\$721.37
	4	\$844.80	\$954.62	\$1,050.09	\$1,155.10	\$1,189.75	\$1,225.44
	6	\$1,317.12	\$1,488.35	\$1,637.18	\$1,800.90	\$1,854.93	\$1,910.57
Volume Charges (1 CCF= unit)							
	per unit	per unit	per unit	per unit	per unit	per unit	per unit
	0-6 units	\$1.80	\$3.30	Actual	Actual	Actual	Actual
	7-12 units	\$5.44	\$6.47	Actual	Actual	Actual	Actual
	13-18 units	\$5.83	\$6.47	Actual	Actual	Actual	Actual
	19-24 units	\$6.31	\$6.47	Actual	Actual	Actual	Actual
	24+ units	\$6.54	\$6.47	Actual	Actual	Actual	Actual
Other:							
	Hydrant Meter	\$3.53	\$6.47	Actual	Actual	Actual	Actual
	Out of Area Charge	\$8.51	\$9.62	\$10.58	\$11.64	\$11.98	\$12.34
	Backflow Preventer Inspection	N/A	Pass-through	Pass-through	Pass-through	Pass-through	Pass-through
	Meter Test Charge	\$40.00	\$150.00	\$150.00	\$150.00	\$150.00	\$150.00
Actual costs are wholesale pass-through costs for Lopez and State water supplies							

Rates at Average Usage (15 units)

Bi-Monthly	Current	Proposed	Change
Single Family	\$114.49	\$138.55	\$24.06
Multi Family	\$114.49	\$123.42	\$8.93

Rates at Low Usage (6 units)

Bi-Monthly	Current	Proposed	Change
Single Family	\$64.36	\$80.32	\$15.96
Multi Family	\$64.36	\$65.19	\$0.83

Future Annual Increases

	7/1/21	7/1/22	7/1/23	7/1/25
Base Charge	13%	10%	3%	3%
Usage Charges	Actual	Actual	Actual	Actual

PROCESS AND NEXT STEPS

- ✓ Tonight introduce ordinance and set hearing
- ✓ Mail Prop 218 legal notice
- ✓ Protest Hearing October 14, 2020
- ✓ Rates effective starting billing period in November