2018-2019 Proposed Ord Community Budget / Compensation Plan

Peter Said, Project Manager
May 11, 2018
• 1998 Water Wastewater Facilities Agreement

• MCWD Reports Ord Community Revenues/Expenses to WWOC

• WWOC Reviews the quarterly and annual reports

• FORA Board has three months from the time of receipt (March 18th) to adopt by ordinance the Compensation Plan
Background

- **January 2018**, MCWD reviewed FY 2018-19 Future Rate Study with WWOC to gather Ord Community input
  - Discussed Methodology
  - Discussed Rationale

- **February 14** - WWOC reviewed MCWD Five Year Capital Improvement Program

- **March 18**, WWOC received proposed Ord Community Budget/Compensation Plan

- **March 28**, and **April 11** WWOC reviewed the Compensation Plan in detail

- **April 25**, WWOC found the Budget to be in Order & accord with standard practices
4 members voted 4-0 to:

- **Recommend Adoption of the Ord Community Budget**/ Compensation Plan with no change to the capital charges.

**NOTE:** The rate increases authorized by the Proposition 218 process are scheduled over a five year period from start 2018 – 2022 end. The increases over this term are required to cover specific capital improvement projects (CIP) and operating costs. The improvements yet to be completed are provided in the Five-Year Plan (Attachment C) and include:

<table>
<thead>
<tr>
<th>Project Description</th>
<th>Cost</th>
</tr>
</thead>
<tbody>
<tr>
<td>South Boundary Rd Pipeline</td>
<td>$3,545,000</td>
</tr>
<tr>
<td>Inter-Garrison Pipeline Upsizing</td>
<td>1,350,000</td>
</tr>
<tr>
<td>Imjin Parkway Pipeline</td>
<td>1,602,000</td>
</tr>
<tr>
<td>Clark &amp; Gigling Lift Station and Force Main</td>
<td>2,669,000</td>
</tr>
<tr>
<td>Wellfield Main 2B, Well 31 and 34</td>
<td>910,000</td>
</tr>
<tr>
<td>CSUMB Pipeline Upsizing</td>
<td>975,000</td>
</tr>
</tbody>
</table>
Ground Rules:

- If FORA does not respond within three months, MCWD’s last submitted compensation plan shall be deemed adopted (Section 7.2.1),

- IF the FORA Board disputes the budget, they must:
  - Identify specific line items for dispute
  - Provide specific reasons for denial
  - Provide specific remedies
Recommendation

• Consider Resolutions (Nos. 18-XX and 18-XX) Adopting a Compensation Plan for Base-wide Water and Sewer Services on the Former Fort Ord (Attachment A and B)

• Please note, No change in the capital charge since FY 2015-2016.

Questions?