## **ORDINANCE NO. 2016 - 01**

## AN ORDINANCE OF THE BOARD OF DIRECTORS OF SOUTH SAN LUIS OBISPO COUNTY SANITATION DISTRICT INCREASING CHARGES FOR WASTEWATER TREATMENT SERVICES AND FACILITIES

THE BOARD OF DIRECTORS OF SOUTH SAN LUIS OBISPO COUNTY SANITATION DISTRICT ORDAINS AS FOLLOWS:

WHEREAS, Health & Safety Code §§5471 provides that, by an ordinance approved by a twothirds vote of its membership, the Board of Directors of a sanitation district may prescribe, revise and collect charges for services and facilities it furnishes; and

WHEREAS, California Constitution Article XIII D, §6, entitled "property related fees and charges," specifies procedures the District must use when increasing charges for wastewater treatment services and facilities, and imposes substantive requirements for those charges; and

WHEREAS, Government Code §53755 contains additional procedures and clarifications for use by agencies that wish to impose an increase to their property-related fees and charges, including charges for wastewater treatment services and facilities; and

WHEREAS, the District needs to increase its charges for wastewater treatment services and facilities because, besides operating and maintaining its regional treatment plant (which includes repair and replacement of aging plant facilities and increased costs for staffing, electricity, chemicals, insurance and other operating expenses), the District must build major new facility upgrades to comply with state and federal laws and regulations; and

WHEREAS, in compliance with the authorities set out above and subsequent case law, the District has commissioned a Wastewater Financial Plan & Rate Study, revised 2/9/16, from Bartle Wells Associates, which demonstrates all of the following with regard to the District's proposed increased charges:

- Revenues derived from the charges do not exceed the funds required to provide the property related service.
- Revenues derived from the charges will not be used for any purpose other than that for which the fee or charge was imposed.
- The amount of the charge imposed upon any parcel or person as an incident of property ownership does not exceed the proportional cost of the service attributable to the parcel.
- The charges will not be imposed for a service unless that service is actually used by, or immediately available to, the owner of the property in question.
- The charges are not imposed for general governmental services, but only for wastewater treatment services and facilities; and

WHEREAS, also in compliance with the authorities set out above and subsequent case law, the District has identified the parcels upon which the increased charge is to be imposed as all parcels that are currently customers receiving wastewater treatment services from the District; and

WHEREAS, also in compliance with the authorities set out above and subsequent case law, the District has calculated the amount of the charge proposed to be imposed on each parcel; and

WHEREAS, also in compliance with the authorities set out above and subsequent case law, the District on December 30, 2015 caused notice of a public hearing on the proposed increases (a copy of which is set out in the Wastewater Financial Plan & Rate Study) to be sent by first-class mail to the address contained in the County Assessor's office for the record owner of each identified parcel *and* to the address of record for each customer signed up for wastewater treatment service at each identified parcel; and

WHEREAS, District staff has received proof of this mailing in electronic format, which is maintained at District offices; and

WHEREAS, on February 17, 2016, the District conducted a public hearing upon the proposed increases, which date is more than 45 days after mailing of the notice; and

WHEREAS, at the public hearing, the District considered all written protests previously filed concerning the proposed increases, and all protests concerning the proposed increases offered at the public hearing—and has determined that no majority protest has been presented; and

WHEREAS, the approval of this ordinance is exempt from the California Environmental Quality Act pursuant to Public Resources Code §21080(b)(8).

NOW, THEREFORE, THE DISTRICT finds that the above recitals are true, and ordains:

**Section 1.** Wastewater treatment rates shall be increased as shown in the following chart:

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## **Wastewater Treatment Rates**

	35	Monthly Service Charges Effective on or After			
	=	July 1	July 1	July 1	July 1
		2016	2017	2018	2019
a.	Residences & Apartments	\$19.60	\$21.56	\$23.52	\$25.48
b.	Hotel Units with Kitchens	17.14	18.85	20.56	22.27
c.	Hotel Units without Kitchens	11.02	12.12	13.22	14.32
d.	Hotel Room	11.02	12.12	13.22	14.32
e.	Commercial Establishments	8.81	9.69	10.57	11.45
	Each additional employee above 5	1.77	1.95	2.13	2.31
f.	Beauty Shops	17.63	19.39	21.15	22.91
	Each additional operator above 5	2.66	2.93	3.20	3.47
g.	Eating Establishments w/o Grinders	27.43	30.17	32.91	35.65
	Each additional 5 seats above 30	4.12	4.53	4.94	5.35
h.	Restaurants (w/Grinders) <30 seats	44.09	48.50	52.91	57.32
	Restaurants (w/Grinders) over 30 seats	61.72	67.89	74.06	80.23
i.	Laundromats - per washing maching	12.63	13.89	15.15	16.41
	Minimum Charge	37.91	41.70	45.49	49.28
j	Service Stations - no wash/rack	51.92	57.11	62.30	67.49
	Service Stations - with wash/rack	74.47	81.92	89.37	96.82
k.	Factories	29.39	32.33	35.27	38.21
	Each additional employee above 20	1.47	1.62	1.77	1.92
I.	Churches	16.26	17.89	19.52	21.15
	Per ADA with elementary school	0.49	0.54	0.59	0.64
	Per ADA with other school	0.72	0.79	0.86	0.93
m.	Bottling Plants	35.28	38.81	42.34	45.87
n.	Schools (Non-boarding)	9.76	10.74	11.72	12.70
	Per ADA with elementary school	0.49	0.54	0.59	0.64
	Per ADA with other school	0.72	0.79	0.86	0.93
ο,	Schools (Boarding)	9.80	10.78	11.76	12.74
	Per ADA with elementary school	0.98	1.08	1.18	1.28
	Per ADA with other school	1.38	1.52	1.66	1.80
p.	Trailer/Mobile Home Space	11.77	12.95	14.13	15.31
q.	RV Dump Stations - Less than 50 services	91.12	100.23	109.34	118.45

**Section 2.** Severability. Should any provision, section, paragraph, sentence or word of this Ordinance be declared invalid by any court of competent jurisdiction or by reason of any preemptive legislation, the remaining provisions, sections paragraphs, sentences or words of this Ordinance shall remain in full force and effect and, to that end, the provisions of this Ordinance are severable.

**Section 3.** Effective date. This ordinance shall become effective 30 days from the date of final passage.

**Section 4.** Publication. Within 15 days of its final passage, this ordinance shall be published once, with the names of the Board members voting for and against the ordinance, in a newspaper of general circulation published in the County of San Luis Obispo.

Alternatively, a summary of the proposed ordinance may be prepared by District Counsel and published by the District Bookkeeper. A certified copy of the full text of the proposed ordinance shall be made available to the public upon request at least five days prior to the District Board meeting at which the proposed ordinance is to be adopted. The District Bookkeeper shall also post a copy of the full text of the ordinance on the District's Internet website five days prior to the District Board meeting at which the proposed ordinance is to be adopted. Within 15 days after adoption of the ordinance, the District Bookkeeper shall publish a summary of the ordinance with the names of those directors voting for and against the matter and shall make available to the public, upon request, a certified copy of the full text of the ordinance with the names of those directors voting for and against the ordinance on the District's Internet website.

**Introduced** at a regular meeting of the South San Luis Obispo County Sanitation District held February 17, 2016, and **passed and adopted** at a regular meeting of the South San Luis Obispo County Sanitation District held March 2, 2016, by the following roll-call vote:

AYES: John Shoals, Matthew Guerrero, Jim Hill

NOES:

ABSENT: 🔌

ABSTENTIONS: 🔌

John Shoals, Chairman

ATTEST:

APPROVED AS TO FORM:

District Counsel