

COASTSIDE COUNTY WATER DISTRICT

766 MAIN STREET

HALF MOON BAY, CA 94019

MINUTES OF THE SPECIAL MEETING OF THE BOARD OF DIRECTORS

Tuesday, July 9, 2024

The Public was able to participate in the public meeting by joining the meeting in person or through the Zoom Video Conference link provided. The public was also able to join the meeting by calling a provided teleconference phone number.

- 1) **ROLL CALL** – President Mickelsen called the meeting to order at 6:00 p.m. Present at roll call: Vice President Reynolds, Director Ken Coverdell, Director Bob Feldman, and Director John Muller.

Also present: Mary Rogren, General Manager, Jeffery Schneider, Asst. General Manager Finance/Admin., Patrick Miyaki, Legal Counsel; Cathleen Brennan, Water Resources Analyst, Gina Brazil, Office Manager Nancy Trujillo, Accounting Manager and Lisa Sulzinger, Administrative Analyst

Also Participating: Sanjay Gaur, Principal Consultant and Nancy Phan, Sr. Consultant from Water Resources Economics, LLC

- 2) **PLEDGE OF ALLEGIANCE**

- 3) **PUBLIC COMMENT** - There were no public comments.

- 4) **Receive Draft Water Resources Economics Report: 2024 Water Rate Study**

Mr. Schneider began by introducing Mr. Gaur and Ms. Phan from Water Resources Economics, LLC (“WRE”) and stating that this report is a culmination of multiple Finance Committee meetings and Board Meetings. WRE conducted a comprehensive water rate study consisting of:

- A five-year financial plan
- A cost-of-service analysis based on the most recent financial data and customer use characteristics
- Rate design, including a three-year water rate schedule effective January 2025, January 2026, and January 2027 and corresponding three-year water shortage rates
- Rate study documentation, including a 2024 Water Rate Study Report

Mr. Gaur provided a brief overview of the key sections of the 2024 Water Rate Study Report. Mr. Gaur noted that the 2024 Water Rate Study Report complies with the requirements of Proposition 218 and provides an administrative record showing the District's justification supporting the proposed increases in rates. Mr. Gaur also explained that Proposition 218 requires that agencies show the nexus between the cost of providing water service and the rates that are charged to customers. All detailed sections walk through every calculation and assumption used to determine the water rates.

5) **CLOSED SESSION**

A. Pursuant to California Government Code Section 54956.9(d)(4)
Conference with Legal Counsel - Anticipated Litigation
Initiation of Litigation - 2 Potential Cases

6) **RECONVENE TO OPEN SESSION** - at 6:49 p.m.

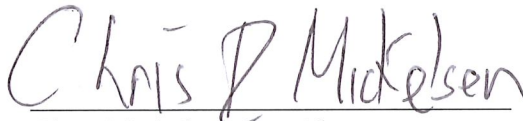
Public report of closed session action - Mr. Miyaki reported that no action was taken in closed session.

7) **ADJOURNMENT** - Special Board Meeting Adjourned at 6:50 p.m.

Respectfully submitted,



Mary Røgren, General Manager
Secretary to the District



Chris Mickelsen, President
Board of Directors