

**Board of Supervisors
County of Monterey, State of California**

Resolution No. 22-0 _____

- Adopt a resolution to authorize and direct the Auditor-Controller)
- to:)
- a. Amend the Fiscal Year (FY) 2021-22 Adopted Budget for the)
- General Fund, Fund 001, Other Financing Uses Appropriation)
- Unit CAO017, to increase appropriations by \$30,091, where the)
- financing source is Cannabis Tax Assignment (001-3132); and)
- b. Transfer \$30,091 in FY 2021-22 to PCSD, Fund 151,)
- Appropriation Unit PFP047 from General Fund, Fund 001,)
- Other Financing Uses Appropriation Unit CAO017.)

WHEREAS, the Pajaro County Sanitation District (PCSD) is a dependent Special District which owns and operates a sewer collection system. On or about April 24, 2001, the PCSD entered into an agreement with the City of Watsonville (Agreement) which provides for the acceptance and treatment of raw sewage from the PCSD’s sewer system into the City’s Wastewater Treatment Plant (Plant). Per this Agreement, the PCSD is charged for its share of the Plant’s operating and capital costs based on the percentage of total sewer received by the Plant. Operating and capital costs to maintain the Plant have increased over the years which has consequently increased costs to the PCSD;

WHEREAS, the PCSD will incur costs greater than the amount budgeted in FY 2021-22;

WHEREAS, increased costs are the result of higher than anticipated operating costs, largely due to increased sewage treatment costs associated with the Agreement between the City of Watsonville and the PCSD for acceptance and treatment of sewage at the Plant. To date, anticipated operating costs pursuant to said Agreement have increased from \$705,180 to \$1,156,496 (an increase of \$451,316) for FY 2021-022.

WHEREAS, the County has implemented several American Rescue Plan Act (ARPA) funded projects to address PCSD system deficiencies;

WHEREAS, concurrent with ARPA funded projects, an engineer’s rate study will be prepared to support the adjustment of existing sewer rates to accommodate increased operation and maintenance costs and build a reserve for future capital costs;

WHEREAS, PWF’s goal is to sell the PCSD’s sewer system and appurtenances and dissolve the PCSD;

WHEREASE, the implementation of an engineer’s rate study is necessary in the pursuit of this goal;

NOW, THEREFORE, BE IT RESOLVED THAT the Monterey County Board of Supervisors hereby approves the following:

- a. Amend the Fiscal Year (FY) 2021-22 Adopted Budget for the General Fund, Fund 001, Other Financing Uses Appropriation Unit CAO017, to increase appropriations by \$30,091, where the financing source is Cannabis Tax Assignment (001-3132); and
- b. Transfer \$30,091 in FY 2021-22 to PCSD, Fund 151, Appropriation Unit PFP047 from General Fund, Fund 001, Other Financing Uses Appropriation Unit CAO017.

PASSED AND ADOPTED upon motion of Supervisor _____, seconded by Supervisor _____ and carried this 14th day of June 2022, by the following vote, to wit:

AYES:
NOES:
ABSENT:

I, Valerie Ralph, Clerk of the Board of Supervisors of the County of Monterey, State of California, hereby certify that the foregoing is a true copy of an original resolution of said Board of Supervisors duly made and entered in the minutes thereof Minute Book ___ for the meeting on June 14, 2022.

Dated: _____
File Number: _____

Valerie Ralph, Clerk of the Board of Supervisors
County of Monterey, State of California

By _____
Deputy