



County of Monterey

Board of Supervisors
Chambers
168 W. Alisal St., 1st Floor
Salinas, CA 93901

Legislation Details (With Board Report)

File #:	WRAG 20-225	Name:	Hold a Public Hearing Z 2C WRABOS
Type:	WR General Agenda	Status:	Scheduled PM
File created:	5/15/2020	In control:	Board of Supervisors of the Monterey County Water Resources Agency
On agenda:	6/2/2020	Final action:	6/2/2020
Title:	a. Hold a public hearing on June 2, 2020 at 1:30 p.m. to consider approving and adopting assessment rate charges for FY 2020-21 with a cost of living adjustment (COLA) increase of 2.9% for Zone 2C Operations, Maintenance, and Administration of Nacimiento and San Antonio Dams; and b. Approve and adopt a FY 2020-21 COLA increase of 2.9% for Zone 2C Operations, Maintenance, and Administration of Nacimiento and San Antonio Dams.		

Sponsors:

Indexes:

Code sections:

Attachments: 1. Board Report, 2. Executed MCWRA Board Order, 3. Resolution, 4. MS PowerPoint Presentation (presented at the hearing), 5. BOSMCWRA Item No. 2 Completed Board Order, Resolution and Attachments

Date	Ver.	Action By	Action	Result
6/2/2020	1	Board of Supervisors of the Monterey County Water Resources Agency	adopted - water resources agency	Pass

- a. Hold a public hearing on June 2, 2020 at 1:30 p.m. to consider approving and adopting assessment rate charges for FY 2020-21 with a cost of living adjustment (COLA) increase of 2.9% for Zone 2C Operations, Maintenance, and Administration of Nacimiento and San Antonio Dams; and
b. Approve and adopt a FY 2020-21 COLA increase of 2.9% for Zone 2C Operations, Maintenance, and Administration of Nacimiento and San Antonio Dams.

RECOMMENDATION:

Recommend that the Monterey County Water Resources Agency Board of Supervisors:

- a. Hold a public hearing on June 2, 2020 at 1:30 p.m. to consider approving and adopting assessment rate charges for FY 2020-21 with a cost of living adjustment (COLA) increase of 2.9% for Zone 2C Operations, Maintenance, and Administration of Nacimiento and San Antonio Dams; and;
b. Approve and adopt a FY 2020-21 COLA increase of 2.9% for Zone 2C Operations, Maintenance, and Administration of Nacimiento and San Antonio Dams.

SUMMARY/DISCUSSION:

This report reflects the recently published 2020 Cost of Living Adjustment (COLA) of 2.9% for Zone 2C Operations and Maintenance and Administration (O&M). Ordinance No. 4203 governs Zone 2C assessments which the electorate of the Agency's Zone 2C approved for the Salinas Valley Water Project (SVWP).

Zone 2C assessments have been historically insufficient to fund Operations and Maintenance at the two dams. These shortages have resulted in Agency deferring a total of 32 repair projects totaling approximately \$85 million. This combined with requirements from the State of California Department of Water Resources Division of Safety of Dams (DSOD) to repair or replace the San Antonio Spillway by November 2024 with an

estimated cost of approximately \$60 million has resulted in total unfunded costs of \$145 million. The 2.9% increase will fund some ongoing Operations & Maintenance costs but will not provide the funding necessary to address the needs of Zone 2C.

This report requests that the Water Resources Agency Board of Supervisors hold a public hearing on June 2, 2020 at 1:30 PM to consider approving and adopting assessment rates as set forth in the Notice of Public Hearing relating to Zone 2C for Fiscal Year 2020-21, all identified in the Public Notice. Notices have been published once a week for two consecutive weeks prior to the hearing on May 21, 2020 and May 28, 2020.

OTHER AGENCY INVOLVEMENT:

The Monterey County Water Resources Agency Board of Directors recommended this action move forward at its April 20, 2020 meeting.

FINANCING:

The requested COLA increase of 2.9% will increase FY 2020-21 Zone 2C estimated revenues as follows:

- Fund 116 O&M revenues will increase by an estimated \$98,374 from \$3,392,218 to \$3,490,593
- Fund 116 Administration revenues will increase by an estimated \$11,357 from \$391,636 to \$402,994
- The COLA increase does not impact the revenue collected for the SVWP Spillway and Diversion facility
- Total COLA increase to Fund 116 O&M and Administrative Funds is estimated at \$109,732
- The total revenue for Zone 2C assessment is estimated at \$5,017,450.

Prepared by: Fabricio Chombo, Finance Manager II, (831) 755-4860

Approved by: _____
Brent Buche, General Manager (831) 755-4860

Attachments:

1. Executed MCWRA Board Order
2. Resolution