



BOARD MEETING AGENDA SUBMITTAL

TO: GCSO Board of Directors

FROM: Jennifer Flores, Administrative Services Manager

DATE: June 14, 2022

SUBJECT: Agenda Item 5A. Adoption of a Resolution Approving Implementation of the Previously Authorized Sewer Rate Increase for the Fiscal Year 2022/23

RECOMMENDED ACTION:

Staff recommends the following action:

I Move to Adopt Resolution 21-2022 Approving Implementation of the Previously Authorized Sewer Rate Increase for the Fiscal Year 2022/23

BACKGROUND:

The Board approved the Sewer Rate Study Report prepared by Bartle Wells and Associates in August 2018 and implemented the initial rate increase in September 2018. The Board has implemented each subsequent rate increase every year thereafter. The Board has the option to implement the fifth and final sewer rate increase as recommended in the rate study report if it chooses which would take effect July 1st 2022. The scheduled increase is 3% and is reflected the attached chart.

A new sewer rate study has been budgeted for in the upcoming FY 2022-23 budget.

ATTACHMENTS:

1. Resolution 21-2022
2. Sewer Rate Increase Billing Insert

FINANCIAL IMPACT:

Increased revenue for the Sewer Fund.

RESOLUTION 21-2022

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE GROVELAND COMMUNITY SERVICES DISTRICT APPROVING IMPLEMENTATION OF THE PREVIOUSLY AUTHORIZED SEWER RATE INCREASE FOR THE FISCAL YEAR 2022/23

WHEREAS, the Groveland Community Services District (herein referred to as District) is a local government agency formed and operating in accordance with Section §61000 et seq. of the California Government Code; and

WHEREAS, the District Board of Directors adopted Resolution 22-18 which approved increased sewer rates to fund the increasing cost of sewer service operations, infrastructure replacement and improvements and the development of reserves through 2023, as presented in the Bartle Wells Associates Sewer Rate Study Report; and

WHEREAS, the Board has annually approved implementing the sewer rate increase as stipulated in the Study Report since its adoption in 2018; and

WHEREAS, annual rate increases are required for the District to remain fiscally solvent, to meet revenue objectives set to fund system improvement projects and to meet grant and loan requirements, to moderate the amount of future rate increases and address annual inflation of operating expenses.

NOW THEREFORE BE IT RESOLVED THAT THE BOARD OF DIRECTORS OF THE GROVELAND COMMUNITY SERVICES DISTRICT DOES HEREBY approve implementation of the previously authorized sewer rate increase for the fiscal year 2022/23 as detailed below:

New Rate Structure Effective July 1, 2022	
	2022/2023
Residential	3%
Monthly Fixed Charge	\$88.68
Debt Service Charge - PML	\$20.42
Volume Charge (\$/gal)	\$0.01166
Commercial	3%
Monthly Fixed Charge	\$88.68
Debt Service Charge - PML	\$20.42
Volume Charge (\$/gal)	\$0.01872

WHEREFORE, this Resolution is passed and adopted by the Board of Directors of the Groveland Community Services District on June 14, 2022, by the following vote:

AYES:
NOES:
ABSTAIN:
ABSENT:

APPROVE:

Spencer Edwards, Board President

ATTEST:

Rachel Pearlman, Board Secretary

CERTIFICATE OF SECRETARY

I, Rachel Pearlman, the duly appointed and acting Secretary of the Board of Directors of the Groveland Community Services District, do hereby declare that the foregoing Resolution was duly passed and adopted at a Regular Meeting of the Board of Directors of the Groveland Community Services District, duly called and held on June 14, 2022.

DATED: _____

FY 2022-2023 Sewer Rate Increase

On June 14, 2022, the GCS D Board of Directors voted to implement the next scheduled sewer rate increase (3%) that will take effect with the July 2022 billing. The new sewer rates are reflected in the chart below. There was no increase to the water rates.

New Rate Structure Effective July 1, 2022

Sewer

	2022/2023
Residential	
Monthly Fixed Charge	\$88.68
Debt Service Charge - PML	\$20.42
Volume Charge (\$/gal)	\$0.01166
Commercial	
Monthly Fixed Charge	\$88.68
Debt Service Charge - PML	\$20.42
Volume Charge (\$/gal)	\$0.01872