ORDINANCE NO. 120

AN ORDINANCE OF THE BOARD OF DIRECTORS OF THE SAN SIMEON COMMUNITY SERVICES DISTRICT AMENDING WATER AND WASTEWATER CAPACITY FEE CHARGES

WHEREAS, the San Simeon Community Services District ("District") is a community services district duly formed under Government Code Section 61000 et seq. to provide community services within the District's service area; and

WHEREAS, on April 14, 1993, the District adopted Ordinance No. 81 establishing service charges and connection fees for water and sewer service within the District; and

WHEREAS, on June 14, 1995, the District adopted Ordinance No. 89 establishing service charges and connection fees for water and sewer service within the District which amended service charges but made no amendments to connection fees for water and sewer service; and

WHEREAS, on March 13, 2019 and June 12, 2019, the District held a properly noticed public hearings to amend water and wastewater capacity fee charges; and

WHEREAS, Government Code Sections 66013 and 66016 provide the District the authority to amend its capacity fee charges and the District has complied with all requirements of the Government Code; and

WHEREAS, the District therefore adopts the revised water and wastewater connection fees as provided in Exhibit "A" attached hereto and incorporated herein by this reference.

NOW, THEREFORE, THE BOARD OF DIRECTORS OF THE SAN SIMEON COMMUNITY SERVICES DISTRICT ORDAINS AS FOLLOWS:

SECTION 1. <u>Authority, Intent and Purpose</u>.

- A. This Ordinance is adopted pursuant to Government Code sections 66013 and 66016 for the purpose of amending the District's method of calculating water and wastewater capacity charges. The District last revised its water and wastewater capacity charges on April 14, 1993 in District Ordinance No. 81.
- B. The District recently completed a study to review its water and wastewater capacity charges and propose revisions to reflect the cost of providing water and wastewater capacity for needed infrastructure projects (the "Study.") The Study reviewed and analyzed the District's water and wastewater fixed assets, capital improvement plans, existing and future water and wastewater system demands and existing or planned financing.

- C. Based on the Study, the District's water and wastewater capacity charges as described in Exhibit A shall not exceed the estimated reasonable cost of providing the service for which the charges are imposed. The water and wastewater capacity charges collected under this Ordinance shall be used solely for the purposes for which the charges were collected and will not be used for general spending purposes.
- D. The Study and related materials are on file at the District office and have been made available for public review and inspection for more than fourteen days prior to the public hearing on the proposed amendments to the water and wastewater capacity charges. The Study and the proposed amendments to the water and wastewater capacity charges were the subject of a properly noticed public hearings of the District Board of Directors on March 14, 2019 and June 12, 2019.

SECTION 2. Legal Authority.

This Ordinance is being adopted under the authority found in Government Code section 61100(a), 61115(a), 61060(b), 66013, 66016 and other applicable law.

SECTION 3. Water and Wastewater Capacity Charges

Water and wastewater capacity charges shall be imposed in connection with applications for water and wastewater will serve commitments as set forth in the schedule of charges in Exhibit A as follows: (1) for residential units based on the equivalent dwelling units needed to serve the subject premises as determined by the District in accordance with such applications and (2) for non-residential units based on water meter size as determined by the District in accordance with such applications. As described more fully in Exhibit A, the water and wastewater capacity charges shall be increased annually pursuant to the Engineering News Records - Construction Cost Index.

SECTION 4. CEQA Findings

The Board of Directors find that this Ordinance is exempt from the requirements of the California Environmental Quality Act pursuant to Title 14 of the California Code of Regulations, Section 15061(b)(3) in that it is not a project which has the potential for causing a significant effect on the environment.

SECTION 5. Inconsistent Provisions.

This Ordinance amends portions of Ordinance 81 and Ordinance 89. To the extent that the provisions of this Ordinance may be inconsistent or in conflict with the terms and conditions of any prior district ordinance, resolution, rule or regulation governing the same subject, the provisions of this Ordinance shall prevail with respect to the subject matter thereof, and such inconsistent or conflicting terms or conditions of prior ordinances, resolutions, rules or regulations are hereby repealed.

SECTION 6. Severability.

If any section, subsection, sentence, clause or phrase of this Ordinance 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 Ordinance. The District Board hereby declares that it would have passed this Ordinance and each section, subsection, sentence, clause and phrase thereof, irrespective of the fact that any one or more sections, subsections, sentences, clauses or phrases be declared unconstitutional, ineffective, or in any manner in conflict with the laws of the United States or the State of California.

SECTION 7. Effective Date and Publication.

This Ordinance shall take effect thirty days after its adoption. A summary of this Ordinance shall be published in a newspaper of general circulation and a certified copy of the full text of the proposed Ordinance shall be posted in the office of the District at least five days prior to the meeting at which the proposed Ordinance is to be adopted. Within fifteen days after adoption of the Ordinance, the governing body shall publish a summary of the Ordinance with the names of those members voting for and against the ordinance and shall post in the office of the district a certified copy of the full text of the adopted Ordinance along with the names of those members voting for and against the Ordinance.

This Ordinance was introduced by the Board of Directors on April 10, 2019. This Ordinance was passed and adopted at a meeting of the Board of Directors of the San Simeon Community Services District on December 11, 2019; Upon motion by Director Char Kellas and seconded b

Chairperson Kellas: Ves Vice-Chair McGuire: Ves Director Russell: absent

Director Carson: Ve

Gwen Kellas, Chairperson

Charles Grace

Secretary/General Manager

APPROVED AS TO FORM:

Vatala F. Laule

Natalie F. Laacke District Counsel

Exhibit "A"

Capacity Fee Charges Schedule

			Table 4					
		Schedule of P	roposed Ca	pacity Char	ges			
		Capacity Ratio / EDU Ratio	Proposed Water	Proposed Wastewater	Wastewater Information Used [2]			
		EDU Ratio			gpd	BOD (mg/l)	SS (mg/l)	Customers
1	Single-family Residential [1]	1.00	\$5,030	\$590	18	327	283	1
2	Multifamily Residential [1]	1.00	\$5,030	\$590	18	327	283	1
3	Mobile Home [1]	1.00	\$5,030	\$590	18	327	283	1
4	RV Space [1]	1.00	\$5,030	\$590	18	327	283	1
5	Motels (per unit)	0.70	\$3,521	\$381	12	310	120	1
6	Motels (Manager Apartment)	1.00	\$5,030	\$590	18	327	283	1
7	Restaurants (per square foot)			\$36.00	0.167	1,000	600	1
8	Service Stations (with 2 restrooms)			\$40,747	1,000	1,000	600	1
9	Retail Shops (each)			\$5,646	200	150	150	1
10	Public Restrooms (each)			\$5,478	175	327	283	1
11	Commercial Laundries (each machin	ne)		\$5,561	200	150	110	1
	Non-Residential							
	Water Meter Size	Capacity Ratio						
12	5/8"	1.00	\$5,030					
13	3/4"	1.00	\$5,030					
14	1"	1.67	\$8,400					
15	1 1/2"	3.33	\$16,749					
16	2"	5.33	\$26,809					
17	3"	10.67	\$53,670					
18	4"	16.67	\$83,850					
19	6"	40.00	\$201,200					
20	8"	66.67	\$335,350					
	Unspecified [3]			Flow (\$/gpd)	BOD (\$/Ib)		stomer (\$/Cust	
21	Charge for Each Component			100	\$25.10	\$1,105.86	\$1,277.79	\$30.15

^[1] Per dwelling unit.

The water and wastewater capacity charges shall be increased annually pursuant to the Engineering News Records (ENR) Construction Cost Index (CCI) to capture future construction cost inflation. This capacity charge adjustment shall be made on the change in the index from the date of adoption of the proposed charges.

^[2] Strength information from State Water Resources Control Board.

^[3] Capacity Charge calculated based on Non-residential customer flow and strength.