

## San Miguel Community Services District

#### **BOARD OF DIRECTORS**

John Green, President Anthony Kalvans, Director Joseph Parent, Vice President Gib Buckman, Director Ashley Sangster, Director

# THURSDAY, MAY 31, 2018 6:30 P.M. closed session 7:00 P.M. opened session BOARD OF DIRECTORS SPECIAL MEETING AGENDA

SMCSD Boardroom 1150 Mission St. San Miguel, CA 93451

**Cell Phones:** As a courtesy to others, please silence your cell phone or pager during the meeting and engage in conversations outside the Boardroom.

Americans with Disabilities Act: If you need special assistance to participate in this meeting, please contact the CSD Clerk at (805) 467-3388. Notification 48 hours in advance will enable the CSD to make reasonable arrangements to ensure accessibility to this meeting. Assisted listening devices are available for the hearing impaired.

**Public Comment:** Please complete a "Request to Speak" form located at the podium in the boardroom in order to address the Board of Directors on any agenda item. Comments are limited to three minutes, unless you have registered your organization with CSD Clerk prior to the meeting. If you wish to speak on an item not on the agenda, you may do so under "Oral Communications." Any member of the public may address the Board of Directors on items on the Consent Calendar. Please complete a "Request to Speak" form as noted above and mark which item number you wish to address.

**Meeting Schedule:** Regular Board of Director meetings are generally held in the SMCSD Boardroom on the fourth Thursday of each month at 7:00 P.M. Agendas are also posted at: <a href="www.sanmiguelcsd.org">www.sanmiguelcsd.org</a>

**Agendas:** Agenda packets are available for public inspection 72 hours prior to the scheduled meeting at the Counter/ San Miguel CSD office located at 1150 Mission St., San Miguel, during normal business hours. Any agenda-related writings or documents provided to a majority of the Board of Directors after distribution of the agenda packet are available for public inspection at the same time at the counter/ San Miguel CSD office at 1150 Mission St., San Miguel, during normal business hours.

I. II. III.	Call to Order: Pledge of Allegiance: Roll Call: Green Pare	6:30 PM  nt Buckman Kalvans	Sangster	
IV.	Approval of Special Mee		0	
	M	S	V	
V.	ADJOURN TO CLOSEI	SESSION: Time:	_	
	– Existing Litigation ${ m P}$	ursuant to Government Code Sec	VITH DISTRICT GENERAL COUNSEL ction 54956.9 (d)(1) Case: Steinbeck v. City v. No. 1-14-CV-265039 and Case: Eidemille	y oj
		ara County Superior Court Case anta Clara County Superior Cou		r v.
VI.	Call to Order for Regula	r Board Meeting/Report out of	f Closed:	
VII.	Public Comment and Co			
V 11.	rubiic Comment and Co	mmumcations:		
placed			nis time; however, no action will be taken until emplete a "Request to Speak" form and place in	
VIII.	Special Presentations/Pu	blic Hearings/Other:		
1.		R THE ADOPTION OF WAT	ER AND SEWER RATES <u>: Public Heari</u> ay 24 <sup>th</sup> , 2018 Board Meeting.	<u>ng</u>
		as part of the District's Board n	that San Miguel Community Services Distr neeting to consider increasing its rates for	rict
	<b>Public Comments:</b> (Hear	public comments)		
	M	S	V	
IX.	Staff & Committee Repo	rts – Receive & File: None		
х.	CONSENT CALENDAR	: None		
XI.	BOARD ACTION ITEM	S:		
1.			ction fees for water and wastewater base on fees would be effective July 1 <sup>st</sup> , 2018	d

**Recommendation:** Adopt resolution 2018-18 increasing connection fees for water and wastewater based on the recommendation by Bartle Wells. New connection fees would be effective July 1<sup>st</sup>, 2018

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	<b>Public Comments:</b> (H	ear public comments)			
	M	s		V	
XII.	BOARD COMMENT	`:			
		an opportunity for Board members to a item(s) and/or report on their own a d on a future agenda.			
XIII.	ADJOURNMENT TO	) NEXT REGULAR MEETIN	NG OF 6-28-2018	Time:	-
ATTES	T:				
	STATE OF CALIFORNIA COUNTY OF SAN LUIS OF COMMUNITY OF SAN ME				
		erk/Accounts Manager of San Miguel SMCSD office on May 29, 2018	Community Services Dis	strict, hereby certify that I c	aused the
	Date: May 29, 2018				
	Tamara Parent App	roved			
	Tamara Parent, Board Clerk	x/ Accounts Manager			
	Rob Roberson Ap	proved 5/29/2018			
	Rob Roberson, Fire Chief/In	terim General Manager			
	John Green Approved	d 5/29/2018 by phone			
	Approved by: President Gre	en			

## San Miguel CSD Proposed Rate Structure

## EXAMPLE ONLY POTENTIAL RATES AS OF 5-17-18

SINGLE FAMILY RESIDEN	TIAL RA	ATE (PE	R UNI	T) FOR	FY 20:	18-19															
			FIRST	TIER					SE	COND TI	ER						THIRD	TIER			
5/8" THRU 1" METER						•							•								
WATER USE - CCF	0	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20
WATER RATE	44.53	44.53	44.53	44.53	44.53	44.53	48.52	52.51	56.50	60.49	64.48	68.47	72.46	79.13	85.80	92.47	99.14	105.81	112.48	119.15	125.82
SEWER RATE	71.81	71.81	71.81	71.81	71.81	71.81	71.81	71.81	71.81	71.81	71.81	71.81	71.81	71.81	71.81	71.81	71.81	71.81	71.81	71.81	71.81
POTENTIAL COMBINED COST	116.34	116.34	116.34	116.34	116.34	116.34	120.33	124.32	128.31	132.30	136.29	140.28	144.27	150.94	157.61	164.28	170.95	177.62	184.29	190.96	197.63
EXISTING COST 5/8" and 3/4"	51.78	51.78	51.78	51.78	51.78	51.78	53.82	55.86	57.90	59.94	61.98	64.02	66.06	68.52	70.98	73.44	75.90	78.36	80.82	83.28	85.74
EXISTING COST 1"	59.94	59.94	59.94	59.94	59.94	59.94	61.98	64.02	66.06	68.10	70.14	72.18	74.22	76.68	79.14	81.60	84.06	86.52	88.98	91.44	93.90

AVERA	GE INCREAS	SE in %
0-5 units	12 units	20 units
125	118	130
94	94	110

CINICIE EANAULY DECIDENT	TIAL DA	TE /DE	D LINII	T\	FV 201	10 10		LICTOR	4EDC V	VITUO	IT CEV	VED CE	DVICE								
SINGLE FAMILY RESIDEN	HAL KA	ATE (PE			FY 20.	18-19	C	USTUN				VEK SE	KVICE								
			FIRST	TIER					SEC	COND TII	-R						THIRD	TIER			
5/8" THRU 1" METER																					
WATER USE - CCF	0	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20
WATER RATE	44.53	44.53	44.53	44.53	44.53	44.53	48.52	52.51	56.50	60.49	64.48	68.47	72.46	79.13	85.80	92.47	99.14	105.81	112.48	119.15	125.82
POTENTIAL COMBINED COST	44.53	44.53	44.53	44.53	44.53	44.53	48.52	52.51	56.50	60.49	64.48	68.47	72.46	79.13	85.80	92.47	99.14	105.81	112.48	119.15	125.82
EXISTING COST 5/8" and 3/4"	14.69	14.69	14.69	14.69	14.69	14.69	16.73	18.77	20.81	22.85	24.89	26.93	28.97	31.43	33.89	36.35	38.81	41.27	43.73	46.19	48.65
EXISTING COST 1"	22.85	22.85	22.85	22.85	22.85	22.85	24.89	26.93	28.97	31.01	33.05	35.09	37.13	39.59	42.05	44.51	46.97	49.43	51.89	54.35	56.83

AVERA	GE INCREAS	SE in %
0-5 units	12 units	20 units
203	150	15
95	95	12

			FIRST	TIER					SE	COND TI	ER						THIRD	TIER			
5/8" THRU 1" METER													•								
WATER USE - CCF	0	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	2
WATER RATE	44.53	44.53	44.53	44.53	44.53	44.53	48.52	52.51	56.50	60.49	64.48	68.47	72.46	79.13	85.80	92.47	99.14	105.81	112.48	119.15	125.8
SEWER RATE	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.6
POTENTIAL COMBINED COST	89.21	89.21	89.21	89.21	89.21	89.21	93.20	97.19	101.18	105.17	109.16	113.15	117.14	123.81	130.48	137.15	143.82	150.49	157.16	163.83	170.5
EXISTING COST 5/8" and 3/4"	37.46	37.46	37.46	37.46	37.46	37.46	39.50	41.54	43.58	45.62	47.66	49.70	51.74	54.20	56.66	59.12	61.58	64.04	66.50	68.96	71.4
EXISTING COST 1"	45.62	45.62	45.62	45.62	45.62	45.62	47.66	49.70	51.74	53.78	55.82	57.86	59.90	62.36	64.82	67.28	69.74	72.20	74.66	77.12	79.5

AVERA	GE INCREAS	SE in %
0-5 units	12 units	20 units
138	126	139
96	96	114

-			FIRST	TIER									SE	COND TI	ER						
5/8" THRU 1" METER	<u> </u>																				
WATER USE - CCF	0	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	2
WATER RATE	44.53	44.53	44.53	44.53	44.53	44.53	49.16	53.79	58.42	63.05	67.68	72.31	76.94	81.57	86.20	90.83	95.46	100.09	104.72	109.35	113.9
SEWER RATE	58.29	62.54	66.79	71.04	75.29	79.54	83.79	88.04	92.29	96.54	100.79	105.04	109.29	113.54	117.79	122.04	126.29	130.54	134.79	139.04	143.2
POTENTIAL COMBINED COST	102.82	107.07	111.32	115.57	119.82	124.07	132.95	141.83	150.71	159.59	168.47	177.35	186.23	195.11	203.99	212.87	221.75	230.63	239.51	248.39	257.2
EXISTING COST 5/8" and 3/4"	51.78	51.78	51.78	51.78	51.78	51.78	53.82	55.86	57.90	59.94	61.98	64.02	66.06	68.52	70.98	73.44	75.90	78.36	80.82	83.28	85.7
EXISTING COST 1"	59.94	59.94	59.94	59.94	59.94	59.94	61.98	64.02	66.06	68.10	70.14	72.18	74.22	76.68	79.14	81.60	84.06	86.52	88.98	91.44	93.9

AVERA	GE INCREAS	E in %
0-5 units	12 units	20 units
99	182	200
72	151	174

#### **RESOLUTION NO. 2018-19**

#### A RESOLUTION OF THE BOARD OF DIRECTORS OF SAM MIGUEL COMMUNITY SERVICES DISTRICT ADOPTING NEW PROPERTY-RELATED FEES FOR WATER AND WASTEWATER SERVICE

**WHEREAS**, San Miguel Community Services District ("<u>District</u>") provides water and wastewater services to residents and businesses of the District; and

**WHEREAS**, a Water Rate Study, dated April 22, 2018, prepared by Bartle Wells Associates ("<u>Water Rate Study</u>"), establishes various rates proposed therein, which the District Board of Directors ("<u>Board</u>") finds are reasonably related and proportional to the cost of providing water service to District customers; and

**WHEREAS**, a Wastewater Rate Study, dated April 22, 2018, prepared by Bartle Wells Associates ("<u>Wastewater Rate Study</u>"), establishes various rates proposed therein, which the District Board finds are reasonably related and proportional to the cost of providing wastewater service to District customers; and

WHEREAS, in preparing the Water Rate Study and Wastewater Rate Study, staff and Bartle Wells Associates held several workshops and recommended a range of alternatives that the District could adopt regarding the revised water rates, which the Board has reviewed; and

WHEREAS, on May 24, 2018, pursuant to Proposition 218 (Cal. Const., art. XIIID, § 6) the Board heard and considered all oral testimony, written materials, and written protests concerning the rate increase; and

**WHEREAS**, the District has counted the protests and determined that the District may proceed with the proposed water and wastewater rates.

# NOW, THEREFORE, THE BOARD OF DIRECTORS OF THE SAN MIGUEL COMMUNITY SERVICES DISTRICT HEREBY RESOLVES AS FOLLOWS:

- 1. Beginning on July 1, 2018, monthly charges for water customers shall be established in accordance with the rate schedule attached hereto as **Exhibit A**.
- 2. Beginning on July 1, 2018, monthly charges for wastewater customers shall be established in accordance with the rate schedule attached hereto as **Exhibit B**.

PASSED, APPROVED, AND ADOPTED by the Board of Directors of the San
Miguel Community Services District at a special meeting held on the 31th day of May
2018; motioned by, seconded by, and upon roll call was
carried by the following vote of:
AYES:
NAYS:
ABSENT:
ABSTAIN:
ATTEST:
Robert Roberson, Interim General Manager  John Green, President Board of Directors
Tooler Roberson, Interim General Manager Form Green, Freshaent Board of Bricecors
Secretary of the Board of Directors
APPROVED AS TO FORM:
Dough White, District General Counsel

EXHIBIT A
Water Rate Schedule

Monthly Fixed Ra	ates				
All Customers	FY 18-19	FY 19-20	FY 20-21	FY 21-22	FY 22-23
Meter Size					
5/8"	\$44.53	\$48.10	\$50.03	\$51.54	\$53.09
3/4"	\$44.53	\$48.10	\$50.03	\$51.54	\$53.09
1"	\$44.53	\$48.10	\$50.03	\$51.54	\$53.09
1 ½"	\$74.12	\$80.05	\$83.26	\$85.76	\$88.34
2"	\$109.62	\$118.39	\$123.13	\$126.83	\$130.64
6"	\$606.62	\$655.15	\$681.36	\$701.81	\$722.87
Volumetric					
Rates	FY 18-19	FY 19-20	FY 20-21	FY 21-22	FY 22-23
Single-Family R	esidential				
	Coldential				
Tier Structure					
Tier Structure Tier 1 (0-5 CCF)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
		\$0.00 \$4.31	\$0.00 \$4.49	\$0.00 \$4.63	\$0.00 \$4.77
Tier 1 (0-5 CCF)	\$0.00				•
Tier 1 (0-5 CCF) Tier 2 (6-12 CCF)	\$0.00 \$3.99	\$4.31	\$4.49	\$4.63	\$4.77
Tier 1 (0-5 CCF) Tier 2 (6-12 CCF)	\$0.00 \$3.99 \$6.67	\$4.31	\$4.49	\$4.63	\$4.77
Tier 1 (0-5 CCF) Tier 2 (6-12 CCF) Tier 3 (>12 CCF)	\$0.00 \$3.99 \$6.67	\$4.31	\$4.49	\$4.63	\$4.77
Tier 1 (0-5 CCF) Tier 2 (6-12 CCF) Tier 3 (>12 CCF)  Non-Reside	\$0.00 \$3.99 \$6.67	\$4.31	\$4.49	\$4.63	\$4.77

### **Wastewater Rate Schedule**

**EXHIBIT B** 

Monthly Rates	FY 18-19	FY 19-20	FY 20-21	FY 21-22	FY 22-23
Single-Family Residential					
Fixed	\$71.81	\$89.77	\$98.75	\$103.69	\$108.36
Multi-Family Residential					
Fixed (per unit)	\$44.88	\$56.10	\$61.71	\$64.80	\$67.72
Commercial					
Fixed Charge	\$54.04	\$67.55	\$74.31	\$78.03	\$81.55
Volumetric (Per CCF of Water Billed)					
Low Strength	\$4.25	\$5.32	\$5.86	\$6.16	\$6.44
Medium Strength	\$4.82	\$6.03	\$6.64	\$6.98	\$7.30
High Strength	\$7.27	\$9.09	\$10.00	\$10.50	\$10.98
Lift Station Charges					
River Zone Charge	\$23.34	\$29.18	\$32.10	\$33.71	\$35.23



### San Miguel Community Services District

# **Board of Directors Staff Report**

May 31<sup>h</sup>, 2018

AGENDA ITEM: XI -1

**SUBJECT:** Consider adoption of Resolution 2018-18, adopting revised water and wastewater connection fees.

**RECOMMENDATION:** Consider and adopt Resolution 2018-18, adopting revised water and wastewater connection fees.

#### **BACKGROUND:**

On March 9<sup>th</sup>, 2018, the Board, by 3-2 vote, authorized the process for potential water and wastewater rate increases and connection fee increases to be noticed to the public. Rate increases are governed by Proposition 218 (Cal. Const., art. XIIID, § 6) and connection fee increases are governed by the Mitigation Fee Act (Gov. Code § 66000). The proposed rates and connection fees were based on water and wastewater rate studies prepared by Bartle Wells Associates, and were based on the most current information available to keep the District solvent through the next 5 years, by building the necessary capital to complete required upgrades and needed repairs.

At the March 22<sup>nd</sup>, 2018, Board Meeting the Board and public were notified of dates and times that Staff anticipated holding public informational meetings to provide information and answer questions regarding the rate study and potential increases.

Since the March 22<sup>nd</sup> meeting, staff has been working with Bartle Wells Associates to find a better alternative to the initial rate structure provided. By pushing more of the capital projects for water and wastewater back further it will help lower the initial rate increase, however there is always a risk that there won't be enough capital funds available if there is a major infrastructure failure in one or both departments.

As part of the rate study performed by Bartle Wells Associates, they analyzed the current capital reserves and existing connection fees for water and wastewater in relation to the proposed capital projects over the next five and ten-year period.

To meet the fiscal demands over the next five and ten-year periods for capital projects, Bartle Wells has proposed revised water and wastewater rates. Water and wastewater rates must be proportional to the cost of service to existing customers.

{CW058021.2}

In addition to the proposed water and wastewater rate increase, the proposed connection fee increase will impose new connection fees on new development. The connection fees shown in the attached resolution are proposed to ensure that new development pays their proportionate share of the facilities required to support additional growth within the District.

If adopted, the revised connection fees will be effective as of July 1<sup>st</sup>, 2018. As per existing practice and policy, connection fees applied to any one project will be those in effect at the time of payment of the applicable connection fees for each service.

#### FISCAL IMPACT

There is no additional cost to review this information, if adopted the revise connection fees will be effective July 1<sup>st</sup> and any fees paid after the implementation date will be at the revised rates, which will generate funds in excess of current connection fees. Such funds, however, are contingent on new development occurring within District boundaries.

PREPARED BY: APPROVED BY:

<u>Kelly Dodds</u> <u>Rob Roberson</u>

Kelly Dodds, Director of Utilities Rob Roberson, General Manager

Attachment: Resolution 2018-18, Exhibit A and B

#### **RESOLUTION NO. 2018-18**

# A RESOLUTION OF THE BOARD OF DIRECTORS OF THE SAN MIGUEL COMMUNITY SERVICES DISTRICT TO ADOPT NEW WATER AND WASTEWATER CONNECTION FEES

*WHEREAS*, pursuant to California Government Code sections 66013 and 66016, the Board of Directors ("Board") for San Miguel Community Services District approved Ordinance 02-08 and Ordinance 03-08 in 2008, authorizing the Board to water and wastewater connection fees in amounts adopted by resolution of the Board; and

**WHEREAS**, as indicated in the Bartle Wells Associates, Water and Wastewater Impact Fees Study, adjusting water and wastewater connection fees is required to ensure that the fees charged for constructing additional facilities do not fall behind the cost of actually constructing those facilities.

**NOW THEREFORE, BE IT RESOLVED** by the Board of Directors of the San Miguel Community Services District as follows:

- 1. The Board accepts the findings in the Water and Wastewater Impact Fees Study ("Study").
- 2. Pursuant to the Study, the Board adopts the water connection fees detailed in **Exhibit A** attached hereto. Such fees shall replace and supersede the District's existing water connection fees.
- 3. Pursuant to the Study, the Board adopts the wastewater connection fees detailed in **Exhibit B** attached hereto. Such fees shall replace and supersede the District's existing wastewater connection fees.
- 4. The fees in Exhibit A and B shall be adjusted each year according to the District's approved or customary inflationary index.

PASSED, APPROVED, AND ADOPTED  Miguel Community Services District at a special meeting motioned by, seconded by, following vote of:	held on the 31th day of May 2018;
AYES:	
NAYS:	
ABSENT:	
ABSTAIN:	

Robert Roberson, Interim General Manager Directors	John Green, President Board of
Secretary of the Board of Directors	
APPROVED AS TO FORM:	
Dough White, District General Counsel	

#### **EXHIBIT A**

#### WATER CONNECTION FEES

As of July 1, 2018, the District's water connection fees shall be as follows:

#### **Water Service Connection Fees**

Water Connection Fees	FY 18-19
Meter Size	
Residential	
Single Family	\$12,540
Non-Residential	
5/8"	\$12,540
3/4"	\$18,810
1"	\$31,360
1 1/2"	\$62,710
2"	\$100,340
3"	\$200,680
4"	\$313,560
6"	\$627,120

The above fees shall be charged based on the meter size installed at the service location. For new residential construction, the District reserves the right to require at least 1" sizing. In the event an existing service is upsized, the applicant shall pay the difference between the current rate for the existing meter size and the appropriate rate charged for the new meter size.

All water service connection fees shall be paid prior to the issuance of building permits or as approved by the General Manager. Commercial, industrial projects and residential projects or subdivisions involving more than four (4) units may be phased in accordance with an agreement approved by the Board of Directors. Water service will not be turned on prior to the receipt of the fees and the fee charged shall be that which is in effect at the time of receipt of payment by District.

The water connection fees shall increase annually based on the change in the Construction Cost Index ("CCI") for California, or such other index customary to the District, each fiscal year, beginning July 1, 2019.

#### **EXHIBIT B**

#### WASTEWATER CONNECTION FEES

As of July 1, 2018, the District's water connection fees shall be as follows:

#### **Wastewater Service Connection Fees**

<b>Wastewater Connection Fees</b>		FY 18-19
Meter Size		
Residential		
Single Family		\$12,330
Multi-Family		\$7,710
Non-Residential		
5/8"		\$12,330
3/4"		\$18,500
1"		\$30,830
1 1/2"		\$61,670
2"		\$98,670
3"		\$197,340
4"		\$308,340
6"		\$616,670

The above fees shall be charged based on the meter size installed at the service location. For new residential construction, the District reserves the right to require at least 1" sizing. In the event an existing service is upsized, the applicant shall pay the difference between the current rate for the existing meter size and the appropriate rate charged for the new meter size.

All wastewater service connection fees shall be paid prior to the issuance of building permits or as approved by the General Manager. Commercial, industrial projects and residential projects or subdivisions involving more than four (4) units may be phased in accordance with an agreement approved by the Board of Directors. Wastewater service will not be authorized prior to receipt of fees and the fee charged shall be that which is in effect at the time of receipt of payment by District.

The wastewater connection fees shall increase annually based on the change in the Construction Cost Index ("CCI") for California, or such other index customary to the District, each fiscal year, beginning July 1, 2019.



#### **San Miguel Community Service District**

#### Definitions and application of user rates and service connection fees

#### 1. Definitions

- a. **Single Family Residence (SFR)** A single structure which does not share any walls with any additional living units. A structure primarily intended for occupancy of a single family.
- b. **Multi-Family Residence (MFR)** A single structure with multiple joined living units, (such as a duplex, triplex, apartments, condominiums etc), intended for the occupancy of multiple separate families.
  - i. Note: Multiple SFR's on a multi-family zoned property does not constitute a MFR
  - ii. Multiple single structures which are all, under two hundred square feet each, on the same parcel, and served by a single water meter are considered multifamily.
- c. **Hotel** A single or multiple structures with individual rooms which are rented on a daily weekly, or monthly rate.
- d. **Commercial (BUS)** a business or commercial enterprise, such as the post office, Laundromat, Gas station, restaurant, etc.
  - Note: A BUS may be located on a residential property, or be collocated with a SFR or MFR
- e. **Industrial (IND)** a industrial enterprise, such as a processing, manufacturing facility, winery, etc.
- f. **Included usage** usage which is included in the meter charge, typically up to 5 CCF for residential users
- g. User Rate monthly rate charged as a flat fee and or volumetric fee for the availability/ consumption of potable water and use of wastewater treatment
- h. **Service Connection** a point at which services can be obtained from the District water and or wastewater infrastructure
- i. **Service Connection Fee** fee for making or upgrading a service connection for the purposes of constructing a new building or remodeling/ rebuilding an existing building
- j. Dwelling unit a living/ sleeping space designed for the purposes of housing an individual or family on a long-term basis which is independent of any other dwelling unit, by means of a separation between individual buildings or by a dividing wall which completely separates and isolates each unit from the next.

#### 2. Application of connection fees

- a. Water and wastewater Service Connection fees are required for any new dwelling unit constructed within the district.
  - i. Connection fees will be determined based on;

- 1. The proposed number and type of commercial or dwelling units
- 2. The number of existing connections servicing the subject property
- Connection fees due will be based on the fees in effect at the time of payment

#### 3. Application of water rates

- a. Residential
  - *i.* Water rates are applied to the total number of living units being served by a water meter. For example
    - 1. A single SFR will be charged 1 times the installed meter rate plus usage.
    - 2. Multiple SFR's or MFR will be charged for the total number of unit's times the minimum meter charge plus usage.
      - a. Note: when multiple units are present on a single meter the "included usage" is the total number of units multiplied by 5. This total included usage is shared by all the units served by a specific meter. Additional usage charges will only apply after included usage has been exhausted

#### b. Commercial

- i. Water rates are applied based on water meter size.
  - 1. If residential units are served by the same meter as a commercial space then there will be a charge for each residential unit and a charge for each commercial unit. Rates for each residential unit will be that of the minimum meter size. The commercial rate will be that of the minimum meter size based on proposed water demand of the commercial space.
    - a. For example, a proposed flow of between 0 and 50 gpm or less would be charged for a 1" water meter. A flow of between 51 and 75 gpm would be charged for a 1 ½" water meter.

#### 4. Application of wastewater rates

- a. Residential
  - *i.* Wastewater rates are applied to the total number of living units being served by a single water meter. For example
    - 1. A single SFR will be charged 1 times the installed meter rate plus usage.
    - 2. Multiple SFR will be charged for the total number of units' times the SFR rate.
    - 3. Multiple MFR will be charged for the total number of units' times the MFR rate

#### b. Commercial

- i. Wastewater rates are applied to the total number of units.
  - If residential units are served by the same meter as a commercial space then there will be a charge for each residential unit and a charge for each commercial unit. Rates for each residential unit will be at the MFR rate. The commercial unit will be at the commercial rate plus usage