



Marina Coast Water District

Regular Board Meeting/Groundwater Sustainability Agency Board Meeting
Rate Study Workshop #2
November 6, 2017

Draft Minutes

1. Call to Order:

President Gustafson called the meeting to order at 6:30 p.m. on October 9, 2017 at the Marina Council Chambers, 211 Hillcrest Avenue, Marina, California.

2. Roll Call:

Board Members Present:

Howard Gustafson – President
Thomas P. Moore – Vice President
Bill Lee
Jan Shriner

Board Members Absent:

Herbert Cortez

Staff Members Present:

Keith Van Der Maaten, General Manager
Roger Masuda, Legal Counsel
Michael Wegley, District Engineer
Kelly Cadiente, Director of Administrative Services
Paula Riso, Executive Assistant/Clerk to the Board

Audience Members:

Pierce Rossum, Carollo Engineers
Paul Sciuto, MOW General Manager
Rudy Fisher, MOW Board Chair
Mike McCullough, MOW
Paula Pelot, Marina Resident
Andrew Sterbenz, Schaaf & Wheeler
Phil Clark, Seaside Resident

3. Pledge of Allegiance:

President Gustafson led everyone present in the pledge of allegiance.

4. Oral Communications:

Mr. Paul Sciuto, Monterey One Water General Manager, voiced his appreciation of the partnership between the agencies and staff on working on the Pure Water Monterey Project and moving it forward. He stated that even though there have been some hiccups, the ongoing and open communication has been helpful in the process, and moving this forward will be for the community and the entire area's benefit.

Ms. Paula Pelot, Marina Resident, asked if staff could look at the District's access road off Landrum Court, and do something to stop cars from parking on the access road.

Mr. Rudy Fisher, Monterey One Water Board Chair, voiced his support of what Mr. Sciuto said and stated that he looked forward to continuing to work together to move this project forward.

5. Workshop:

A. Rate Study Workshop #2:

Mr. Pierce Rossum, Carollo Engineers, stated that this presentation was going to focus on Revenue Requirements, Rate Design Alternatives, and Overhead Cost Allocation Plan. He briefly reviewed Revenue Requirements stating that preliminary financials is still ongoing. Vice President Moore and Director Shriner asked clarifying questions. Mr. Rossum briefly reviewed Rate Design Alternative and noted that there were several things the Board could look at changing and those included: tier charges vs uniform rates; and, fixed cost recovery. Vice President Moore and Director Shriner asked clarifying questions. Mr. Rossum briefly reviewed the Overhead Cost Allocation Plan noting that the District uses the expense ratio from the last audited financial numbers.

Ms. Pelot stated that labor distribution reports would provide a more accurate cost allocation for the different cost centers and encouraged the District into looking at labor distribution reports. Director Shriner suggested a 30 day sample of labor distribution. Mr. Rossum stated that it could be done and that was what this workshop was for, to look at different ways of allocating overhead costs.

The next workshop is scheduled for December 4, 2017.

6. Public Comment on Closed Session Items:

None.

President Gustafson recessed the meeting from 7:12 until 7:17 p.m.

The Board entered into closed session at 7:17 p.m. to discuss the following items:

7. Closed Session:

- B. Pursuant to Government Code 54956.8
Conference with Real Property Negotiator
Property: Recycled Water Pipeline Easements
Negotiating Parties: CSUMB and MCWD
Under Negotiation: Price and Terms

- C. Pursuant to Government Code 54956.8
Conference with Real Property Negotiator
Property: Recycled Water Pipeline, Recycled Water
Agency Negotiators: Howard Gustafson, Thomas Moore
Negotiating parties: MOW and MCWD
Under Negotiation: Price and Terms

The Board ended closed session at 7:57 p.m.

8. Reconvene Open Session:

President Gustafson reconvened the meeting to open session at 7:57 p.m.

9. Reportable Actions Taken during Closed Session:

President Gustafson stated that no reportable action was taken in closed session and direction was given.

10. Director's Comments:

Director Shriner, Director Lee, Vice President Moore, and President Gustafson made comments.

11. Adjournment:

The meeting was adjourned at 8:08 p.m.

APPROVED:

Howard Gustafson, President

ATTEST:

Paula Riso, Deputy Secretary