

Los Osos Community Services District
DRAFT Minutes of the Utilities Advisory Committee
April 9, 2014 at 5:30 p.m. at the District Office

AGENDA ITEM	DISCUSSION	FOLLOW-UP
<p>1. Call to Order, Flag Salute and Roll Call</p>	<p>Chairperson Moothart called the meeting to order at 5:30 p.m. and led the flag salute.</p> <p><u>Roll Call:</u> Noah Evans, Committee Member – Present Aaron Floyd, Committee Member – Present Ron Munds, Committee Member – Present Dominic Roques, Committee Member – Present Chuck Snead, Committee Member – Present Lee Harry, Alternate Member – Present Craig Baltimore, Vice Chairperson – Arrived at 6:08 p.m. Leonard Moothart, Chairperson – Present</p> <p><u>Staff:</u> Kathy Kivley, General Manager Rob Miller, District Engineer Ann Kudart, Administrative/Accounting Assistant</p>	
<p>2. Approve UAC Minutes of March 12, 1014</p>	<p>Public Comment – Richard Margetson commented on Item 5 not accurately indicating what he said or what his concerns were.</p> <p>Committee Member Munds moved to approve the minutes. The motion was seconded by Committee Member Floyd and there being no objections, the motion passed unanimously.</p>	<p><u>Action:</u> Receive and File.</p>
<p>3. Updates of District's Water Conservation Efforts</p>	<p>Chairperson Moothart pulled this item to be heard at the next UAC meeting as the presenter was not present.</p> <p>Committee Munds reported that it would be more cost effective to include the RFQ which was approved by the Board in an RFP to develop a plan for our water conservation outreach program.</p> <p>Public Comment – Jeff Edward disagreed with spending additional money on water conservation efforts and that the focus should be on Basin Management Plan Programs A & C.</p> <p>Linde Owen commented on implementation of specific ideas.</p> <p>Lynette Tornatzky commented on the need to spend money on water conservation efforts especially water-saving landscaping.</p> <p>Richard Margetson commented that funding should be spent on Capital Improvement Projects.</p> <p>Keith Swanson commented on the need to coordinate the District's conservation efforts with the County.</p> <p>Committee Members Harry and Roques reported that education programs are important and are proven to work.</p> <p>Chairperson Moothart approves of spending funds to contract out to develop our water conservation efforts and educate the public.</p>	<p><u>Action:</u> Item to be brought back at May 14th UAC meeting.</p>

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<p>4. Update of Emergency Water Shortage Contingency Plan</p>	<p>Chairperson Moothart provided a handout describing the scope, timeline and resources of the emergency water shortage plan and asked the Committee to assist him in defining tasks to complete the project.</p> <p>District Engineer Miller and Committee Member Munds reported that half of water sales for residential single families were in Tier 4 and moving customers from Tier 4 down would cause a considerable drop in revenue. They requested a data dump of the consumption into an Excel spreadsheet to analyze the distribution of 21 units and higher.</p> <p>The Committee discussed that the current water rates are not enough to keep a healthy budget or withstand the impact of a 15% reduction and indicates that the District is limping along with the lower rates. Before addressing water shortage rates there needs to be a water rate increase in order to adequately fund activities and operations through water revenue.</p> <p>General Manager Kively left the dais.</p> <p>Public Comment – Richard Margetson agrees that the rates need to be looked at again and commented on units billed in Tier 4.</p> <p>Linde Owen asked if the 218 could be based on both a rate increase and implementation of the emergency ordinance at the same time.</p> <p>Jeff Edwards commented that physical improvements and CIP monies are needed.</p> <p>Lynette Tornatzky inquired as to how the District would drill a new well without the ISJ or raising rates.</p> <p>Keith Swanson suggested funding for the Basin Plan, CIP projects, and rate increases in one 218 process.</p> <p>Additional Public Comment - Richard Margetson commented on residential billing and baseline reductions and does not believe the budget was accurate as presented to the Board.</p> <p>District Engineer Miller recommended the Board discuss the triggers, prohibitions, and reduction goals prior to the May workshop.</p>	<p>Action: Staff to provide, for internal review only, database records of all customer accounts with fields by type and consumption over time.</p> <p>District Engineer to bring back a more detailed financial analysis at next meeting.</p> <p>Committee Member Munds to recalibrate action levels, based on average customer usage, to get a more accurate look at the stages.</p> <p>The Committee recommended that the Board endorse the triggers, prohibitions, and reduction goals prior to the public workshop in May.</p>
<p>5. Public Comments on Items Not on the Agenda</p>	<p>Jeff Edwards requested that Capital Improvement Projects and a drought response list be placed on the next UAC agenda and commented on the ISJ.</p> <p>Richard Margetson commented that financial recommendations from UAC will be limited in scope; the overbilling issue; and that Director Ochylski defended the historical water usage at the new McDonald's site.</p>	

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<p>5. Public Comments on Items Not on the Agenda (continued)</p>	<p>Linde Owen commented that Director Ochylski has a conflict of interest with any new development and needs to step down. She commented on an upcoming meeting of the Golden State takeover; water conservation efforts; and upper aquifer watering on Palomino Drive.</p> <p>Keith Swanson commented that the UAC should be aware of the operating deficit and supports a joint FAC/UAC meeting.</p>	
<p>7. Recommendations to the Board of Directors of Future Committee Items</p>	<ul style="list-style-type: none"> - Will Serve Policy - Prioritize Capital Improvement Projects - Discussion of Basin Management Plan Programs A & C - Outdoor Water Conservation Plan Update - Emergency Water Shortage Contingency Plan Update 	
<p>6. Schedule UAC Meeting</p>	<p>The next regular meeting of the Utilities Advisory Committee will be held on Wednesday, May 14, 2014 at 5:30 p.m. at the District Office.</p>	
<p>8. Closing Comments by UAC Committee Members</p>	<p>None.</p>	
<p>9. Adjournment</p>	<p>The meeting adjourned at 6:58 p.m.</p>	