

STAFF REPORT

To: Coastside County Water District Board of Directors

From: Mary Rogren, General Manager

Agenda: December 9, 2025

Report Date: December 5, 2025

Agenda Title: General Manager's Report

For Information and Discussion

Strategic Planning Board Workshop Agenda & Discussion for January 12, 2026, Special Board Meeting

Below is the proposed agenda for the January 12, 2026 Strategic Planning Board Workshop. Jeffrey Schneider, Assistant General Manager of Finance and Administration will serve as Facilitator for the workshop.

Proposed Agenda

January 12, 2026 – 8:45 AM to 12:30 PM

Ted Adcock Center – Sun Room

8:45 AM Breakfast

9:00 AM Welcome!

- Goals/Objectives for the Workshop
- Review Past Accomplishments
- Workshop Planning Survey Results

9:45 AM SWOTT Brainstorming

- District's Strengths
- District's Weaknesses
- Opportunities
- Threats
- Trends

10:30 AM Break

10:45 AM Goal Setting

- Identify/prioritize 3 -5 key goals

12:00 PM Next Steps/Meeting Recap

12:30 PM Meeting Conclusion

Approval Reached by all BAWSCA Agencies on the Amendment to the Amended and Restated Water Supply Agreement Between the City and County of San Francisco and the Wholesale Customers in Alameda County, San Mateo County, and Santa Clara County and the Tier 2 Drought Response Implementation Plan

In June 2025, the District's Board of Directors adopted Resolutions 2025-03 approving an Amendment to the Amended and Restated Water Supply Agreement modifying the Minimum Purchase Requirements, Tier 1 Water Shortage Allocation Plan, and other clauses. The Board also adopted 2025-04 approving an updated Tier 2 Drought Response Implementation Plan.

For these items to be effective, unanimous approval must be obtained from all BAWSCA agencies. As of December, all of the BAWSCA agencies have officially approved these agreements.

Rate Adjustment Mailer

Attached is a rate adjustment mailer that is going out to all of the District's customers in early December, 2025. The mailer includes an overview of the District's Carter Hill Prestressed Concrete Tank and Seismic Upgrades Project and the District's Capital Improvement Plan.

Partnership for Coastside's Future

On December 5, your General Manager attended the "Partnership for Coastside's Future" Workshop conducted by Congressman Sam Liccardi and Supervisor Ray Mueller. The focus was on the Coastal Resiliency Infrastructure Strategic Plan ("CRISP") and identifying key infrastructure for the Coastside from Pacifica to Pescadero.

Coastside County Water District



Formed in 1947, Coastside County Water District is committed to providing our customers with reliable, high-quality drinking water and services, while maintaining its facilities and infrastructure. The goal of the District's capital improvement program (\$70 Million planned for FY2025/26-FY2034/35) is that the District's infrastructure is replaced at the end of its life cycle and upgraded to meet current seismic standards.

Notice of Increase in Water Rates

Effective January 19, 2026

On November 12, 2024, the Coastside County Water District Board of Directors adopted a three-year rate schedule (Resolution No. 2024-07). An 8% increase is to become effective on January 19, 2026. Rates are shown in the tables below.

Rates are designed to recover the District's costs of buying, treating, and distributing water; funding vital infrastructure projects; and maintaining adequate financial reserves. The basis for the increase in rates is described in the Water Rate Study dated July, 2024 and prepared by the District's water rate consultant, Water Resources Economics, LLC. The Water Rate Study, the approved Operations Budget for FY2025-26, the approved Capital Improvement Program for FY2025-26 through FY2034-35, the Proposition 218 Notice of Public Hearing, Resolution No. 2024-07, and the District's Water Shortage Contingency Plan are available at the District office or online at www.coastsidewater.org.

BASE CHARGE: RESIDENTIAL & OTHER CUSTOMERS #		
MONTHLY BASE CHARGE		
Meter Size (inches)	Current - Effective January 20, 2025	Effective January 19, 2026
5/8	\$38.36	\$41.43
3/4	\$53.32	\$57.59
1.0	\$83.26	\$89.93
1.5	\$158.09	\$170.74
2.0	\$247.89	\$267.73
3.0	\$532.27	\$574.86
4.0	\$951.34	\$1,027.45
6.0	\$2,028.96	\$2,191.28

Except Fire Accounts

SINGLE FAMILY RESIDENTIAL - MONTHLY WATER RATE QUANTITY CHARGE PER UNIT*			
Tier	Current Tiers Monthly	Current Charge Per Unit Effective January 20, 2025	Charge Per Unit Effective January 19, 2026
1	1-4 Units	\$12.31	\$13.30
2	5-8 Units	\$18.29	\$19.76
3	9+ Units	\$22.15	\$23.93

ALL OTHER CUSTOMERS - MONTHLY WATER RATE QUANTITY CHARGE PER UNIT*		
Customer Type	Current - Effective January 20, 2025	Effective January 19, 2026
Multi-Family	\$14.69	\$15.87
All Other Customers	\$17.60	\$19.01

*1 Unit = 748 Gallons

MONTHLY FIRE SERVICE BASE CHARGE		
Meter Size (inches)	Current - Effective January 20, 2025	Effective January 19, 2026
3/4	\$8.87	\$9.58
1.0	\$9.37	\$10.12
1.5	\$11.19	\$12.09
2.0	\$14.31	\$15.46
3.0	\$25.52	\$27.57
4.0	\$44.86	\$48.45
6.0	\$114.26	\$123.41
8.0	\$233.97	\$252.69
10.0	\$414.03	\$447.16

PORTABLE (HYDRANT) METERS		
	Current - Effective January 20, 2025	Effective January 19, 2026
Monthly Rental Charge	\$112.36	\$112.36
Consumption Charge Per Unit*	\$17.60	\$19.01

Water Shortage Rates

In the Water Shortage Contingency Plan (required by California Water Code Section 10632), District staff outlined recommended actions and procedures for managing water supply and demand during six water shortage levels described as stages. These stages are:

- 1) Water Shortage Advisory | Up to 10% water shortage
- 2) Water Shortage Emergency Warning | Up to a 20% water shortage
- 3) Water Shortage Emergency | Up to 30% water shortage
- 4) Water Shortage Severe Emergency | Up to 40% water shortage
- 5) Water Shortage Extreme Emergency | Up to 50% water shortage
- 6) Water Shortage Catastrophic Emergency | > 50% water shortage

Water rationing programs result in reduced water sales and increased costs to incorporate changes to the District's water supply sources. Expenditures do not decline in proportion to reduced sales because a large part of expenditures are related to fixed capital costs, maintenance, and operations. The District's Rate and Fee Schedule includes Water Shortage Rates that correspond to the six water shortage stages listed above. **Water shortage rates are not automatically applied during a water shortage or drought. The decision to implement water shortage rates is discretionary and made by the Board of Directors.** The Water Shortage rates show the maximum rate levels that could be charged per unit during the six Water Shortage Emergency Levels. Water Shortage Rates may be implemented after 1) approval of the Board of Directors; and 2) upon 30 day written notice to all customers prior to the effective date during the water shortage emergency situations.

Current Water Shortage Rates Effective 1/20/2025 MONTHLY QUANTITY CHARGE PER UNIT * – by each Water Shortage Stage							
Customer Type	Baseline**	Stage 1	Stage 2	Stage 3	Stage 4	Stage 5	Stage 6
Single Family							
Tier 1 1-4 units	\$12.31	\$14.17	\$16.73	\$18.97	\$22.81	\$26.44	\$31.89
Tier 2 5-8 units	\$18.29	\$21.06	\$24.86	\$28.18	\$33.89	\$39.28	\$47.37
Tier 3 9+ units	\$22.15	\$25.50	\$30.10	\$34.12	\$41.04	\$47.57	\$57.37
Multi-Family	\$14.69	\$16.91	\$19.96	\$22.63	\$27.22	\$31.55	\$38.05
Non-Residential	\$17.60	\$20.26	\$23.92	\$27.11	\$32.61	\$37.80	\$45.58

Note: Stage Rate equals Baseline plus Water Shortage Rate for each Stage

** Baseline = Quantity Charge effective 1/20/2025

Water Shortage Rates To Be Effective 1/19/2026 MONTHLY QUANTITY CHARGE PER UNIT * – by each Water Shortage Stage							
Customer Type	Baseline***	Stage 1	Stage 2	Stage 3	Stage 4	Stage 5	Stage 6
Single Family							
Tier 1 1-4 units	\$13.30	\$15.31	\$18.08	\$20.50	\$24.64	\$28.57	\$34.45
Tier 2 5-8 units	\$19.76	\$22.76	\$26.86	\$30.45	\$36.61	\$42.43	\$51.17
Tier 3 9+ units	\$23.93	\$27.55	\$32.52	\$36.86	\$44.34	\$51.39	\$61.97
Multi-Family	\$15.87	\$18.27	\$21.57	\$24.45	\$29.41	\$34.08	\$41.10
Non-Residential	\$19.01	\$21.89	\$25.84	\$29.29	\$35.23	\$40.83	\$49.23

Note: Stage Rate equals Baseline plus Water Shortage Rate for each Stage

*** Baseline = Quantity Charge effective 1/19/2026

*1 Unit = 748 Gallons

COASTSIDE WATER DISTRICT'S CAPITAL IMPROVEMENT PROGRAM

On-Going and Recently Completed Projects

\$12,000,000	Carter Hill Prestressed Concrete Tank and Seismic Upgrades	Spring, 2026
\$10,400,000	Nunes Water Treatment Plant Improvements	June, 2024
\$3,400,000	Highway 92 Emergency Pipeline Replacement	August, 2025
\$1,900,000	Grandview Neighborhood Pipeline Replacements	March, 2023
\$700,000	Fire Hydrant Upgrades/Replacements	On-Going
\$500,000	Poplar Avenue East Pipeline Replacement	December, 2023



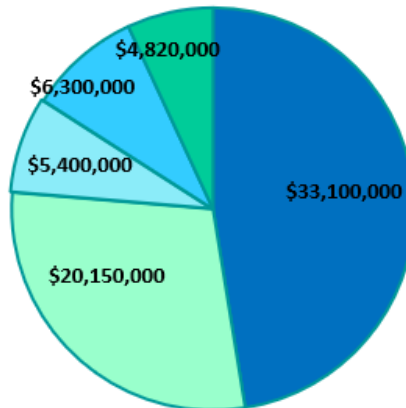
NUNES WATER TREATMENT PLANT IMPROVEMENT PROJECT

This project spanned just over three years of work and cost \$10.4 million to complete, and provided for upgrades to approximately 25% of the Nunes Water Treatment Plant. An additional sedimentation basin was added, and numerous improvements were made to critical components of the plant and its site.



FY2025-2026 to FY2034-2035 10 Year Capital Improvement Program \$70 Million

- Water Tanks/Pump Stations/Wells
- Pipeline Projects
- Water Treatment Plants
- Water Supply Development
- Equipment Purchases and Facility Maintenance



Future Projects- Next Five Years

\$4,300,000	Upper Pilarcitos Well Replacement
\$1,000,000	Miramar Pipeline Replacements
\$1,000,000	Nunes Sedimentation Basin Rehabilitation
\$1,000,000	San Vicente/Denniston Water Supply
\$1,000,000	Pilarcitos Canyon Creek Bank Stabilization
\$800,000	Vactor Truck Fleet Addition
\$500,000	Redondo Beach/ Ocean Colony Pipeline Replacement

FOR MORE INFORMATION VISIT: <https://coastsidewater.org/projects/>

Carter Hill Prestressed Concrete Tank and Seismic Upgrade Project



Original Carter Hill Tanks



Demolition of Steel Tank



New Carter Hill Tank

ESTIMATED PROJECT COST: \$12,000,000

COMPLETION DATE: SPRING, 2026

The Carter Hill Prestressed Concrete Tank and Seismic Upgrades Project replaced two aging 1950s steel tanks—together providing 1 million gallons of storage—with a new 2.1-million-gallon AWWA D110 prestressed concrete water storage tank constructed by DN Tanks, LLC, the world's leading builder of concrete tanks. Leveraging patented construction technology and more than 50 years of specialized experience, DN Tanks builds structures that deliver superior seismic performance and long-term value by significantly reducing maintenance needs. DN utilized local subcontractors including Andreini Bros. Inc., Half Moon Bay Building and Garden, Inc. and Atlas Pelizzari Electric, Inc. in the construction of the project. This new tank is designed to reliably serve our coastal community for the next 80 – 100+ years.



Carter Hill Tanks

Images of new 2.1 million gallon concrete tank with the original 1.5 million gallon steel tank. Two of the original three Carter Hill Tanks were removed.