SEASIDE COUNTY SANITATION DISTRICT

440 HARCOURT AVE * SEASIDE, CA 93955
Telephone (831) 899-6825

BOARD MEMBER

Ralph Rubio
Chair
City of Seaside
440 Harcourt Ave
Seaside, CA 93955
(831) 899-6825

David Pendergrass
First Vice Chair
City of Sand City
1 Sylvan Park
Sand City, CA 93955
(831) 394-3054

Pat Lintell
Second Vice Chair
City of Del Rey Oaks
650 Canyon Del Rey
Del Rey Oaks, CA 93940
(831) 394-8511

DISTRICT STAFF

Craig Malin
District Manager
440 Harcourt Avenue
Seaside, CA 93955
(831)899-6203

Diana Ingersoll
District Engineer
440 Harcourt Avenue
Seaside, CA 93955
(831) 899-6825

Cynthia Hasson
Legal Counsel
County Counsel
168 West Alisal Street
Third Floor
Salinas, CA 93901
(831) 755-5313

Lesley Milton-Rerig
District Clerk
440 Harcourt Avenue
Seaside, CA 93955
(831) 899-6707

SPECIAL **MEETING AGENDA**
Board of Directors
Tuesday, May 10, 20169:30 AM,
City of Seaside Conference Room
440 Harcourt Ave, Seaside, CA 93955

1. CALL TO ORDER

Ralph Rubio	Chair
David Pendergrass	First Vice Chair
Pat Lintell	Second Vice Chair

2. ROLL CALL

3. ORAL COMMUNICATIONS COMMENTS

Members of the public may address the Board regarding any item within the subject matter jurisdiction of the Board; however, no action may be taken on off-agenda items unless authorized by law. To be able to properly identify those making comments in the meeting minutes, it would be helpful if speakers state their names. Comments shall be limited to matters not listed on the agenda. Members of the public may comment on any matter listed on the agenda at the time the Board considers that matter. Each person's presentation is limited to a maximum of three (3) minutes.

4. CONSENT AGENDA

A. SEASIDE COUNTY SANITATION DISTRICT OPERATIONS REPORT FOR THE MONTH OF APRIL 2016

PURPOSE: Receive monthly report for sewer maintenance and mainline stoppages for April 2016.

RECOMMENDATION: Accept report. This item is presented for information only.

B. APPROVAL OF EXPENDITURES FOR MONTH OF APRIL 2016 FOR SEASIDE COUNTY SANITATION DISTRICT.

PURPOSE: Approval of expenditures for the month of April 30, 2016 for - $92,631.09

RECOMMENDATION:
Approve expenditures for the month of April 30, 2016 Total expenditures = $ 92,631.09 .

C. ACCEPT AND FILE CASH AND INVESTMENT REPORT FOR QUARTER ENDING MARCH 31, 2016.

PURPOSE:
Accept and file the Seaside County Sanitation District March 31, 2016 Cash and Investment Report.

RECOMMENDATION:
Accept and file report.

5. NEW BUSINESS

A. CONSIDER INTRODUCTION, WAIVE FURTHER READING AND SET FOR ADOPTION ON JUNE 14, 2016 OF ORDINANCE NO. 20, AMENDING ORDINANCE NO. 17, TO ESTABLISH THE RATES FOR SEWER USER FEES FOR FISCAL YEAR 2016-2017

PURPOSE: The purpose of this item is to introduce, waive the further reading, and set for adoption on June 14, 2016 of Ordinance No. 20, amending Ordinance No. 17, to establish the rates for sewer user fees for fiscal year 2016-2017.

RECOMMENDATION: It is recommended that the Board introduce, waive the further reading, and set for adoption on June 14, 2016 of Ordinance No. 20, amending Ordinance No. 17, to establish the rates for sewer user fees for fiscal year 2016-2017.

6. STAFF REPORTS

Staff reports include items for which verbal reports/presentations will be provided. If a specific Seaside County Sanitation District presentation is planned, it will be listed and information included with the Agenda. Brief oral reports may be provided for items arising after the Agenda was prepared. The Board may wish to ask questions or discuss a staff report, but no action is appropriate other than referral to staff, or request that a matter be set as a future Agenda item.

7. BOARD MEMBERS COMMENTS

8. ADJOURNMENT

Next Regularly Scheduled Meeting:
June 14, 2016
Seaside City Hall
9:30 a.m.

In compliance with the Americans with Disabilities Act (ADA), the Seaside County Sanitation District (SCSD) does not discriminate against persons with disabilities. SCSD's meetings are held at an accessible facility. Any person with a disability who requires a modification or accommodation to be able to participate in this meeting is asked to contact the office of the District Clerk at cityclerk@ci.seaside.ca.us 831-899-6707, no fewer than two business days prior to the meeting to allow for reasonable arrangements. Agenda related writings or documents provided to the SCSD Board of Directors are available for public inspection during the meeting or may be requested from the office of the District Clerk This agenda is posted in compliance with California Government Code Section 54954.2(a) or Section 54956.

Agenda related writings or documents provided to the Board are available for public inspection during the meeting or may be requested from the office of the District Clerk.

SEASIDE COUNTY SANITATION DISTRICT
STAFF REPORT

Item No.: 4.A.

TO: Seaside County Sanitation District

FROM: Craig Malin, District Manager

BY: Diana Ingersoll, Deputy City Manager Resource Management Services

DATE: May 10, 2016

SUBJECT: **SEASIDE COUNTY SANITATION DISTRICT OPERATIONS REPORT FOR THE MONTH OF APRIL 2016**

PURPOSE

Receive monthly report for sewer maintenance and mainline stoppages for April 2016.

RECOMMENDATION

Accept report. This item is presented for information only.

BACKGROUND

Attached is the Seaside County Sanitation District Operations Report and Flush Map for the Month of April 2016.

FISCAL IMPACT

There is no fiscal impact associated with this item.

ATTACHMENTS

1. Monthly Sanitation Report-April 2016
2. Flush Map

Reviewed for Submission By:

_____

Craig Malin, District Manager

Seaside County Sanitation District
Operations Report

Year 2016 Month of April

	Del Rey Oaks (42,240)		Sand City (26,400)		Seaside (316,800)		District Totals (385,440 ft.)	
	Month	YTD	Month	YTD	Month	YTD	Month	YTD
Maintenance								
Mainline Rodded		0		0		0	0	0
Main Line Flushed		21,386		15,583	38,498	302,494	38,498	339,463
Main Line Video		0		0		0	0	0
Main Lines Treated for Grease Controll (Jet Power II)	257	1,567	190	190	2,151	24,182	2,598	27,161
Stoppages								
Main Line		0		0		6	0	6
Laterals	1	2		0	1	11	2	13

Sewer Repairs
None

Sewers Video
None

Stoppage Locations

Del Rey Oaks
815 Canyon Del Rey (L)

Sand City

Seaside
1732 Fernando St (L)

Legend

Month

- April 2016
- March 2016
- February 2016
- January 2016
- December 2015
- November 2015
- October 2015
- September 2015
- August 2015
- July 2015
- City Limits

0 1,250 2,500 Feet

Source: SCSD, AMBAG

SEASIDE COUNTY SANITATION DISTRICT

Flush Map

Exhibit

SEASIDE COUNTY SANITATION DISTRICT
STAFF REPORT

Item No.: 4.B.

TO: Seaside County Sanitation District

FROM: Craig Malin, District Manager

BY: Daphne Hodgson, Deputy City Manager Administrative Services
Rajnesh Narayan, Finance

DATE: May 10, 2016

SUBJECT: **APPROVAL OF EXPENDITURES FOR MONTH OF APRIL 2016 FOR SEASIDE COUNTY SANITATION DISTRICT.**

PURPOSE

Approval of expenditures for the month of April 30, 2016 for - $92,631.09

RECOMMENDATION

Approve expenditures for the month of April 30, 2016 Total expenditures = $ 92,631.09 .

BACKGROUND

Expenditure reports attached. Cash balance as of April 30, 2016 $5,901,064.48.

FISCAL IMPACT

ATTACHMENTS

1. YTD Expenditures EFT_04-30-16
2. YTD Expenditures_04-30-16

Reviewed for Submission By:

_____

Craig Malin, District Manager

COUNTY OF MONTEREY - AUTHORIZATION of ELECTRONIC FUNDS TRANSFER

DEBIT : COUNTY OF MONTEREY
Account Number : Wells Fargo Bank
Account Name : Monterey County Treasurer

CREDIT : **CITY OF SEASIDE PUBLIC INTEREST CHECKING**

Pay to Bank : **RABOBANK**
1658 FREMONT BLVD., SEASIDE, CA 93955

Account No. 9782713643
Routing No. 122238420 Amount : $ **92,631.09**
Customer Name: CITY OF SEASIDE

AUTHORIZED SIGNATURES: 1
2
3

AUDITOR : ENTER AMOUNT AUTHORIZED FOR TRANSFER AND SIGN FORM

TREASURER : PROCESS TRANSFER, ENTER DATE OF TRANSFER, SIGN FORM AND RETURN TO AUDITOR

AUDITOR		**TREASURER**	
Patricia Vasquez			
Deputy Auditor	Date	Deputy Treasurer	Date of Transfer

For Auditor-Controller Office use only

Period _____ JV Number _____
Budget Yr. _____ Date _____
INSURANCE FUND Total $ 92,631.09

DESCRIPTION	AT	FD	BU	ORG	ACCT	REP CI	DEBIT	CREDIT
Special District Exp.		603			2530			
Cash		603			1001			

Daphne Hodgson, Deputy City Manager / Administrative Services (831) 899-6718; SCSD
Expenses as of April 30 , 2016.

Prepared By: Patricia Vesquez Date:
Approved By:_____ Date:_____ Keyed By:_____ Date:_____

YTD (15-16) Expenses as of APRIL 2016

Authorized for Payment by the Board of Directors

ACCOUNT NUMBER	DESCRIPTION	TOTAL CHARGES YTD	TOTAL BILLED YTD	TOTAL DUE
951-0-8810-0001	Admin. Salary	64,478.86	57,217.07	7,261.79
951-0-8810-0006	Workers Compensation	1,708.57	1,537.71	170.86
951-0-8810-0010	Management Leave Payoff	528.13	528.13	-
951-0-8810-0012	Vacation	1,047.35	1,047.35	-
951-0-8810-0016	Deferred Compensation	630.96	593.44	37.52
951-0-8810-0020	Part-Time Hourly Wages	5,889.91	5,271.87	618.04
951-0-8810-0030	PERS Pension Ob Bond	768.34	691.51	76.83
951-0-8810-0031	PERS Pension	12,572.05	11,249.85	1,322.20
951-0-8810-0032	PARS Pension	8,995.99	8,152.84	843.15
951-0-8810-0033	LIUNA Pension	15.52	15.52	-
951-0-8810-0041	Medical Insurance-Blue Cross	6,285.06	4,815.42	1,469.64
951-0-8810-0051	Dental Ins-Guardian	566.77	499.04	67.73
951-0-8810-0061	Vision Ins-CPIC	42.21	42.21	-
951-0-8810-0071	LTD-Met Life	230.37	198.99	31.38
951-0-8810-0081	Reliance Life Insurance	218.19	175.24	42.95
951-0-8810-0092	Medicare Tax	816.22	723.27	92.95
951-0-8810-1022	Legal Services	7,099.70	4,846.15	2,253.55
951-0-8810-1025	City Audit	6,900.00	6,900.00	-
951-0-8810-1029	Training and Education	2,407.68	2,407.68	-
951-0-8810-1030	Consultant	1,990.00	-	1,990.00
951-0-8810-1033	Fitness Program	178.18	160.18	18.00
951-0-8810-1041	State Waste Discharge Fee	2,088.00	2,088.00	-
951-0-8810-3092	Stationary Supplies	21.11	21.11	-
951-0-8810-3095	Department Consumables	362.43	362.43	-
951-0-8810-4122	Dues and Memberships	311.00	311.00	-
951-0-8810-5132	Telephone	1,529.64	1,375.26	154.38
951-0-8810-9395	Vehicle Maintenance	54,083.34	48,675.01	5,408.33
951-0-8810-9397	Computer System	10,833.34	9,750.01	1,083.33
951-0-8810-9398	Central Service Charge	242,750.00	218,475.00	24,275.00
951-0-8820-0001	Salaries	100,743.86	91,221.54	9,522.32
951-0-8820-0002	Overtime	7,100.83	6,345.06	755.77
951-0-8820-0006	Workers Compensation	6,637.60	5,973.84	663.76
951-0-8820-0016	Deferred Compensation	547.18	521.23	25.95
951-0-8820-0030	PERS Pension Ob Bond	1,220.84	1,098.76	122.08
951-0-8820-0031	PERS Pension	12,513.07	11,185.75	1,327.32
951-0-8820-0033	LIUNA Pension	1,712.74	1,712.74	-
951-0-8820-0041	Medical Insurance-Blue Cross	12,814.53	10,879.04	1,935.49
951-0-8820-0051	Dental Ins-Guardian	911.35	810.69	100.66
951-0-8820-0061	Vision Ins-CPIC	110.93	110.93	-
951-0-8820-0071	LTD-Met Life	187.77	167.29	20.48
951-0-8820-0081	Reliance Life Insurance	138.06	114.71	23.35
951-0-8820-0092	Medicare Tax	1,473.59	1,332.43	141.16
951-0-8820-0099	Tuition Reimbursement	217.37	217.37	-
951-0-8820-2049	Uniform Service/ Laundry	1,415.75	1,289.93	125.82
951-0-8820-2052	Radio Repair		-	-
951-0-8820-2053	Outside Printing Services		-	-
951-0-8820-2054	Equipment Repair	8,292.02	7,350.00	942.02
951-0-8820-2063	Publishing & Legal Advertising		-	-
951-0-8820-2068	Refuse Disposal	612.04	612.04	-
951-0-8820-2073	Subcontracted Work	40,639.96	25,865.79	14,774.17
951-0-8820-2074	Subcontract - Grease Prog	1,686.24	1,686.24	-
951-0-8820-3095	Department Consumables	9,278.27	9,239.18	39.09

YTD (15-16) Expenses as of APRIL 2016

Authorized for Payment by the Board of Directors

ACCOUNT NUMBER	DESCRIPTION	TOTAL CHARGES YTD	TOTAL BILLED YTD	TOTAL DUE
951-0-8820-3097	Safety Equipment	189.08	189.08	-
951-0-8820-3102	Safety Equipment	331.50	331.50	-
951-0-8820-4121	Meetings/Travel	2,900.00	2,600.00	300.00
951-0-8820-4122	Dues and Memberships	-	-	-
951-0-8820-4124	Mail Services	-	-	-
951-0-8820-5131	Gas & Electric	6,092.12	5,503.30	588.82
952-0-8820-8194	Sewer System Mgmt Plan Up	4,481.50	4,401.00	80.50
952-0-8820-8196	LAFCO Application	8,586.05	8,586.05	-
952-0-8820-9605	Interest Expense	4,393.48	4,128.76	264.72
952-0-8820-9608	Lease Payments	45,166.04	40,996.56	4,169.48
953-0-8820-9201	Del Monte Lift Station Upgrade	15,957.50	15,957.50	-
953-0-8820-9206	Military Lift Station Repl	4,700.00	-	4,700.00
953-0-8820-9216	Sewer Master Plan	4,007.50	-	4,007.50
954-0-8810-2088	Judgments/Damages	-	-	-
954-0-8810-2090	Insurance	97,990.00	97,207.00	783.00
City of Seaside Total		**838,397.69**	**745,766.60**	**92,631.09**

951-1009	**78,625.89**
952-1009	**4,514.70**
953-1009	**8,707.50**
954-1009	**783.00**

Total Expenditures for month of APRIL 2016	**92,631.09**

OTHER EXPENSES

951-1009	0.00
952-1009	0.00
953-1009	
954-1009	

PREPARED BY: RAJNESH NARAYAN
5/3/2016

Total Adjusted drawndown from County -SCSD	**92,631.09**

SEASIDE COUNTY SANITATION DISTRICT
STAFF REPORT

Item No.: 4.C.

TO: Seaside County Sanitation District

FROM: Craig Malin, District Manager

BY: Daphne Hodgson, Deputy City Manager Administrative Services
Rajnesh Narayan, Finance

DATE: May 10, 2016

SUBJECT: **ACCEPT AND FILE CASH AND INVESTMENT REPORT FOR QUARTER ENDING MARCH 31, 2016.**

PURPOSE

Accept and file the Seaside County Sanitation District March 31, 2016 Cash and Investment Report.

RECOMMENDATION

Accept and file report.

BACKGROUND

Section 53646 of the California State Government Code requires the fiscal officer to prepare a quarterly report detailing the District's cash and investments.

FISCAL IMPACT

ATTACHMENTS

1. March 31, 2016 Report
2. Monterey County Treasurer-Tax Collector March 31,2016 Report

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Reviewed for Submission By:

_____

Craig Malin, District Manager

Exhibit A

SEASIDE COUNTY SANITATION DISTRICT

SUMMARY OF POOLED CASH AND INVESTMENTS

MARCH 31, 2016

DESCRIPTION	**INSTITUTION**	**VALUATION**	**AMOUNT**
General Checking	Rabobank	Market	$ 658,797.14
Cash with County Treasurer	See detail attached	Market	$ 5,334,029,09
			$ 5,992,826.23

I hereby certify that sufficient investment liquidity and anticipated revenues are available to meet the District's anticipated expenditure requirements for the next six months. (California Code Section 53646)

Respectfully submitted,

_____

Craig Malin
District Manager

Monterey County
Board of Supervisors

168 West Alisal Street,
1st Floor
Salinas, CA 93901
831.755.5066

Board Order

Upon motion of Supervisor Phillips, seconded by Supervisor Salinas and carried by those members present, the Board of Supervisors hereby:

Received and accepted the Treasurer's Report of Investments for the Quarter Ending March 31, 2016.

PASSED AND ADOPTED on this 19th day of April 2016, by the following vote, to wit:

AYES: Supervisors Armenta, Phillips, Salinas, Parker and Potter
NOES: None
ABSENT: None

I, Gail T. Borkowski, 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 order of said Board of Supervisors duly made and entered in the minutes thereof of Minute Book 79 for the meeting on April 19, 2016.

Dated: April 21, 2016
File ID: 16-457

Gail T. Borkowski, Clerk of the Board of Supervisors
County of Monterey, State of California

By _____
Deputy

Introduced: 4/11/2016
Version: 1

Current Status: Agenda Ready
Matter Type: General Agenda Item

Receive and Accept the Treasurer's Report of Investments for the Quarter Ending March 31, 2016.

RECOMMENDATION:
It is recommended that the Board of Supervisors:
Receive and Accept the Treasurer's Report of Investments for the Quarter Ending March 31, 2016.

SUMMARY:

Government Code Section 53646 (b) (1) states the Treasurer may submit a quarterly report of investments. The attached exhibits provide a narrative portfolio review of economic and market conditions that support the investment activity during the January - March period, the investment portfolio position by investment type, a listing of historical Monterey County Treasury Pool yields versus benchmarks, and the investment portfolio by maturity range.

DISCUSSION:
During the January - March quarter, yields on Treasuries fell at the beginning of the quarter due to a rise in the purchase of Treasuries after the announcement by the Fed about concerns over global economic growth. The rates recovered modestly at the end of February, but ended the quarter significantly lower than December 2015. The Federal Reserve committee indicated it would continue to contemplate raising rates this year but at a slower pace than originally expected.

On March 31, 2016, the Monterey County investment portfolio contained an amortized book value of $1,279,023,414.54 spread among 91 separate securities and funds. The par value of those funds was $1,277,333,666.26, with a market value of $1,278,591,988.68 or 99.97%of amortized book value. The portfolio's net earned income yield for the period was 1.08%. The portfolio produced an estimated income of $3,432,128.12 for the quarter which will be distributed proportionally to all agencies participating in the investment pool. The investment portfolio had a weighted average maturity of 477 days. The County Treasury outperformed all of the portfolio benchmarks due to a consistent investment strategy that uses short term debt to provide liquidity, while also investing in the 1-3 year range to take advantage of higher rates.

The investment portfolio was in compliance with all applicable provisions of state law and the adopted Investment Policy, and contained sufficient liquidity to meet all projected outflows over the next six months. Market value pricings were obtained through resources such as Bloomberg LLP, Union Bank of California and live-bid pricing of corporate securities.

OTHER AGENCY INVOLVEMENT:
A copy of this report will be distributed to all agencies participating in the County investment pool and the Treasury Oversight Committee. In addition, the report will be published on the County Treasurer's web site. A monthly report of investment transactions is provided to the Board of Supervisors as required by Government Code 53607.

FINANCING:
The investment portfolio contains sufficient liquidity to meet all projected expenditures over the next six months. We estimate that the investment earnings in the General Fund will be consistent with budgeted revenue.

Prepared by: Susanne King, Treasury Manager, x5490

Approved by: Mary A. Zeeb, Treasurer-Tax Collector, x5015

All attachments are on file with the Clerk of the Board:
Exhibit A - Investment Portfolio Review 03.31.16
Exhibit B - Portfolio Management Report 03.31.16
Exhibit C - Monterey County Historical Yields vs. Benchmarks
Exhibit D - Aging Report 04.01.16

cc:
County Administrative Office
County Counsel
Auditor-Controller - Internal Audit Section
All depositors
Treasury Oversight Committee

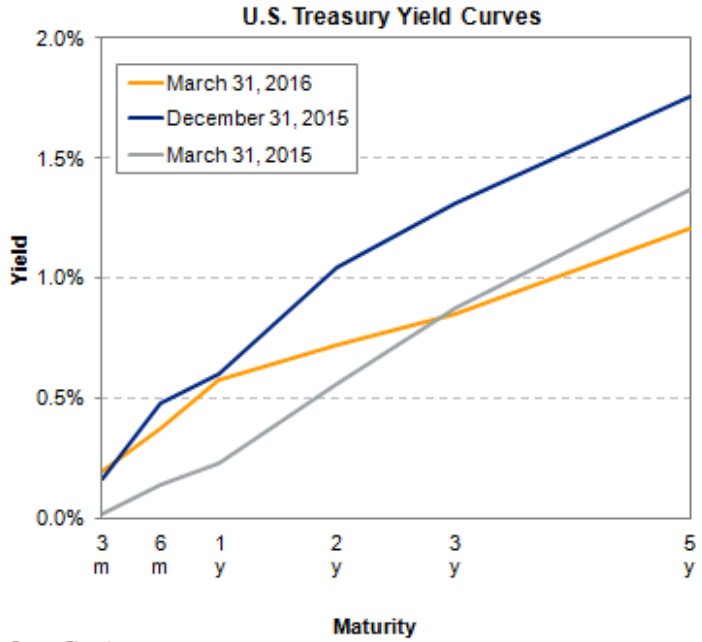
Exhibit A
Investment Portfolio Review
Quarter Ending March 31, 2016

OVERVIEW January 1, 2016 – March 31, 2016

At the beginning of the January- March quarter yields on U.S. Treasuries fell due to concern over slowing global economic growth which encouraged investors to purchase U.S. Treasuries, pushing yields down in all but the shortest maturities. Rates recovered modestly at the end of February and beginning of March, but still ended the quarter significantly lower than December 2015. As a result of the uncertainty around the outlook of the US economy, the Fed also indicated it would continue to contemplate raising rates this year but at a slower pace than originally expected.

U.S. TREASURY YIELDS PLUNGE

- Interest rates dropped in January
- Rates ended the quarter significantly lower than December 2015



Source: Bloomberg

	3/31/15	12/31/15	3/31/16	1st Quarter Change
3 Month	0.02%	0.17%	0.20%	+0.03%
6 Month	0.14%	0.48%	0.38%	-0.10%
1 Year	0.23%	0.60%	0.58%	-0.02%
2 Year	0.56%	1.05%	0.72%	-0.33%
3 Year	0.88%	1.31%	0.85%	-0.46%
5 Year	1.37%	1.76%	1.21%	-0.55%
10 Year	1.92%	2.27%	1.77%	-0.50%
30 Year	2.54%	3.02%	2.61%	-0.41%

The County Treasury significantly outperformed all of its portfolio benchmarks this quarter. Our investment strategy positions short term debt to provide liquidity and continues to take advantage of available higher yields on commercial paper, negotiable CDs and medium term notes with attractive rates. The following indicators reflect key aspects of the County's investment portfolio in light of the above noted conditions:

1. Market Access – During the quarter, the majority of County investment purchases were in the area of U.S. highly rated Corporate Bonds, Commercial Paper and Negotiable CDs. The Treasurer continues to keep a high level of liquid assets reflecting the need to maintain levels of available cash to ensure the ability to meet all cash flow needs.

2. Diversification - The Monterey County Treasurer's portfolio consists of fixed income investments, all of which are authorized by the State of California Government Code 53601.

   The portfolio asset spread is detailed in the table below:

Portfolio Asset Composition					
Corporate Notes	Negotiable CDs	Overnight Investments	US Treasuries	Federal Agencies	Commercial Paper
11%	6%	24%	20%	33%	6%

3. Credit Risk – Approximately 83% of the investment portfolio is comprised of U.S. Treasuries, Federal Agency securities, Negotiable CDs and other liquid funds. All assets have an investment grade rating. U.S. Treasuries are not specifically rated, but are considered the safest of all investments. The corporate debt (11%) is rated in the higher levels of investment grade. All federal agency securities have AA ratings, or are guaranteed by the U.S. Treasury. The credit quality of the County's portfolio continues to be high.

   The portfolio credit composition is detailed in the table below:

Portfolio Credit Composition									
AAA	AAAm	AA+	AA	AA-	A	A-1+ (Short-Term)	A-1 (Short-term)	Aaf/S1+ (CalTrust)	Not Rated (LAIF/ MMF)
<1%	9%	55%	2%	7%	3%	2%	7%	11%	4%

4. Liquidity Risk – Liquidity risk, as measured by the ability of the County's Treasury to meet withdrawal demands on invested assets, was adequately managed during the January to March quarter. The portfolio's average weighted maturity was 477 days, and the County maintained $302.0M (24%) in overnight investments to provide immediate liquidity. In addition, the County maintained $240.3M (19%) in securities with maturities under a year to provide further liquidity.

PORTFOLIO CHARACTERISTICS

	December 31, 2015	March 31, 2016
Total Assets	$1,308,756,427	$1,279,023,415
Market Value	$1,307,853,256	$1,278,591,989
Days to Maturity	518	477
Yield	0.71%	1.08%
Estimated Earnings	$1,961,614	$3,432,128

FUTURE STRATEGY

The County portfolio has 30% invested in the 2-3 year maturity range to take advantage of the higher yields offered in that part of the yield curve and will continue to manage the ladder to maximize the rate of return.

With the unemployment rate reaching 4.9% (its lowest level in eight years) and a steady rise in consumer spending, the economy is expected to rebound. The Fed tightening at a slow pace along with a moderate economic growth should provide a supportive environment for investment-grade credit. The acquisition of new corporate bonds, bank certificates of deposit (CDs) and commercial paper will continue to contribute positively to the County's portfolio performance.

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Monterey County
Portfolio Management
Portfolio Details - Investments
March 31, 2016

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	S&P	YTM	Maturity Date
Money Market Accts - GC 53601(k)(2)												
SYS11672	11672	BlackRock			1,000.00	1,000.00	1,000.00	0.138			0.138	
SYS11830	11830	Federated		07/01/2015	0.00	0.00	0.00	0.101	Aaa	AAA	0.101	
SYS11578	11578	Fidelity Investments			15,632,312.88	15,632,312.88	15,632,312.88	0.506	Aaa	AAA	0.506	
		Subtotal and Average	**38,173,911.14**		**15,633,312.88**	**15,633,312.88**	**15,633,312.88**				**0.506**	
State Pool - GC 16429.1												
SYS11361	11361	LAIF			50,000,000.00	50,000,000.00	50,000,000.00	0.367			0.367	
		Subtotal and Average	**50,659,340.66**		**50,000,000.00**	**50,000,000.00**	**50,000,000.00**				**0.367**	
CALTRUST/CAMP - GC 53601(p)												
SYS11801	11801	CalTrust			140,000,000.00	140,000,000.00	140,000,000.00	0.681	Aaa	AAA	0.681	
SYS10379	10379	Calif. Asset Mgmt			95,500,000.00	95,500,000.00	95,500,000.00	0.378		AAA	0.378	
SYS11961	11961	Calif. Asset Mgmt			465,959.07	465,959.07	465,959.07	0.551		AAA	0.551	
		Subtotal and Average	**205,142,612.40**		**235,965,959.07**	**235,965,959.07**	**235,965,959.07**				**0.558**	
SWEEP ACCOUNT-MORG STNLY												
SYS12041	12041	Morgan Stanley		11/10/2015	394,394.31	394,394.31	394,394.31	0.251			0.251	
		Subtotal and Average	**437,915.36**		**394,394.31**	**394,394.31**	**394,394.31**				**0.251**	
Negotiable CDs - GC 53601 (i)												
40428AR58	12047	HSBC Securites		11/18/2015	14,000,000.00	14,000,000.00	14,000,000.00	1.540	Aa2	AA-	1.540	11/17/2017
78009NZZ2	12072	Royal Bank of Canada		03/15/2016	18,000,000.00	18,000,000.00	18,000,000.00	1.700	Aa3	AA-	1.700	03/09/2018
83050FBG5	12046	Skandinaviska Enskilada Banken		11/17/2015	14,000,000.00	14,000,000.00	14,000,000.00	1.480	Aa3	A+	1.501	11/16/2017
86958DH54	12048	Svenska Handelsbanken NY		11/24/2015	14,000,000.00	14,000,000.00	14,000,000.00	1.075			1.040	08/24/2017
89113E5E2	12073	Toronto Dominion Bank		03/16/2016	18,000,000.00	18,000,000.00	18,000,000.00	1.720	Aa1	AA-	1.744	03/14/2018
		Subtotal and Average	**48,527,472.53**		**78,000,000.00**	**78,000,000.00**	**78,000,000.00**				**1.527**	
Medium Term Notes - GC 53601(k)												
037833BQ2	12066	Apple Inc Corp Notes		02/23/2016	6,000,000.00	5,999,015.92	5,999,015.92	1.700	Aa1	AA+	1.706	02/22/2019
084664BS9	12031	Berkshire Hathaway Finance		04/24/2015	10,000,000.00	10,080,700.00	10,097,374.36	1.600	Aa2	AA	0.724	05/15/2017
084670BD9	12036	Berkshire Hathaway Finance		09/16/2015	10,000,000.00	10,109,200.00	10,082,315.79	1.900	Aa2	AA	0.900	01/31/2017
166764AE0	12049	Chevron Corp. Global		11/25/2015	8,175,000.00	8,210,806.50	8,210,472.46	1.718	Aa1	AA	1.519	06/24/2018
17275RBA9	12071	Cisco Systems Inc Corp		02/29/2016	4,265,000.00	4,265,000.00	4,265,000.00	1.400	A1	AA-	1.400	02/28/2018
25468PDH6	12064	The Walt Disney Copr		01/08/2016	2,710,000.00	2,706,647.68	2,706,647.68	1.650	A2	A	1.696	01/08/2019

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	S&P	YTM	Maturity Date
Medium Term Notes - GC 53601(k)												
36962G5W0	11855	General Electric		04/27/2012	5,000,000.00	5,080,000.00	4,998,595.39	2.300	A	AA	2.328	04/27/2017
36962G5W0	11856	General Electric		04/27/2012	5,000,000.00	5,080,000.00	5,001,608.33	2.300	A	AA	2.268	04/27/2017
369604BC6	12010	General Electric		01/23/2015	10,000,000.00	10,784,700.00	10,675,749.27	5.250	Aa	AA	1.150	12/06/2017
02665WBA8	12068	American Honda Finance		02/23/2016	3,780,000.00	3,779,270.62	3,779,270.62	1.700	A1	A+	1.707	02/22/2019
459200JE2	12067	IBM Corp Notes		02/19/2016	20,000,000.00	19,992,094.86	19,992,094.86	1.800			1.812	05/17/2019
24422ETE9	12063	John Deere Captital Corp		01/08/2016	8,300,000.00	8,299,540.27	8,299,540.27	1.950	A2	A	1.952	01/08/2019
478160BF0	12000	Johnson & Johnson		12/23/2014	2,000,000.00	2,000,700.00	2,000,000.00	0.700	Aaa	AAA	0.700	11/28/2016
713448DE5	12070	Pepsico Inc Corp Note		02/24/2016	3,850,000.00	3,848,921.82	3,848,921.82	1.500			1.510	02/22/2019
89233P5S1	11839	Toyota Motor Corporation		02/29/2012	5,000,000.00	5,056,950.00	5,017,576.53	2.050	Aa	AA	1.580	01/12/2017
89236TCA1	12009	Toyota Motor Corporation		01/16/2015	10,000,000.00	9,999,000.00	10,029,547.96	1.450	Aa	AA	1.280	01/12/2018
89233P6S0	12018	Toyota Motor Corporation		03/30/2015	10,000,000.00	9,996,000.00	10,021,279.12	1.250	Aaa	AA	1.107	10/05/2017
94974BFG0	12021	Wells Fargo & Company		04/07/2015	10,000,000.00	10,018,900.00	10,059,012.01	1.500	Aaa	AA	1.164	01/16/2018
94974BFL9	12025	Wells Fargo & Company		04/13/2015	10,000,000.00	10,031,400.00	10,016,433.48	1.250	A2	A+	0.704	07/20/2016
		Subtotal and Average	**122,836,062.37**		**144,080,000.00**	**145,338,847.67**	**145,100,455.87**				**1.390**	
Commercial Paper Disc.- GC 53601(h)												
06538BDN0	12058	Bank of Tokyo-MITS		12/22/2015	20,000,000.00	19,992,650.00	19,992,650.00	0.630	P-1	A-1	0.631	04/22/2016
09659BEP1	12057	BNP Paribas NY		12/22/2015	20,000,000.00	19,979,200.00	19,979,200.00	0.720	P-1	A-1	0.722	05/23/2016
21687AFP3	12059	Rabobank Nederland		12/22/2015	20,000,000.00	19,963,111.11	19,963,111.11	0.800	P-1	A-1	0.817	06/23/2016
90262CHX8	12065	UBS		01/28/2016	19,715,000.00	19,649,239.52	19,649,239.52	0.790	P-1	A-1	0.804	08/31/2016
		Subtotal and Average	**73,690,871.96**		**79,715,000.00**	**79,584,200.63**	**79,584,200.63**				**0.743**	
Fed Agcy Coupon Sec - GC 53601(f)												
3133EDSU7	11985	Federal Farm Credit Bank		08/15/2014	10,000,000.00	10,004,100.00	10,000,000.00	1.000	Aaa	AA	1.000	08/15/2017
3133EEBU3	11996	Federal Farm Credit Bank		11/26/2014	10,000,000.00	9,994,300.00	10,001,826.84	0.600	Aaa	AA	0.570	11/14/2016
3133EEFE5	12008	Federal Farm Credit Bank		01/12/2015	10,000,000.00	10,018,200.00	10,025,240.91	1.125	Aaa	AA	0.975	12/18/2017
3133EEMA5	12011	Federal Farm Credit Bank		01/30/2015	10,000,000.00	9,940,700.00	10,007,164.18	1.500	Aaa	AA	1.480	12/30/2019
3133EELZ1	12012	Federal Farm Credit Bank		02/02/2015	10,000,000.00	9,966,500.00	10,021,596.83	1.000	Aaa	AA	0.890	03/29/2018
3133EESZ4	12016	Federal Farm Credit Bank		03/25/2015	10,000,000.00	9,998,600.00	10,001,946.47	0.460	Aaa	AA	0.390	07/12/2016
3133EDMB5	12017	Federal Farm Credit Bank		03/26/2015	10,000,000.00	9,997,200.00	10,000,585.36	0.500	Aaa	AA	0.485	08/23/2016
3133EETE0	12020	Federal Farm Credit Bank		04/01/2015	10,000,000.00	10,003,600.00	10,036,932.99	1.125	Aaa	AA	0.932	03/12/2018
313380EC7	11878	Federal Home Loan Bank		09/17/2012	10,000,000.00	9,962,000.00	9,985,956.42	0.750	Aaa	AA	0.850	09/08/2017
313370TW8	11888	Federal Home Loan Bank		12/05/2012	10,000,000.00	10,104,800.00	10,064,180.21	2.000	Aaa	AA	0.521	09/09/2016
313373SZ6	11913	Federal Home Loan Bank		04/02/2013	10,000,000.00	10,084,500.00	10,031,614.98	2.125	Aaa	AA	0.461	06/10/2016
313378A43	11925	Federal Home Loan Bank		05/02/2013	10,000,000.00	10,058,800.00	10,117,225.64	1.375	Aaa	AA	0.758	03/09/2018

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	S&P	YTM	Maturity Date
Fed Agcy Coupon Sec - GC 53601(f)												
313383A68	11928	Federal Home Loan Bank		06/13/2013	10,000,000.00	9,925,600.00	10,000,000.00	1.080	Aaa	AA	1.080	06/13/2018
313378QK0	11966	Federal Home Loan Bank		04/04/2014	10,000,000.00	10,154,700.00	10,015,907.73	1.875	Aaa	AA	1.818	03/08/2019
3130A3J70	11997	Federal Home Loan Bank		12/12/2014	10,000,000.00	9,988,400.00	10,000,956.46	0.625	Aaa	AA	0.610	11/23/2016
313371PV2	11998	Federal Home Loan Bank		12/12/2014	10,000,000.00	10,090,600.00	10,063,158.72	1.625	Aaa	AA	0.700	12/09/2016
313371PV2	11999	Federal Home Loan Bank		12/12/2014	10,000,000.00	10,090,600.00	10,063,158.72	1.625	Aaa	AA	0.700	12/09/2016
3130A4U42	12019	Federal Home Loan Bank		03/31/2015	2,250,000.00	2,247,502.50	2,251,521.61	0.800	Aaa	AA	0.745	06/30/2017
3130A4Q70	12032	Federal Home Loan Bank		04/23/2015	10,000,000.00	10,008,500.00	10,030,378.14	1.000	Aaa	AA+	0.811	11/17/2017
3133834R9	12034	Federal Home Loan Bank		04/23/2015	10,000,000.00	9,994,100.00	10,000,343.04	0.375	Aaa	AA+	0.360	06/24/2016
3130A6JW8	12037	Federal Home Loan Bank		09/30/2015	10,000,000.00	9,994,300.00	10,000,368.55	0.318			0.300	06/15/2016
3134G3S50	11887	Federal Home Loan Mtg Corp		11/30/2012	10,000,000.00	9,990,100.00	10,003,743.51	0.625	Aaa	AA	0.560	11/01/2016
3134G42M9	11916	Federal Home Loan Mtg Corp		04/25/2013	10,000,000.00	10,001,600.00	10,000,000.00	0.700	Aaa	AA	0.700	04/25/2017
3134G42G2	11917	Federal Home Loan Mtg Corp		04/30/2013	10,000,000.00	9,959,600.00	10,000,000.00	1.050	Aaa	AA	1.050	04/30/2018
3134G43F3	11920	Federal Home Loan Mtg Corp		04/30/2013	10,000,000.00	10,006,700.00	10,000,000.00	1.020	Aaa	AA	1.020	04/30/2018
3134G43V8	11923	Federal Home Loan Mtg Corp		05/15/2013	10,000,000.00	9,967,300.00	9,999,575.56	1.050	Aaa	AA	1.052	05/15/2018
3137EADJ5	11970	Federal Home Loan Mtg Corp		04/09/2014	10,000,000.00	10,017,600.00	9,996,108.58	1.000	Aaa	AA	1.030	07/28/2017
3137EADL0	11987	Federal Home Loan Mtg Corp		08/25/2014	10,000,000.00	10,007,000.00	9,985,192.93	1.000	Aaa	AA	1.101	09/29/2017
3136G0B26	11874	Federal National Mtg Assn		09/27/2012	10,000,000.00	10,003,400.00	10,000,000.00	1.000	Aaa	AA	1.000	09/27/2017
3135G0NH2	11876	Federal National Mtg Assn		09/13/2012	10,000,000.00	9,947,900.00	9,998,307.87	0.950	Aaa	AA	0.962	08/23/2017
3136G14N6	11890	Federal National Mtg Assn		01/02/2013	10,000,000.00	9,957,700.00	9,997,925.43	0.750	Aaa	AA	0.767	06/28/2017
3135G0PP2	11903	Federal National Mtg Assn		01/18/2013	10,000,000.00	10,008,300.00	10,010,378.72	1.000	Aaa	AA	0.928	09/20/2017
3135G0XA6	11924	Federal National Mtg Assn		05/21/2013	10,000,000.00	9,940,800.00	10,000,000.00	1.030	Aaa	AA	1.030	05/21/2018
3135G0XK4	11927	Federal National Mtg Assn		05/30/2013	10,000,000.00	9,951,300.00	10,000,000.00	1.050	Aaa	AA	1.050	05/25/2018
3135G0WJ8	11929	Federal National Mtg Assn		05/28/2013	10,000,000.00	9,921,400.00	9,964,656.44	0.875	Aaa	AA	1.045	05/21/2018
3135G0PQ0	11948	Federal National Mtg Assn		12/04/2013	10,000,000.00	9,979,000.00	9,971,625.07	0.875	Aaa	AA	1.060	10/26/2017
3135G0PQ0	12007	Federal National Mtg Assn		01/12/2015	10,000,000.00	9,979,000.00	9,996,117.03	0.875	Aaa	AA	0.900	10/26/2017
3136FTS67	12013	Federal National Mtg Assn		02/03/2015	10,000,000.00	10,065,100.00	10,153,613.39	1.700	Aaa	AA	1.157	02/27/2019
3135G0YM9	12033	Federal National Mtg Assn		04/23/2015	10,000,000.00	10,166,900.00	10,196,682.29	1.875	Aaa	AA+	1.060	09/18/2018
3135G0RT2	12039	Federal National Mtg Assn		10/22/2015	10,000,000.00	9,966,800.00	10,026,335.35	0.875	Aaa	AA+	0.720	12/20/2017
3135G0TG8	12040	Federal National Mtg Assn		10/22/2015	10,000,000.00	9,954,900.00	10,022,852.42	0.875	Aaa	AA+	0.750	02/08/2018
3135G0J53	12069	Federal National Mtg Assn		02/23/2016	21,150,000.00	21,101,837.37	21,101,837.37	1.000			1.080	02/26/2019
		Subtotal and Average	**435,926,610.99**		**423,400,000.00**	**423,521,839.87**	**424,145,015.76**				**0.876**	
US Treasury Note-GC 53601(b)												
912828UJ7	11988	U.S. Treasury		08/25/2014	5,750,000.00	5,732,462.50	5,716,544.84	0.875	Aaa	AA	1.200	01/31/2018
912828A34	12042	U.S. Treasury		11/10/2015	9,940,000.00	9,944,671.80	9,940,000.00	1.250	Aaa	AA	1.250	11/30/2018

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CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	Moody's	S&P	YTM	Maturity Date
US Treasury Note-GC 53601(b)												
912828A34	12044	U.S. Treasury		11/16/2015	17,000,000.00	17,007,990.00	17,018,627.25	1.250	Aaa	AA	1.208	11/30/2018
912828VE7	12045	U.S. Treasury		11/16/2015	17,000,000.00	16,950,870.00	16,976,231.29	1.000	Aaa	AA+	1.066	05/31/2018
912828SJ0	12050	U.S. Treasury		11/25/2015	23,200,000.00	23,225,288.00	23,228,803.42	0.875	Aaa	AA+	0.738	02/28/2017
912828K82	12051	U.S. Treasury		11/25/2015	35,000,000.00	34,834,450.00	34,858,255.39	1.000	Aaa	AA+	1.174	08/15/2018
912828A34	12052	U.S. Treasury		11/25/2015	10,000,000.00	10,004,700.00	10,002,071.27	1.250	Aaa	AA	1.242	11/30/2018
912828VE7	12053	U.S. Treasury		11/25/2015	15,000,000.00	14,956,650.00	14,963,190.61	1.000	Aaa	AA+	1.115	05/31/2018
912828A75	12054	U.S. Treasury		12/04/2015	39,450,000.00	39,718,655.42	39,718,655.42	1.500	Aaa	AA+	1.247	12/31/2018
912828B33	12055E	U.S. Treasury		12/18/2015	7,805,000.00	7,836,001.77	7,836,001.77	1.500	Aaa	AA+	1.356	01/31/2019
912828WD8	12056	U.S. Treasury		12/22/2015	40,000,000.00	40,014,113.39	40,014,113.39	1.250	Aaa	AA+	1.236	10/31/2018
912828WD8	12060	U.S. Treasury		12/22/2015	10,000,000.00	9,998,235.83	9,998,235.83	1.250	Aaa	AA+	1.257	10/31/2018
912828VE7	12062	U.S. Treasury		12/22/2015	20,000,000.00	19,929,345.54	19,929,345.54	1.000	Aaa	AA+	1.166	05/31/2018
		Subtotal and Average	**295,009,994.58**		**250,145,000.00**	**250,153,434.25**	**250,200,076.02**				**1.161**	
		Total and Average	**1,270,404,792.00**		**1,277,333,666.26**	**1,278,591,988.68**	**1,279,023,414.54**				**0.938**	

Monterey County
Portfolio Management
Portfolio Summary
March 31, 2016

Investments	Par Value	Market Value	Book Value	% of Portfolio	Days to Maturity	YTM
Money Market Accts - GC 53601(k)(2)	15,633,312.88	15,633,312.88	15,633,312.88	1.22	1	0.506
State Pool - GC 16429.1	50,000,000.00	50,000,000.00	50,000,000.00	3.91	1	0.367
CALTRUST/CAMP - GC 53601(p)	235,965,959.07	235,965,959.07	235,965,959.07	18.45	1	0.558
SWEEP ACCOUNT-MORG STNLY	394,394.31	394,394.31	394,394.31	0.03	1	0.251
Negotiable CDs - GC 53601 (i)	78,000,000.00	78,000,000.00	78,000,000.00	6.10	632	1.527
Medium Term Notes - GC 53601(k)	144,080,000.00	145,338,847.67	145,100,455.87	11.34	671	1.390
Commercial Paper Disc.- GC 53601(h)	79,715,000.00	79,584,200.63	79,584,200.63	6.22	77	0.743
Fed Agcy Coupon Sec - GC 53601(f)	423,400,000.00	423,521,839.87	424,145,015.76	33.16	574	0.876
US Treasury Note-GC 53601(b)	250,145,000.00	250,153,434.25	250,200,076.02	19.56	855	1.161
Investments	**1,277,333,666.26**	**1,278,591,988.68**	**1,279,023,414.54**	**100.00%**	**477**	**0.938**

Total Earnings	March 31 Period Ending
Current Year	3,432,128.12
Average Daily Balance	**1,270,404,792.00**
Effective Rate of Return	**1.08%**

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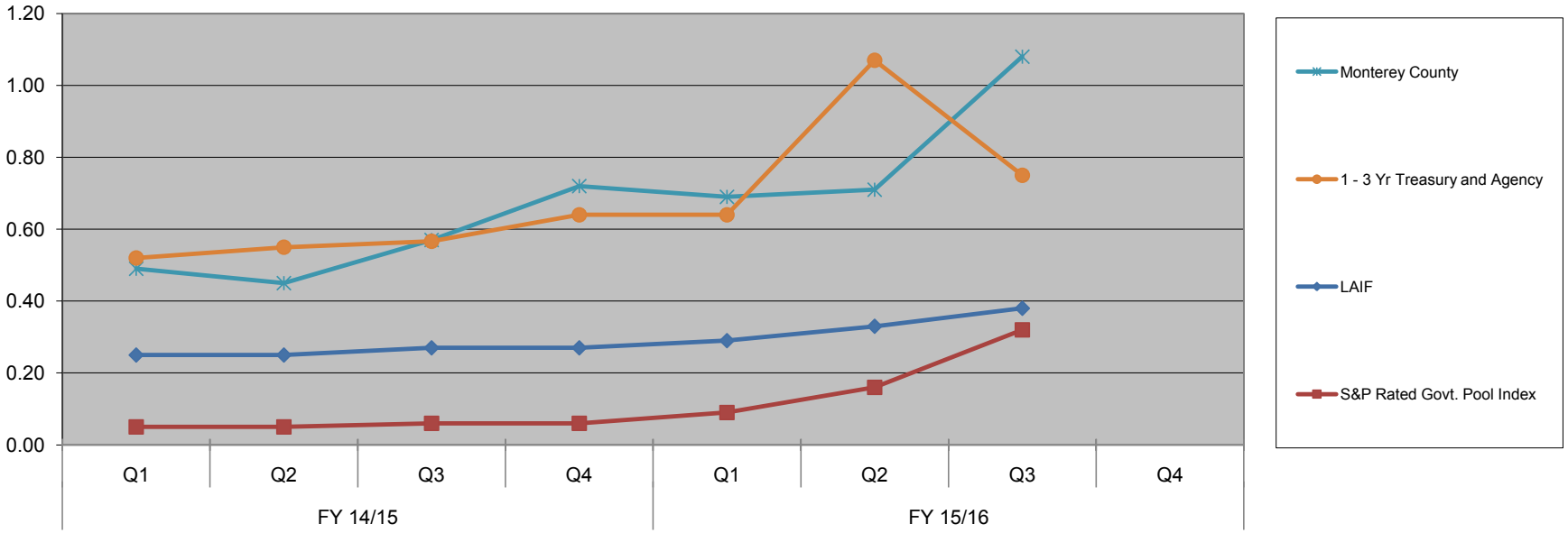
Treasurer,

Reporting period 01/01/2016-03/31/2016

Exhibit C
Monterey County Historical Yields vs. Benchmarks

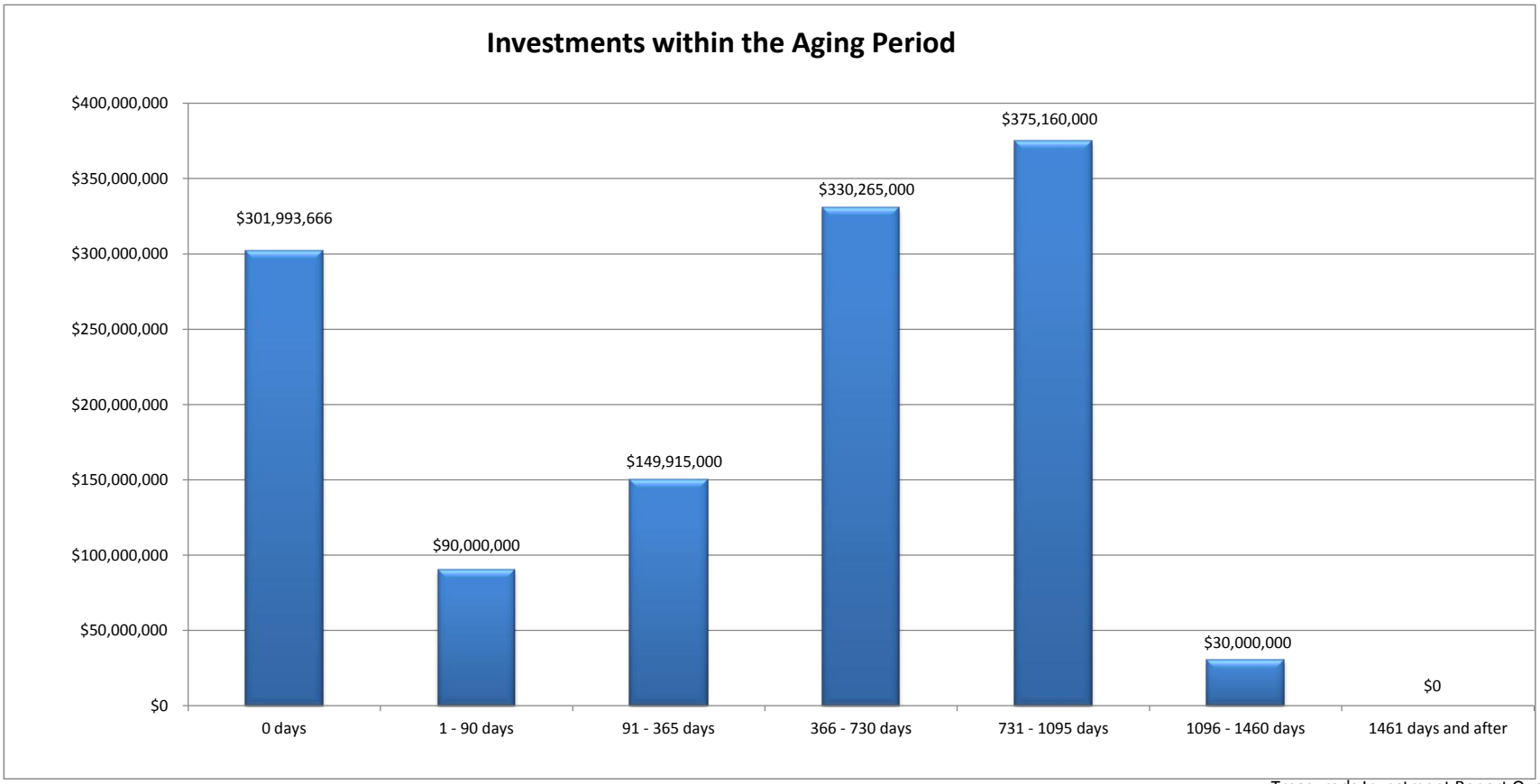


	FY 14/15				FY 15/16			
Quarterly Yield	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
Monterey County	0.49	0.45	0.57	0.72	0.69	0.71	1.08	
1 - 3 Yr Treasury and Agency	0.52	0.55	0.57	0.64	0.64	1.07	0.75	
LAIF	0.25	0.25	0.27	0.27	0.29	0.33	0.38	
S&P Rated Govt. Pool Index	0.05	0.05	0.06	0.06	0.09	0.16	0.32	

The S&P Index yields are obtained from Bloomberg
The 1-3 Yr Treas and Agy yields are obtained from the B of A Merrill Lynch Global Bond Indices/Bloomberg

Exhibit D
Monterey County
Aging Report
By Maturity Date
As of April 1, 2016

					Maturity Par Value	Percent of Portfolio	Current Book Value	Current Market Value
Aging Interval:	0 days	(04/01/2016 - 04/01/2016)	8	Maturities	301,993,666.26	23.64%	301,993,666.26	301,993,666.26
Aging Interval:	1 - 90 days	(04/02/2016 - 06/30/2016)	6	Maturities	90,000,000.00	7.05%	89,967,287.68	90,007,861.11
Aging Interval:	91 - 365 days	(07/01/2016 - 04/01/2017)	14	Maturities	149,915,000.00	11.74%	150,193,925.03	150,327,377.52
Aging Interval:	366 - 730 days	(04/02/2017 - 04/01/2018)	33	Maturities	330,265,000.00	25.85%	331,338,407.22	331,129,165.00
Aging Interval:	731 - 1095 days	(04/02/2018 - 04/01/2019)	28	Maturities	375,160,000.00	29.37%	375,530,869.31	375,201,123.93
Aging Interval:	1096 - 1460 days	(04/02/2019 - 03/31/2020)	2	Maturities	30,000,000.00	2.35%	29,999,259.04	29,932,794.86
Aging Interval:	1461 days and after	(04/01/2020 -)	0	Maturities	0.00	0.00%	0.00	0.00
		Total for	91	Investments	1,277,333,666.26	100.00	1,279,023,414.54	1,278,591,988.68



SEASIDE COUNTY SANITATION DISTRICT
STAFF REPORT

Item No.: 5.A.

TO: Seaside County Sanitation District

FROM: Craig Malin, District Manager

BY: Diana Ingersoll, Deputy City Manager Resource Management Services
Tim O'Halloran, City Engineer/Public Works Services Manager
Rick Riedl, Senior Engineer

DATE: May 10, 2016

SUBJECT: **CONSIDER INTRODUCTION, WAIVE FURTHER READING AND SET FOR ADOPTION ON JUNE 14, 2016 OF ORDINANCE NO. 20, AMENDING ORDINANCE NO. 17, TO ESTABLISH THE RATES FOR SEWER USER FEES FOR FISCAL YEAR 2016-2017**

PURPOSE

The purpose of this item is to introduce, waive the further reading, and set for adoption on June 14, 2016 of Ordinance No. 20, amending Ordinance No. 17, to establish the rates for sewer user fees for fiscal year 2016-2017.

RECOMMENDATION

It is recommended that the Board introduce, waive the further reading, and set for adoption on June 14, 2016 of Ordinance No. 20, amending Ordinance No. 17, to establish the rates for sewer user fees for fiscal year 2016-2017.

BACKGROUND

The Seaside County Sanitation District Board adopted Ordinance No. 17 on July 12, 2011 entitled "An Ordinance Amending District Ordinance No. 16 Establishing a Sewer User Fee, Establishing the Rates Therefore, Providing for a Method of Collection and Penalties for Late Payment, and Providing for Future Increases." Exhibit A to Ordinance No. 17 was based on a Sewer Master Plan and Rate Study dated May 10, 2011 (the Master Plan and Rate Study) by Wallace Group and David Taussig and Associates, consultants hired by the SCSD. The Master Plan and Rate Study were approved by the SCSD on May 10, 2011 under Resolution No. 11-02.

The sewer rate study is presented in Chapter 10 to the Master Plan and Rate Study. The sewer

rate study determined the cost of services and revenue requirements based on a financial model shown in Exhibit B to Chapter 10 of the Master Plan and Rate Study. The financial model shows the cost of services and revenue requirements for a 15-year horizon to fiscal year 2025/26.

The sewer user fees has been calculated to fund the capital projects, and capital outlay by year six and the remaining projects identified in the Capital Improvement Program by year 15 on a pay-as-you-go basis.

The sewer rates adopted in SCSD Ordinance No. 17 are based upon this financial model for the collection of sewer user fees over a 15-year scenario. Therefore, the rate study and financial model upon which Ordinance No. 17 was adopted could have supported setting a rate for fiscal year 2016-2017. However, the sewer rate schedule in SCSD Ordinance No. 17 calls for the user fees to be collected until fiscal year 2015/16. It does not make provisions for collection of fees after the end of fiscal year 2015/16. The purpose of Ordinance No. 20 is to amend Ordinance No. 17 to establish the rates for the sewer user fees for fiscal year 2016/17.

On February 9, 2016, the Board awarded a contract to David Taussig and Associates, Inc to update the Master Plan and Rate Study. Although the proposed update to the Master Plan and Rate Study could be used to support adjustments to future user fees, the process needed to complete adjustments to the user fees could not be completed prior to the expiration of Ordinance No. 17. Ordinance No. 20 would allow the SCSD to continue to collect fiscal year 2015-2016 sewer user fees after the expiration of Ordinance No. 17. Therefore, it is recommended that the Board consider introduction, waive further reading, and set for adoption June 14, 2016 of Ordinance No. 20 to establish the rates for sewer user fees for fiscal year 2016-2017.

FISCAL IMPACT

The District would not be able to collect approximately $1.7 million in sewer rate revenue for fiscal year 2016-2017 if the proposed ordinance is not adopted.

ATTACHMENTS

1. Ordinance 20
2. Exhibit A -Sewer Rates
3. Exhibit A-1

Reviewed for Submission By:

_____

Craig Malin, District Manager

ORDINANCE NO. 20

AN ORDINANCE OF THE SEASIDE COUNTY SANITATION DISTRICT AMENDING DISTRICT ORDINANCE NO. 17 TO ESTABLISH THE RATES FOR SEWER USER FEES FOR FISCAL YEAR 2016-2017

District Counsel Summary

This ordinance amends District Ordinance No. 17 adopted July 12, 2011. This bill substantially retains the provisions of District Ordinance No. 17. Section 3, relating to fees, of Ordinance No. 17 is revised and a new rate schedule (Exhibit A-1) for fiscal year 2016-2017 replaces the rate schedule that applied in fiscal years 2011 through 2016. The effect of the amendments is to set the sewer rates for fiscal year 2016-2017 at the same level as the rates for fiscal year 2015-2016. Implementation by the Monterey Regional Water Pollution Control Agency shall take place no sooner than sixty (60) days following the date of the adoption of this ordinance.

THE BOARD OF DIRECTORS OF THE SEASIDE COUNTY SANITATION DISTRICT DOES ORDAIN AS FOLLOWS:

SECTION A. District Ordinance No. 17, SECTION A, is amended to read as follows:

Section 1. Sewer User Fee. There is hereby established and assessed against every user of the sanitary sewer system of the Seaside County Sanitation District a fee for the use of said sanitary sewer system in the amount set forth herein.

Section 2. User Defined. User shall mean any person, firm or corporation who makes or maintains a connection to the sanitary sewer system of the Seaside County Sanitation District. For the purpose of establishing liability for payment of said fees, the user shall be rebuttably presumed to be the person, firm, or corporation who has contracted with the servicing public utility for sewer service.

Section 3. Fees. The sewer user fees are based on a 15-year debt scenario spreading the sewer user fees across these years according to need. The sewer user fees shown in Exhibit A, attached hereto, are for the five-year period ending fiscal year 2015-2016.

Section 4. Continuation of Fees. The sewer user fees for fiscal year 2016-2017 (as reflected in Exhibit A-1 attached to this ordinance) shall be the same as the sewer user fees for 2015-2016 shown in Exhibit A and shall continue to be applied for the duration of fiscal year 2016-2017 or until the date of adoption of an ordinance establishing updated sewer rates..

Section 5. Collection of Fees/Delinquencies. Fees charged pursuant to this ordinance shall become due and payable at the same time and in the same manner as the Monterey Regional Water Pollution Control Agency fee. Any fee shall become delinquent if not paid within thirty (30) days after mailing or delivery of notice thereof. Any fee that becomes delinquent shall have added to it a penalty charge equal to ten percent (10%) of the fee that became delinquent.

Section 6. Monterey Regional Water Pollution Control Agency Authorized to Collect Fees. The Monterey Regional Water Pollution Control Agency is hereby authorized to collect the fees assessed by this ordinance. The Seaside County Sanitation District Manager is authorized to execute an agreement with Monterey Regional Water Pollution Control Agency to collect said fees and to pay the Monterey Regional Water Pollution Control Agency its cost of collection.

Section 7. Implementation Date. In order to allow Monterey Water Pollution Control Agency sufficient time to prepare to collect the Seaside County Sanitation District user fee in accordance with the rate structure and corresponding user fee schedule adopted herein, the sewer service charge adopted pursuant to this ordinance shall be charged from and after sixty (60) days after the adoption of this ordinance beginning on the 1st day of the month thereafter and shall be billed at the next regular billing cycle, thereafter, of the Monterey Regional Water Pollution Control Agency.

Section 8. Severability. It is hereby declared to be the intention of the Board of Directors that the sections, sentences, clauses and phrases of this ordinance are severable, and if any section, sentence, clause or phrase is held be unconstitutional by valid judgment or decree of any court or competent jurisdiction, such unconstitutionality shall not affect the remaining sections, sentences, clauses or phrases of this ordinance.

Section 9. Effective Date. This ordinance shall take effect and be in force immediately upon the passage and adoption hereof and, implementation by the Agency shall take place no sooner than 60 days following the date of adoption of this ordinance, in accordance with Section 7 of this ordinance. The Agency shall continue to collect fees pursuant to District Ordinance 17, adopted on July 12, 2011 until the 60th day following the date of the adoption of this ordinance and implementation by the Agency shall take place on the 61st day following adoption, in accordance with Sections 7 and 10 of this ordinance and California Government Code Section 66017.

SECTION B. This ordinance was adopted following a noticed public hearing held at a regular meeting on June 14, 2016.

SECTION C. All other sections of Ordinance No. 17 remain unchanged. The amendments to Ordinance No. 17, adopted herein above, shall become effective immediately upon adoption. The fees adopted pursuant to this ordinance shall be implemented by the Agency in accordance with Sections 7 and 9 of this Ordinance.

The foregoing ordinance was passed and adopted at a noticed public hearing held at a regular meeting of the Board of Directors of the Seaside County Sanitation District held on the 14th day of June 2016, by the following vote:

AYES: Board Members:
NOES: Board Members:
ABSENT: Board Members:
ABSTAIN: Board Members:

_____
Ralph Rubio, Chair

Seaside County Sanitation District
ATTEST:

_____
Lesley Milton-Rerig, District Clerk

Approved as to Form:

_____
Jesse J. Avila, District Counsel

Exhibit A

Seaside County Sanitation District User Fees

Description	Category Code [1]	Units	Sewer Rate per Month [2] FY 11-12	FY 12-13	FY 13-14	FY 14-15	FY 15-16
Business/Govt	001-099 [3]	Location/Each Business	$9.17	$9.37	$9.57	$9.78	$9.99
Residential-Vacant	101, 106	Each Living Unit	$0.00	$0.00	$0.00	$0.00	$0.00
Residential	102	Each Living Unit	$11.88	$12.14	$12.40	$12.67	$12.94
Multi-Residential/Apartments	105	Each Living Unit	$11.88	$12.14	$12.40	$12.67	$12.94
Condo/Retirement	107, 109	Each Living Unit	$11.88	$12.14	$12.40	$12.67	$12.94
Minimum/Vacancy	211	Location/Each Business	$0.00	$0.00	$0.00	$0.00	$0.00
Motel/Hotel	221	Each Room	$5.16	$5.27	$5.38	$5.50	$5.62
Bed & Breakfast Inn	222	Each Room	$3.40	$3.47	$3.55	$3.62	$3.70
Supermarkets	231	Location	$50.11	$51.19	$52.29	$53.41	$54.56
Medical Office	241	Each Licensed Physician	$12.26	$12.53	$12.80	$13.07	$13.35
Dental Office	242	Each Licensed Dentist	$16.91	$17.27	$17.64	$18.02	$18.41
Rest Home/Convalescent	243	Each Bed of Licensed Capacity	$3.40	$3.47	$3.55	$3.62	$3.70
General Hospital	244	Each Bed of Licensed Capacity	$20.12	$20.55	$20.99	$21.44	$21.90
Animal Hospital	245	Location/Each Licensed Business	$22.39	$22.87	$23.36	$23.86	$24.38
Restaurant 1 meal/day	261	Each Restaurant Seat	$0.44	$0.45	$0.46	$0.47	$0.48
Restaurant 2 meals/day	262	Each Restaurant Seat	$0.69	$0.70	$0.72	$0.73	$0.75
Restaurant 3 meals/day	263	Each Restaurant Seat	$1.32	$1.35	$1.38	$1.41	$1.44
Restaurant with Bar	264	Each Restaurant Seat	$1.32	$1.35	$1.38	$1.41	$1.44
Bar	265	Location/Each Business	$19.93	$20.36	$20.79	$21.24	$21.70
Nightclub	266	Location/Each Business	$59.72	$61.01	$62.32	$63.66	$65.03
Takeout Food - Small	267	1 Cash Register or Checkout Line	$22.26	$22.74	$23.22	$23.72	$24.23
Takeout Food - Medium	268	2 or 3 Cash Registers or Checkout Lines	$54.76	$55.93	$57.14	$58.37	$59.62
Takeout Food - Large	269	4 or More Cash Registers or Checkout Lines	$99.84	$101.99	$104.18	$106.42	$108.71
Bakery	270	Location/Each Business	$18.05	$18.44	$18.83	$19.24	$19.65
Theater	281	Per Screen @ Each Location	$29.61	$30.25	$30.90	$31.56	$32.24
Bowling Center	282	Location/Each Business	$90.10	$92.04	$94.01	$96.04	$98.10
Gym	283-289 [4]	Per 500 members	$9.17	$9.37	$9.57	$9.78	$9.99
Mortuary	290	Location/Each Business	$24.34	$24.86	$25.39	$25.94	$26.50
School (Minimum)	291	Location/Each Business	$9.17	$9.37	$9.57	$9.78	$9.99
School (Grades 0-6)	292	School Population	$0.13	$0.13	$0.14	$0.14	$0.14
School (7-College)	293	School Population	$0.25	$0.25	$0.26	$0.27	$0.27
Boarding School	294	School Population	$2.52	$2.57	$2.63	$2.69	$2.74
Instructional Facility	295	Location/Each Business	$9.17	$9.37	$9.57	$9.78	$9.99
Church	296-297 [5]	Per 100 members	$9.17	$9.37	$9.57	$9.78	$9.99
Photo / Laboratory / Printer	301-326 [3]	Per 10 employees	$9.17	$9.37	$9.57	$9.78	$9.99
Service Station/Garage	331	Location/Each Business	$8.81	$8.99	$9.19	$9.39	$9.59
Paint and Body Shops	341-346 [3]	Per 10 employees	$9.17	$9.37	$9.57	$9.78	$9.99
Commercial Laundry	352	Per 100 GPD of water usage	$6.29	$6.42	$6.56	$6.70	$6.84
Dry Cleaner	353	Location/Each Business	$30.37	$31.03	$31.69	$32.37	$33.07
Laundromat	354	Each Washing Machine	$7.99	$8.16	$8.33	$8.51	$8.69
Major Hotel	361	Per 100 GPD of water usage	$6.29	$6.42	$6.56	$6.70	$6.84
Car Wash	366	Per 100 GPD of water usage	$6.29	$6.42	$6.56	$6.70	$6.84
Special User	401	Per 100 GPD of water usage	$6.29	$6.42	$6.56	$6.70	$6.84
Rec Sports Facility	407	Per 100 GPD of water usage	$6.29	$6.42	$6.56	$6.70	$6.84
Ground Water	410	Per 100 GPD of water usage	$6.29	$6.42	$6.56	$6.70	$6.84
		Percentage Increase:		2.15%	2.15%	2.15%	2.15%

[1] Category codes established by Monterey Regional Water Pollution Control Agency.

[2] If approved, Sewer Rates shown will go into effect on September 1, 2011 and increase on July 1 of every year through July 1, 2015.

[3] Sewer Rate increases by $9.17 for every 10 employees.

[4] Sewer Rate increases by $9.17 for every 500 members.

[5] Sewer Rate increases by $9.17 for over 100 members.

Exhibit A-1
Rates for Fiscal Year 2016-2017 Sewer User Fees
Seaside County Sanitation District

Description	Category Code [1]	Units	Sewer Rate per Month FY 16-17
Business/Gov't	001-099 [2]	Location/Each Business	$9.99
Residential-Vacant	101, 106	Each Living Unit	$0.00
Residential	102	Each Living Unit	$12.94
Multi-Residential/Apartments	105	Each Living Unit	$12.94
Condo/Retirement	107, 109	Each Living Unit	$12.94
Minimum/Vacancy	211	Location/Each Business	$0.00
Motel/Hotel	221	Each Room	$5.62
Bed & Breakfast Inn	222	Each Room	$3.70
Supermarkets	231	Location	$54.56
Medical Office	241	Each Licensed Physician	$13.35
Dental Office	242	Each Licensed Dentist	$18.41
Rest Home/Convalescent	243	Each Bed of Licensed Capacity	$3.70
General Hospital	244	Each Bed of Licensed Capacity	$21.90
Animal Hospital	245	Location/Each Licensed Business	$24.38
Restaurant 1 meal/day	261	Each Restaurant Seat	$0.48
Restaurant 2 meals/day	262	Each Restaurant Seat	$0.75
Restaurant 3 meals/day	263	Each Restaurant Seat	$1.44
Restaurant with Bar	264	Each Restaurant Seat	$1.44
Bar	265	Location/Each Business	$21.70
Nightclub	266	Location/Each Business	$65.03
Takeout Food - Small	267	1 Cash Register or Checkout Line	$24.23
Takeout Food - Medium	268	2 or 3 Cash Registers or Checkout Lines	$59.62
Takeout Food - Large	269	4 or More Cash Registers or Checkout Lines	$108.71
Bakery	270	Location/Each Business	$19.65
Theater	281	Per Screen @ Each Location	$32.24
Bowling Center	282	Location/Each Business	$98.10
Gym	283-289 [3]	Per 500 members	$9.99
Mortuary	290	Location/Each Business	$26.50
School (Minimum)	291	Location/Each Business	$9.99
School (Grades 0-6)	292	School Population	$0.14
School (7-College)	293	School Population	$0.27
Boarding School	294	School Population	$2.74
Instructional Facility	295	Location/Each Business	$9.99
Church	296-297 [4]	Per 100 members	$9.99
Photo / Laboratory / Printer	301-326 [2]	Per 10 employees	$9.99
Service Station/Garage	331	Location/Each Business	$9.59
Paint and Body Shops	341-346 [2]	Per 10 employees	$9.99
Commercial Laundry	352	Per 100 GPD of water usage	$6.84
Dry Cleaner	353	Location/Each Business	$33.07
Laundromat	354	Each Washing Machine	$8.69
Major Hotel	361	Per 100 GPD of water usage	$6.84
Car Wash	366	Per 100 GPD of water usage	$6.84
Special User	401	Per 100 GPD of water usage	$6.84
Rec Sports Facility	407	Per 100 GPD of water usage	$6.84
Ground Water	410	Per 100 GPD of water usage	$6.84

Table Notes:
[1] Category codes established by Monterey Regional Water Pollution Control Agency.
[2] Sewer Rate increases by $9.17 f or every 10 employees.
[3] Sewer Rate increases by $9.17 f or every 500 members.
[4] Sewer Rate increases by $9.17 f or over 100 members.