



GRANADA COMMUNITY SERVICES DISTRICT

MINUTES BOARD OF DIRECTORS SPECIAL MEETING

June 8, 2022

THIS MEETING WAS HELD VIA TELE-CONFERENCE AS PERMITTED BY STATE EXECUTIVE ORDER N-08-21.

CALL SPECIAL MEETING TO ORDER

The Special Meeting was called to order at 6:30 pm.

ROLL CALL

President Barbara Dye, Vice President Nancy Marsh, Director Matthew Clark, and Director Eric Suchomel. Director David Seaton was absent.

Staff: General Manager Chuck Duffy, District Counsel Bill Parkin, and Assistant General Manager Delia Comito. Michael DeGroot from Bartle Wells Associates was also in attendance.

GENERAL PUBLIC PARTICIPATION

None.

SPECIAL MEETING AGENDA

1. Consideration of Bartle Wells Associates Sewer Service Charge Report and Potential Increase in the Sewer Service Charge for Fiscal Years Ending 2023, 2024, and 2025.

General Manager Chuck Duffy provided an overview of the Bartle Wells Associates Draft Sewer Service Charge Rate Report which covers the next three years of rates. The report proposed a 14% rate increase for each of the next three years. He explained the major reasons that the increase is needed, which include: 1) funding of District operations and its sewer system repair and replacement program; 2) providing funding for the District's share of the Sewer Authority Mid-Coastside operations and capital program, which comprises over 65% of the District's yearly costs; 3) the allocation of District property tax revenues solely to the Parks and Recreation Budget; and 4) the cessation of the Assessment District reimbursement to the general sewer district for funds advanced for the initial startup of the AD back in 1996. He also explained the required Proposition 218 process which requires that the District send a mailer to each ratepayer outlining the proposed new fee structure. Following Board discussion, it was the consensus of the Board to approve in concept the new rate structure as presented, and to direct staff to initiate the Proposition 218 process. Michael DeGroot from Bartle Wells answered questions from the board.

Action: Director Clark moved to approve in concept the new rate structure of \$660 for FYE 2023, \$755 for FYE 2024, and \$860 for FYE 2025, and to direct staff to begin the Prop 218 process with a public hearing on August 4th for final consideration. (Clark/Marsh). Approved 4-0, Director Seaton absent.

2. Consideration of an Ordinance Amending the District Code to Allow for the Setting of Sewer Service Charges by Fee Resolution.

Mr. Duffy explained that changing the existing ordinance to allow for rate changes via resolution provided for a less cumbersome process.

Action: Director Marsh moved to read the title of the ordinance and to waive by motion the reading of the ordinance, and to approve the ordinance subject to enactment after the second reading at a subsequent board meeting. (Marsh/Clark). Approved 4-0, Director Seaton absent.

ADJOURN SPECIAL MEETING

The Special Meeting was adjourned at 7:00 p.m.

Date Approved by Board: August 18, 2022

ATTEST:

Delia Comito, Board Secretary