

2017-2018 Proposed Ord Community Budget / Compensation Plan

Presentation to the FORA Board

May 12, 2017

- 1998 Water Wastewater Facilities Agreement
 - MCWD Reports the Ord Community Revenues / Expenses to the WWOC
 - WWOC Reviews the quarterly and annual reports
 - FORA Board has three months from the time of receipt (March 13th) to adopt by ordinance the Compensation Plan

- February - WWOC reviewed MCWD Five Year Capital Improvement Program
- March 13th, WWOC received proposed Ord Community Budget/Compensation Plan
- WWOC reviewed the plan in detail March 15th, April 12th, and April 26th
- May 3rd, Admin Committee concurred with WWOC recommendation

- The WWOC reviewed/debated:
 - Reserve Accounts
 - Membership & franchise fee adjustments
 - Performance vs. 2014-2018 Rate Study
- WWOC reviewed the upcoming 5-year Rate Study process – separate from the Budget
- WWOC discussed performance compared to the 2014-2018 Rate Study

4 of 5 members voted 3-1 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 2014 – 2018 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 Draft Five-Year Plan (Attachment C) and include:

	17/18	18/19
South Boundary Rd Pipeline		
Inter-Garrison Pipeline Upsizing		
Demo D-Zone Reservoir		
Eastside Parkway (D-Zone Pipeline)		
SCSD Improvements –DRO		
Clark & Gigling Lift Station and Force Main		
Improvements: Seaside Resort, Dunes, CSUMB		

- 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

- Consider Resolutions (Nos. 17-XX and 17-XX) Adopting a Compensation Plan for Base-wide Water and Sewer Services on the Former Fort Ord (**Attachment A and B**) as recommended by the WWOC.
- Please note, No change in the capital charge since FY 2015-2016.

Questions?