

**AVILA BEACH COMMUNITY SERVICES DISTRICT
RESOLUTION NO. 2014 -07
MONTHLY RATES AND CHARGES**

**A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE AVILA BEACH COMMUNITY SERVICES DISTRICT
ADOPTING MONTHLY RATES AND CHARGES FOR WATER AND SEWER SERVICE**

WHEREAS, it is a major responsibility of the Avila Beach Community Services District ("District") to:

- A. Operate and maintain its water production and distribution facilities so as to provide adequate water service and fire protection to District water customers;
- B. Maintain adequate levels of revenue, equitably collected from District water customers, to meet the District's financial commitments including operation, maintenance, replacement and administrative costs of District's water production and distribution facilities, including contractual commitments for State Water and Lopez Water;
- C. Operate and maintain its wastewater facilities so as to provide adequate wastewater treatment services to District's wastewater customers;
- D. Maintain equitable levels of revenue equitably collected from District wastewater customers, to meet the District's financial commitments including the operation, maintenance, replacement and administrative costs of District wastewater collection and treatment facilities; and

WHEREAS, Water Code §71616 provides:

§ 71616. Fixing of rates; revenues

A district, so far as practicable, shall fix such rates for water in the district, and in each improvement district therein, as will result in revenues which will:

- (a) Pay the operating expenses of the district and the improvement district.
- (b) Provide for repairs and depreciation of works.
- (c) Provide a reasonable surplus for improvements, extensions, and enlargements.
- (d) Pay the interest on any bonded debt.
- (e) Provide a sinking or other fund for the payment of the principal of such bonded debt as it becomes due.
- (f) Repay advances, together with interest at a rate not to exceed the interest value of money to the district, made from the district to an improvement district; and.

WHEREAS, the District has extensively reviewed its revenue requirements in meeting its operating and capital improvement needs for water and sewer services as well as rate structure options in appropriately allocating costs among customers, including a comprehensive analysis by NBS, supplemental review by rate consultant Bill Statler and numerous meetings and hearings by the Finance Committee and Board since September 2013; and

WHEREAS, the Board received a final report on March 11, 2014 regarding water and wastewater rates (herein "Report") that includes an analysis of both the water and

wastewater operating rates and charges for the District's Water and Sewer Divisions as provided in Water Code §71616. The intent of the Report is to assess the District's revenue requirements and to provide an evaluation of the equity of the District's current rate structure and the relationship (nexus) between the rates charged and the services provided. The Report further identifies a rate structure that enables the District to meet revenue requirements for water and wastewater operations including the District's contractual commitments for State Water and Lopez Water while maintaining fairness and equity among existing and future rate payers; and

WHEREAS, the Report and other related documents have been available for public inspection at the District office and posted on its web site; and

WHEREAS, based upon facts, analysis and public testimony presented and considered by the Board, it hereby finds that:

- A. The public meetings adopting this Resolution have been properly noticed pursuant to Government Code Section 54954.2 (The Brown Act);
- B. Notice has been provided as required by law including California Constitution Article XIII (D) (6); and
- C. On June 10, 2014, the District conducted a public hearing on the proposed rates and charges and to consider written protests.
- D. A majority of customers or owners of identified parcels and accounts have not submitted written protests against the proposed rates or charges.
- E. The rates and charges imposed by this Resolution upon any parcel or customer as an incident of property ownership within the District, do not exceed the estimated reasonable and proportional cost of providing the services; and
- F. The rates and charges established by this Resolution are imposed as an incident of requesting or using District water and wastewater treatment services.
- G. The water rate structure approved by this Resolution is implemented, in part, to achieve the goals of Section 2, Article X of the California Constitution and Section 100 of the California Water Code related to water conservation.
- H. The District's customers benefit from the logical, long-range approach to financing of public services.

NOW, THEREFORE, BE IT RESOLVED, DETERMINED AND ORDERED, by the Board of Directors of the District as follows:

Section 1. Authority.

This Resolution is enacted pursuant to Government Code §§ 61100(a) and (b), 61115, and 61123 and Water Code §71616.

Section 2. Existing District Monthly Water Rates and Charges are repealed in their

entirety and replaced with the Monthly Rates and Charges referenced in Exhibit "A", attached hereto and incorporated into this Resolution by reference.

Section 3. Existing District Monthly Sewer Rates and Charges are repealed in their entirety and replaced with the Monthly Rates and Charges referenced in Exhibit "A", attached hereto and incorporated into this Resolution by reference.

Section 4. Use of Revenues.

The revenue from the rates and charges imposed by this Resolution shall not be used for any purpose other than that for which the fee or charge is imposed.

Section 5. Incorporation of Recitals

The Recitals are true and correct and incorporated herein by this reference. The Recitals and referenced reports and studies contained therein constitute and support the findings of the District in support of the rates and charges adopted by this Resolution.

Section 6. Inconsistency.

To the extent that the terms of provision of this Resolution may be inconsistent or in conflict with the terms or conditions of any prior District Ordinances, Motions, Resolutions, Rules, or Regulations governing the same subject matter thereof, then such inconsistent and conflicting provisions of prior Ordinances, Motions, Resolutions, Rules, and Regulations are hereby repealed.

Section 7. Effect of Repeal on Past Actions and Obligations.

This Resolution does not affect prosecutions for violations committed prior to the effective date of this Resolution, does not waive any fee or penalty due and unpaid on the effective date of this Resolution.

Section 8. CEQA Findings.

The Board of Directors of the District finds that the fees and charges adopted by this Resolution are exempt from the California Environmental Quality Act pursuant to Public Resources Code § 21080(b)(8) and CEQA Guidelines Section 15273. The District General Manager is directed to prepare and file an appropriate notice of exemption.

Section 9. Severance Clause.

If any section, subsection, sentence, clause or phrase of this Resolution is for any reason held to be unconstitutional, ineffective or in any manner in conflict with the laws of the United States, or the State of California, such decision shall not affect the validity of the remaining portions of this Resolution. The Governing Board of the District hereby declares that it would have passed this Resolution and each section, subsection, sentence, clause and phrase thereof, irrespective of the fact that any one or more sections, subsection, sentence, clause or phrase be declared unconstitutional, ineffective, or in any manner in conflict with the laws of the United States or the State of California.

Section 10. Effect of Headings in Resolution.

Title, division, part, chapter, article, and section headings contained herein do not in any manner affect the scope, meaning, or intent of the provisions of this Resolution.

Section 11. Effective Date.

This Resolution shall become effective immediately. The Rates and Charges adopted by this Resolution shall become effective as of July 1, 2014.

Adopted by the Board of Directors of the Avila Beach Community Services District on this 10th day of June 2014 by the following roll call vote, to wit:

AYES: Waldron, Rowe, Kelley, Janowicz

NOES: Richards

ABSENT: None

CONFLICTS: None



Richard Rowe, Vice President
Avila Beach Community Services District
Board of Directors

ATTEST:


Kathy Richardson
Secretary to the Board

Exhibit A. Water and Sewer Rates

The minimum charge includes 5 billing units of consumption. One billing unit equals 748 gallons.

The commodity charge is per billing unit in excess of the 5 billing units included in the minimum charge.

	Water and Sewer Rates: Effective July 1 of Each Year				
	2014	2015	2016	2017	2018
Monthly Water Rates (Same for All Customer Types)					
Minimum Charge	\$44.75	\$49.25	\$54.20	\$59.60	\$65.55
Commodity Charge	\$8.95	\$9.85	\$10.84	\$11.92	\$13.11
Monthly Sewer Rates (By Customer Type)					
Residential					
Minimum Charge	\$35.90	\$44.90	\$56.15	\$70.20	\$87.75
Commodity Charge	\$7.18	\$8.98	\$11.23	\$14.04	\$17.55
Multi-Family					
Minimum Charge	\$37.95	\$47.45	\$59.30	\$74.15	\$92.70
Commodity Charge	\$7.59	\$9.49	\$11.86	\$14.83	\$18.54
Restaurants					
Minimum Charge	\$51.70	\$64.65	\$80.80	\$101.00	\$126.25
Commodity Charge	\$10.34	\$12.93	\$16.16	\$20.20	\$25.25
Commercial/Public					
Minimum Charge	\$48.40	\$60.50	\$75.65	\$94.55	\$118.20
Commodity Charge	\$9.68	\$12.10	\$15.13	\$18.91	\$23.64
Industrial/Laundry					
Minimum Charge	\$55.20	\$69.00	\$86.25	\$107.80	\$134.75
Commodity Charge	\$11.04	\$13.80	\$17.25	\$21.56	\$26.95

Notice of Exemption

Appendix E

To: Office of Planning and Research
P.O. Box 3044, Room 113
Sacramento, CA 95812-3044
County Clerk
County of: San Luis Obispo
County Government Center
San Luis Obispo, CA 93408

From: (Public Agency): _____
Avila Beach Community Services District
PO Box 309, Avila Beach, CA 93424

(Address)

Project Title: Adoption of Monthly Rates and Charges for Water and Sewer Service

Project Applicant: Avila Beach Community Services District

Project Location - Specific:

Avila Beach Community Services District, Avila Beach CA

Project Location - City: _____ Project Location - County: Avila Beach, CA

Description of Nature, Purpose and Beneficiaries of Project:

Adoption of rates and charges for water and services for water and sewer service within the ABCSD.

Name of Public Agency Approving Project: Avila Beach Community Services District

Name of Person or Agency Carrying Out Project: Avila Beach Community Services District

Exempt Status: **(check one):**

- ☐ Ministerial (Sec. 21080(b)(1); 15268);
☐ Declared Emergency (Sec. 21080(b)(3); 15269(a));
☐ Emergency Project (Sec. 21080(b)(4); 15269(b)(c));
☒ Categorical Exemption. State type and section number: PRC 21080(b)(8) and CEQA 15273
☐ Statutory Exemptions. State code number: _____

Reasons why project is exempt:

In accordance with PRC 21080(b)(8) and CEQA Guidelines, 15273(a) adoption of rates and charges are exempt.

Lead Agency
Contact Person: Kathy Richardson Area Code/Telephone/Extension: 805 595 2664

If filed by applicant:

1. Attach certified document of exemption finding.
2. Has a Notice of Exemption been filed by the public agency approving the project? ☒ Yes ☐ No

Signature:  Date: 6-16-14 Title: General Manager

☒ Signed by Lead Agency ☐ Signed by Applicant

Authority cited: Sections 21083 and 21110, Public Resources Code.
Reference: Sections 21108, 21152, and 21152.1, Public Resources Code.

Date Received for filing at OPR: _____

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(ENDORSED)

FILED

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JUN 18 2014

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JUDEL RODEWALD COUNTY CLERK

**BY ABAUTISTA
DEPUTY CLERK**

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Contact Person: Kathy Richardson Area Code/Telephone/Extension: 805 595 2664

If filed by applicant:

1. Attach certified document of exemption finding.
2. Has a Notice of Exemption been filed by the public agency approving the project? ☒ Yes ☐ No

Signature: K. Richardson Date: 6-16-14 Title: General Manager

☒ Signed by Lead Agency ☐ Signed by Applicant

Authority cited: Sections 21083 and 21110, Public Resources Code.
Reference: Sections 21108, 21152, and 21152.1, Public Resources Code.

Date Received for filing at OPR: _____