

MINUTES

RESORT IMPROVEMENT DISTRICT NO. 1 BOARD OF DIRECTORS

REGULAR BOARD MEETING AND PUBLIC HEARING TO CONSIDER AMENDMENTS TO THE MONTHLY WATER AND SEWER RATES

June 18th, 2020

I. CALL TO ORDER

President Michael Schad called the meeting to order at 9:00 a.m.

II. ROLL CALL

Michael Schad, President	Present - Teleconference
Susan Fox, Vice President	Present - Teleconference
Nanette Corley, Director	Present - Teleconference
David Sommer, Director	Present - Teleconference
Jack Hargrave, Director	Present - Teleconference

III. PLEDGE OF ALLEGIANCE

IV. PUBLIC COMMENT

None.

V. PUBLIC HEARING AND ACTION ITEM

Pursuant to Gov Code §66016(a) the Resort Improvement District shall hold this Public Hearing to hear public testimony before considering amendments to Ordinance #73: An ordinance establishing rates, fees, and charges for water, and sewer monthly services provided by the District. Ordinance #73 with proposed amendments are available for consideration of this item.

1. Review, Approve and Adopt Revisions to the Following Utility Rate Ordinance:
Ordinance #73 Administrative Rate Schedule Regulating Monthly Water and Sewer Rates. After public testimony was given, including one verbal and nine written protests, and Board review, the following motion was made:
Motion to adopt the amendments to Ordinance #73: Administrative Rate Schedule Regulating Monthly Water and Sewer Rates with the new water and sewer rates to begin July 1st, 2021.
Move/Corley. Second/Fox. Roll Call Vote. Ayes: Schad, Hargrave, Fox, Sommer, Corley.
Motion carried unanimously. See Attachment A.

ATTACHMENT A - Water and Sewer 5-Year Utility Rate Schedules

Category of Service	Present Rates	Preliminary Proposal		Changes shown in color					
ELECTRIC all rates approved 12/19/19									
Residential Existing		Residential			7/1/21	7/1/22	7/1/23	7/1/24	7/1/24
Service Charge (\$/Mo)	\$14.86	Service Charge (\$/Mo)	\$25.98	Tiers and Rates	\$26.76	\$27.56	\$28.39	\$29.24	
Capital Facility Charge (\$/Mo)	\$10.36			3.0%	\$0.2404	\$0.2476	\$0.2550	\$0.2627	
Tier 1: 1 - 1,000 kWh (\$/kWh)	\$0.2266	Tier 1: 1 - 1000 kWh (\$/kWh)	\$0.2334	3.0%	\$0.2950	\$0.3038	\$0.3130	\$0.3223	
Tier 2: 1,001 - 2,000 kWh (\$/kWh)	\$0.2781	Tier 2: 1001 - 2,000 kWh (\$/kWh)	\$0.2864	3.0%	\$1.1564	\$1.1911	\$1.2268	\$1.2636	
Tier 3: Over 2,000 kWh (\$/kWh)	\$1.0900	Tier 3: Over 2,000 kWh (\$/kWh)	\$1.1227	3.0%					
Commercial Existing		Commercial							
Energy Cost (\$/kWh)	\$0.3193	Energy Cost (\$/Mo)	\$0.3289	3.0%	\$0.3388	\$0.3489	\$0.3594	\$0.3702	
Capital Facility Charge (\$/Mo)	\$10.36	Service Charge (\$/Mo)	\$10.67	3.0%	\$10.99	\$11.32	\$11.66	\$12.01	
10 kVA Transformer (\$/Mo)	\$14.24	10 kVA Transformer (\$/Mo)	\$14.67	3.0%	\$15.11	\$15.56	\$16.03	\$16.51	
15 kVA Transformer (\$/Mo)	\$21.38	15 kVA Transformer (\$/Mo)	\$22.02	3.0%	\$22.68	\$23.36	\$24.06	\$24.78	
25 kVA Transformer (\$/Mo)	\$35.57	25 kVA Transformer (\$/Mo)	\$36.64	3.0%	\$37.74	\$38.87	\$40.04	\$41.24	
37 kVA Transformer (\$/Mo)	\$52.20	37 kVA Transformer (\$/Mo)	\$53.77	3.0%	\$55.38	\$57.04	\$58.75	\$60.51	
50 kVA Transformer (\$/Mo)	\$71.25	50 kVA Transformer (\$/Mo)	\$73.39	3.0%	\$75.59	\$77.86	\$80.20	\$82.61	
75 kVA Transformer (\$/Mo)	\$106.87	75 kVA Transformer (\$/Mo)	\$110.08	3.0%	\$113.38	\$116.78	\$120.28	\$123.89	
100 kVA Transformer (\$/Mo)	\$142.47	100 kVA Transformer (\$/Mo)	\$146.74	3.0%	\$151.14	\$155.67	\$160.34	\$165.15	
150 kVA Transformer (\$/Mo)	\$213.72	150 kVA Transformer (\$/Mo)	\$220.13	3.0%	\$226.73	\$233.53	\$240.54	\$247.76	
225 kVA Transformer (\$/Mo)	\$320.62	225 kVA Transformer (\$/Mo)	\$330.24	3.0%	\$340.15	\$350.35	\$360.86	\$371.69	
WATER									
Residential Existing		Proposed Rate Changes		Change:	3.0%	3.0%	3.0%	3.0%	3.0%
		Residential Effective Date			7/1/22	7/1/23	7/1/24	7/1/25	
Service Charge (\$/Mo)	\$21.64	Service Charge (\$/Mo) including	\$33.00	Tiers and Rates	\$33.99	\$35.01	\$36.06	\$37.14	
Up to 500 cf (\$/Mo)	\$11.31	Up to 500 cf (\$/Mo)		3.0%	\$6.85	\$7.06	\$7.27	\$7.49	
Tier 1: 501 - 2,000 cf (\$/ccf)	\$6.46	Tier 1: 501 - 1,500 cf (\$/ccf)	\$6.65	3.0% & Tier Change	\$10.27	\$10.58	\$10.90	\$11.23	
Tier 2: Over 2,000 cf (\$/ccf)	\$9.68	Tier 2: Over 1,500 cf (\$/ccf)	\$9.97						
Commercial Existing		Commercial Effective Date							
		7/1/21							
Service Charge (\$/Mo)	\$21.64	Service Charge (\$/Mo) including	\$33.00	Tiers and Rates	\$33.99	\$35.01	\$36.06	\$37.14	
Up to 500 cf (\$/Mo)	\$11.31	Up to 500 cf (\$/ccf)		3.0%	\$6.85	\$7.06	\$7.27	\$7.49	
Tier 1: 501 - 2,000 cf (\$/ccf)	\$6.46	Tier 1 501 - 2,000 cf (\$/ccf)	\$6.65	-31.31%					
Tier 2: Over 2,000 cf (\$/ccf)	\$9.68	Tier 2 Over 2,000 cf (\$/ccf)	\$6.65						
SEWER									
Residential Existing		Proposed Rate Changes		Change:	10.0%	10.0%	10.0%	10.0%	10.0%
		Residential Effective Date			7/1/22	7/1/23	7/1/24	7/1/25	
Single-Family (per home)	\$42.01	Single-Family (per home)	\$46.21	10.0%	\$50.83	\$55.91	\$61.50	\$67.65	
Multi-Family (per unit)	\$42.01	Multi-Family (per unit)	\$46.21	10.0%	\$50.83	\$55.91	\$61.50	\$67.65	
Residential Unit Equivalent (RUE)	\$18.75	RUE	\$20.63	10.0%	\$22.69	\$24.96	\$27.46	\$30.21	
Commercial Existing		Commercial Effective Date							
		7/1/21							
Commercial "A" and "B"	\$42.01	All Commercial	\$46.21	10.0%	\$50.83	\$55.91	\$61.50	\$67.65	
Residential Unit Equivalent (RUE)	\$18.75	RUE	\$20.63	10.0%	\$22.69	\$24.96	\$27.46	\$30.21	

VI. CONSENT CALENDAR

1. Approve Minutes of the May 21, 2020 Regular Board Meeting.
2. Approve Bills for Month of May 2020.
Motion to approve the Consent Calendar as presented.
Move/Corley, Second/Fox. Roll Call Vote:
Ayes: Schad, Hargrave, Fox, Sommer, Corley. Motion carried unanimously.

VII. CORRESPONDENCE / DISCUSSION ITEMS

1. Sheriff's Office Report.
2. Three District Board Member Vacancies to be Placed on the November 3rd, 2020 Ballot.
3. July 4th Preparations.

VIII. BOARD MEMBER / STAFF REPORTS

1. Directors' Reports/Comments.
2. General Manager's Operational Status Report Re: Golf Course, Airport, Water, Sewer, Electrical, Fire Department.

IX. UNFINISHED BUSINESS

None.

X. ACTION ITEMS

1. Consider Adoption of Resolution 20-08: Establishing the Appropriations Limit for Fiscal Year July 1, 2020 to June 30, 2021.
Motion to adopt Resolution 20-08: Establishing the Appropriations Limit for Fiscal Year July 1, 2020 to June 30, 2021.
Move/Fox, Second/Hargrave. Roll Call Vote:
Ayes: Schad, Hargrave, Fox, Sommer, Corley. Motion carried unanimously.
2. Consider Annual Adoption of Resolution 20-09: Establishing Special Utilities Improvement and Operational Tax. (Original Resolution 81-07).
Motion to adopt Resolution 20-09: Establishing the Special Utilities Improvement and Operational Tax for July 1, 2020 to June 30, 2021.

Move/Corley, Second/Hargrave. Roll Call Vote:

Ayes: Schad, Hargrave, Fox, Sommer, Corley. Motion carried unanimously.

3. Adoption of the Resort Improvement District No. 1 and Shelter Cove Sewer and Other Facilities Maintenance District No. 1 and Shelter Cove Fire Department Fiscal Year 2020/2021 Budgets.

Motion to approve the Resort Improvement District No. 1 and Shelter Cove Sewer and Other Facilities Maintenance District No. 1 and Shelter Cove Fire Department Fiscal Year 2020/2021 Budgets as presented.

Move/Corley, Second/Fox. Roll Call Vote:

Ayes: Schad, Hargrave, Fox, Sommer, Corley. Motion carried unanimously.

XI. OVERLOOKED ISSUES

None.

XII. ADJOURNMENT OF MEETING

Board President, Michael Schad adjourned the meeting at 10:06 a.m.

Respectfully submitted,

Signature on file

Justin R. Robbins

Board Secretary

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