



# CASTROVILLE COMMUNITY SERVICES DISTRICT

P.O. BOX 1065

OFFICE: 11499 GEIL STREET

CASTROVILLE, CA 95012

FAX (831) 633-3103

President – Adriana Melgoza  
Vice President – James R. Cochran  
Director – Glenn Oania  
Director – Ron Stefani  
Director – Cosme Padilla

24-HOUR TELEPHONE: (831) 633-2560

General Manager – Eric Tynan  
Board Secretary – Lidia Santos

Website: [CastrovilleCSD.org](http://CastrovilleCSD.org)

## AGENDA REGULAR MEETING OF THE BOARD OF DIRECTORS TUESDAY, MAY 21, 2019 – 4:30 P.M. DISTRICT BOARD ROOM – 11499 GEIL STREET

*In compliance with the Americans with Disabilities Act, if special assistance is needed to participate in the Board meeting, please contact Lidia Santos, Board Secretary during regular business hours at (831) 633-2560. Notification received 48 hours before the meeting will enable the District to make reasonable accommodations.*

### CALL MEETING TO ORDER

### ROLL CALL

### PLEDGE OF ALLEGIANCE

### ADDITIONS OR CORRECTIONS TO THE AGENDA

**PUBLIC COMMENTS** – (Limited to three minutes per speaker within the jurisdiction of items not on the agenda. Public will have the opportunity to ask questions or make statements as the Board addresses each agenda item.)

### CONSENT CALENDAR:

1. Approve the Draft Minutes of the Regular Board Meeting of April 16, 2019 – **motion item**
2. Approve the Draft Minutes of the Budget & Personnel Committee Meeting of March 13, 2019 – **motion item**

### CORRESPONDENCE:

1. Letter to the Supreme Court of California from Castroville CSD regarding City of Marina and Marina Coast Water District v. Public Utilities Commission (California American Water Company, et al.), Case No. S253585.
2. Memo to the Castroville CSD Board of Directors from General Manager Eric Tynan notifying the Board of their obligation to conduct the general manager's performance review as per the General Manager's employment contract.

### INFORMATIONAL ITEMS:

1. *Monterey Herald* – Monterey pipeline cost headed for customers' water bills

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2. *Monterey Herald* – Cal Am desal plant gets narrow Planning Commission OK
3. *Monterey Herald* – UPDATE: Cal Am withdraws appeal of desal permit denial
4. Annual 2018 Consumer Confidence Report available online at URL:  
[www.castrovillecsd.org/files/131576591.pdf](http://www.castrovillecsd.org/files/131576591.pdf)
5. Salinas Valley Water Coalition's comments on proposed decision for the Monterey Peninsula Water Supply Project before the Public Utilities Commission of the State of California, dated August 30, 2018

**PRESENTATION:**

1. None

**NEW BUSINESS:**

1. North County Recreation and Park District request for funding, \$142,362 "Extended Recreation Services" for fiscal year 2019/2020 – Eric Tynan, General Manager
2. Preliminary 2019-20 Operating Budgets for Water (Castroville Zone 1), Sewer and Governmental (Castroville Zone 1), Sewer and Governmental (Moro Cojo, NMCHS, & Monte Del Lago Mobile Home Park Zone 2) and Sewer (Moss Landing Zone 3). Recommendations from Budget & Personnel Committee: Directors Adriana Melgoza and Ron Stefani – Discussion item
3. Appoint/Reappoint Director for a new three year term of office to the Small Water System/Disadvantaged Community seat on the Board of Directors for the Salinas Valley Basin Groundwater Sustainability Agency (Director Stefani's term to expire July 2019) – **motion item**
4. Consider \$2,000 funding for Susan Robins, Project Coordinator for coordination of the Greater Monterey County Regional Water Management Group through the California Marine Sanctuary Foundation – **motion item**
5. Water Pipeline Operations Plan between the Transportation Agency for Monterey County (TAMC) and Castroville Community Services District (CCSD) – **motion item**

**UNFINISHED BUSINESS:**

1. Update on status of grants for Moss Landing-Sewer Zone 3, Castroville-Sewer Zone 1 and Castroville-Water Zone 1 for system upgrades and improvements –Eric Tynan, General Manager
2. Status of Well #3 and update on renovation of Well #3 by Maggiora Bros Drilling, Inc. – Eric Tynan, General Manager
3. Update on Cal Am's Monterey Peninsula Water Supply Project (desal project) – Eric Tynan, General Manager
4. Update on new sample requirements for lead testing for schools – Eric Tynan, General Manager
5. Update on Moss Landing Manhole Replacement Project out to bid – **motion item**

**CLOSED SESSION:**

1. CONFERENCE WITH REAL PROPERTY NEGOTIATOR pursuant to Government Code Section 54956.8. **(Eric Tynan)**  
Property Location: 11380 Commercial Parkway  
A Portion of APN# 113-491-021  
Negotiating Parties: Castroville CSD and Andrew E. Ausonio ETAL  
Property Owner: Andrew E. Ausonio ETAL  
Under Negotiation: Property Negotiations

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**ANNOUNCEMENT OF CLOSED SESSION ITEM:** (if applicable):

The board will reconvene into open session prior to adjournment and shall announce any action taken during the closed session.

**BOARD OF DIRECTORS COMMUNICATION:** When needed, this time is reserved for the Board of Directors to communicate activity, educational classes, and/or Committee reports.

1. Update on Monterey One Water board meeting – Directors Ron Stefani, and James Cochran
2. Update on the Local Groundwater Sustainability Agency (GSA) Formation – Director Ron Stefani
3. Update on other meetings/educational classes attended by the Directors – ACWA Spring Conference, May 8-10, Monterey; Directors: Stefani and Padilla

**GENERAL OPERATIONS:**

1. **General Manager's Report** – Compliance Update, Current Projects Update, Seminars Update, Staff Update, Suggestive Projects Discussions
2. **Operation's Report**
  - a) Water – Pumpage & Usage Update, Water Testing Update, Current Installation
  - b) Status Update, Current Contractor Work Update, Maintenance/Repair Update, Customer Service Update, Safety Issues
  - c) Sewer & Storm Drain – Jetting, Current Installation Status Update, Current Contractor Work Update, Maintenance/Repair Update, Customer Service Update, Safety Issues
3. **Customer/Billing Reports** – A/R Update, Water Sales, Water Usage
4. **Financial Reports** – Treasures Report-L.A.I.F., Quarterly Financial Statements\*\*Internal Report\*\* and Administration Update

**CHECK REGISTER** – Receive and file the Check Register for the month of April 2019 – motion item

**ITEMS FOR NEXT MONTHS AGENDA: Tuesday, June 18, 2019 at 4:30 p.m.**

**CLOSE:**

Adjournment to the next regular scheduled Board Meeting – motion item

All public records relating to an agenda item on this agenda are available for public inspection at the time the record is distributed to all, or a majority of all, members of the Board. Such records shall be available at the District office located at 11499 Geil Street, Castroville, California.

**Certification of Posting**

I certify that on May 17, 2019, I posted a copy of the foregoing agenda near the regular meeting place of the Board of Directors of the Castroville Community Services District, said time being at least 72 hours in advance of the meeting of the Board of Directors (Government Code Section 54954.2).

Executed at Castroville, California, on May 17, 2019.



Lidia Santos, Board Secretary

THE OFFICIAL MINUTES OF THE REGULAR BOARD MEETING OF  
CASTROVILLE COMMUNITY SERVICES DISTRICT

April 16, 2019

President Adriana Melgoza called the meeting to order at 4:32 p.m.

**ROLL CALL:**

**Directors Present:** Director Glenn Oania, Director Ron Stefani, Director Cosme Padilla and President Adriana Melgoza

**Absent:** Vice President James Cochran

**General Manager:** Eric Tynan

**Secretary to the Board:** Lidia Santos

**Staff Present:**

**Guest:** District Legal Counsel Christine Kemp and Moss Landing, Harbor District General Manager Linda G. McIntyre

**PLEDGE OF ALLEGIANCE**

Director Cosme Padilla led the Pledge of Allegiance at the request of Board President Adriana Melgoza.

**ADDITIONS OR CORRECTIONS TO THE AGENDA** - Requires a Motion and 2/3 vote of the Board to add to the below item to the agenda.

**ADD UNDER NEW BUSINESS:**

Authorize the District to send a letter to the California Supreme Court, pursuant to California Rules of Court rule 8.500(g), urging the Supreme Court to deny review of the MCWD and Marina Petitions for Writs of Review challenging the CPUC rulings approving the Certificate of Public Convenience and Necessity, and denying the Motion for Rehearing, for the Monterey Peninsula Water Supply Project (desal project) – motion item.

**Background – Basis for Adding Item to Agenda:**

**Pursuant to Government Code section 54954.2(b)(2) - Need to take immediate action, and need for action came to the District's attention after the Agenda was posted:**

Amended Petitions for Writs of Review were filed by the MCWD and the City of Marina, with the California Supreme Court, challenging the CPUC rulings approving the desal Certificate of Public Convenience and Necessity and denying the Motion for Rehearing for the Monterey Peninsula Water Supply Project (desal project). Cal Am filed their Answer to the Petitions on April 2, 2019. The District has now learned that Marina's and MCWD's replies are due April 29. In order to file a timely letter with the California Supreme Court, should the District desire to send a letter, the letter should be sent before the Board's next regularly scheduled May 21, 2019 Board meeting. If the Supreme Court denies MCWD's and the City's request for review, the CPUC rulings approving the Certificate of Public Convenience and Necessity, and denying the Motion for Rehearing, for the Monterey Peninsula Water Supply Project (desal project), will stand.

Board Vote to add item to agenda

1. A motion was made by Ron Stefani and seconded by Glenn Oania to add item listed above to the agenda under, New Business. The motion carried by the following vote:

AYES:	4	Directors:	Oania, Stefani, Padilla and Melgoza
NOES:	0	Directors:	
ABSENT/NOT PARTICIPATING:	1	Directors:	Cochran

**PUBLIC COMMENTS**

1. None

**CONSENT CALENDAR**

2. A motion was made by Glenn Oania and seconded by Cosme Padilla to approve the minutes of the March 19, 2019 Scheduled Board Meeting. The motion carried by the following vote:

AYES:	4	Directors:	Oania, Stefani, Padilla and Melgoza
NOES:	0	Directors:	
ABSENT/NOT PARTICIPATING:	1	Directors:	Cochran

*Consent Calendar accepted as presented*

**CORRESPONDENCE:**

1. Letter to Castroville CSD from Bruce Rupp, Director Humboldt Bay Municipal Water District to support and vote for him for the election to the ACWA JPIA Executive Committee.
2. Letter to Castroville CSD from Mesa Water District to support and vote for Fred R. Bockmiller, P.E., for election to the ACWA JPIA Executive Committee.
3. Letter to Castroville CSD from Jack Burgett, Director North Coast County Water District, announcing he has recently been selected as ACWA Region 5 Board Member.
4. Letter to the California Coastal Commission from Castroville CSD regarding comments on the proposed Monterey Peninsula Water Supply Project.
5. Letter to the Monterey County Planning Commissioners from Castroville CSD regarding comments on the proposed Monterey Peninsula Water Supply Project.
6. Thank you letter to Castroville CSD for the donation of meters from the Environmental Justice Coalition for Water.

*Correspondence Calendar accepted as presented*

**INFORMATIONAL ITEMS:**

1. Pure Water Monterey: Summary
2. *Opflow* – Finished Water
3. *Monterey Herald* – Cal Am declines to pursue Pure Water Monterey expansion, for now

*Informational items accepted as presented*

**PRESENTATIONS:**

1. None

**NEW BUSINESS:**

1. Authorize the District to send a letter to the California Supreme Court, pursuant to California Rules of Court 8.500(g), urging the Supreme Court to deny review of the MCWD and Marina Petitions for Writs of Review challenging the CPUC rulings approving the Certificate of Public Convenience and Necessity, and denying the Motion for Rehearing, for the Monterey Peninsula Water Supply Project (desal project) – District Legal Counsel Christine Kemp was just made aware of this information. If the Board wants to take action it needs to be done before the next regularly scheduled board meeting since replies are due by the 29<sup>th</sup> of April. After some discussion and motion is made to authorize the District to send a letter to the California Supreme Court, pursuant to California Rules of Court 8.500(g), urging the Supreme Court to deny review of the MCWD and Marina Petitions for Writs of Review challenging the CPUC rulings approving the Certificate of Public Convenience and Necessity, and denying the

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Motion for Rehearing, for the Monterey Peninsula Water Supply Project (desal project). The motion carried by the following vote:

AYES: 4 Directors: Oania, Stefani, Padilla and Melgoza  
NOES: 0 Directors:  
ABSENT/NOT  
PARTICIPATING: 1 Directors: Cochran

2. Resolution No. 19-2, Resolution Amending Resolution No. 15-7 Moss Landing Sewer Allocation Plan (MLSAP) – General Manager Eric Tynan reminded the Board that at last month's board meeting they had discussed the MLSAP and a request made by the Moss Landing Harbor District to reserve an additional capacity of 1,900 gallons per day for the Harbor District because they provide essential public services and it would allow for future development of these public services on their property. At this time there is plenty of capacity and the board had all concurred to update Resolution No. 15-7 in order to reserve the additional capacity of 1,900 for the Harbor District. District Legal Counsel Christine Kemp recommended some minor changes to some of the language of Resolution No. 19-2, which the Board reviewed. Moss Landing Harbor District General Manager Linda McIntyre was present and thanked the Board. A motion was made by Cosme Padilla and seconded by Ron Stefani to approve the updated Resolution No. 19-2 for the Moss Landing Sewer Allocation Plan. The motion carried by the following vote:

AYES: 4 Directors: Oania, Stefani, Padilla and Melgoza  
NOES: 0 Directors:  
ABSENT/NOT  
PARTICIPATING: 1 Directors: Cochran

3. Resolution No. 19-3, Resolution Certifying Compliance with State Law with Respect to the Levying of General and Special Taxes, Assessments, and Property-Related Fees and Charges – Resolution 19-3 Certifying Compliance with State Law with Respect to the Levying of General and Special Taxes, Assessments, and Property-Related Fees and Charges needs to be approved by the Board to levy assessments for property related user fees for tax codes 75301, 73701 and 74701 for fiscal year 2019/2020. A motion is made by Ron Stefani and seconded by Glenn Oania to approve Resolution No. 19-3 Certifying Compliance with State Law with Respect to the Levying of General and Special Taxes, Assessments, and Property-Related Fees and Charges for fiscal year 2019/2020. The motion carried by the following vote:

AYES: 4 Directors: Oania, Stefani, Padilla and Melgoza  
NOES: 0 Directors:  
ABSENT/NOT  
PARTICIPATING: 1 Directors: Cochran

Select Annual 2019/2020 Budget & Personnel Committee (two directors) - General Manager Eric Tynan informed the Board that it is time once again to select the Annual Budget & Personnel Committee. Last year the two directors on the committee were Directors James Cochran and Glenn Oania. After some discussion, a motion is made by Cosme Padilla and seconded by Glenn Oania to select Directors Adriana Melgoza and Ron Stefani for the Annual 2019/2020 Budget & Personnel Committee. The motion carried by the following vote:

AYES: 4 Directors: Oania, Stefani, Padilla and Melgoza  
NOES: 0 Directors:  
ABSENT/NOT  
PARTICIPATING: 1 Directors: Cochran

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4. Approve one-time incentive bonus of \$250 for Operator Orozco along with a \$1 pay increase per hour for acquiring a Class B License. Certification incentive bonus and certification pay will be effective the next full pay period, which begins on Thursday, 25<sup>th</sup> of April 2019 – General Manager Eric Tynan reported to the Board that per section 8.4 Certification Incentive Bonus and section 8.5 Certification Pay of the Employee Handbook, CCSD shall pay a one-time incentive bonus of \$250 per certificate for employees who obtain authorized certifications and CCSD provides a one-time, \$1 pay increase, per hour; incentive pay, which is subject to general manager recommendations and also subject to Board approval. A motion is made by Glenn Oania and seconded by Cosme Padilla to approved one-time incentive bonus of \$250 for Operator Orozco along with a \$1 pay increase per hour for acquiring a Class B License. Certification incentive bonus and certification pay will be effective the next full pay period, which begins on Thursday, 25<sup>th</sup> of April 2019. The motion carried by the following vote.

AYES:	4	Directors:	Oania, Stefani, Padilla and Melgoza
NOES:	0	Directors:	
ABSENT/NOT PARTICIPATING:	1	Directors:	Cochran

5. Consider putting Moss Landing Manhole Replacement Project out to bid – General Manager Eric Tynan informed the Board that he can no longer wait for the grant funding as the manholes in Moss Landing are in poor condition and will need to be replaced soon. He had hoped the District would have obtained the grant funding for Moss Landing by now. It appears the grant application process continues to be delayed. In addition, the cost to replace these manholes is more than 25k and will need to be put out to bid. A motion item is made by Ron Stefani and seconded by Cosme Padilla for General Manager Eric Tynan to move forward with putting the Moss Landing Manhole Replacement Project out to bid. The motion carried by the following vote.

AYES:	4	Directors:	Oania, Stefani, Padilla and Melgoza
NOES:	0	Directors:	
ABSENT/NOT PARTICIPATING:	1	Directors:	Cochran

6. Consider approving Maggiora Bros Drilling, Inc. quote to renovate Well #3 – General Manager Eric Tynan recommended the Board approve quote no: 102524 of \$14,470 to renovate Well #3 that was submitted by Maggiora Bros Drilling, Inc. The quote with the scope of work can be viewed on page 34 of this board packet. After some discussion, a motion is made by Glenn Oania and seconded by Ron Stefani to approve Maggiora Bros Drilling, Inc. quote no: 102524 of \$14,470 to renovate Well #3. The motion carried by the following vote.

AYES:	4	Directors:	Oania, Stefani, Padilla and Melgoza
NOES:	0	Directors:	
ABSENT/NOT PARTICIPATING:	1	Directors:	Cochran

7. Discussion on proposed road abandonment; Del Monte Avenue, next to Well Site 3 being requested by Coastal Cooling– General Manager Eric Tynan let the Board know that Coastal Cooling is requesting for the right of way to be abandoned on Del Monte Avenue for the reason that it causes such a risk with all the semi-flatbed trucks trying to approach their docks along with the everyday traffic that utilized this road to avoid Highway 183, especially when there is a lot of traffic. An architectural plan of the proposed road abandonment completed by Belli Architectural Group can be viewed on page 35 of this board packet. Monterey County Public Works wanted the Castroville CSD's input on this matter since Well Site #3 is at this location.

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After some discussion, the Board concurred at this time that they were not in favor of this proposed road abandonment for the following reasons. The District would need keys to access the locked gates to enter the well site. Highway 183 would have more traffic and the option for those that work in the Commercial Parkway area or its close vicinity will all have to drive to the next cross street, Blackie Road. Emergency services utilize this road and would not want this option unavailable to them.

8. Start to discuss how to design and fund the Washington Sewer Bypass Line Project, Zone 1 - General Manager Eric Tynan advised the Board that the District needs to start planning for the Washington Sewer Bypass Line Project. CHISPA wants to move forward with its Castroville Oaks Housing Project. However, the District cannot provide sewer service without the Washington Sewer Bypass Line Project. He plans to meet with an engineer to discuss how to proceed with this project.
9. Resolution No. 19-4, Resolution Authorizing the General Manager to Sign and File, for and on behalf of Castroville CSD a Financial Assistance Application for a Financing Agreement from the State Water Resources Control Board for the Planning, Design, and Construction of the Moss Landing Rehabilitation Project – General Manager Eric Tynan reported to the Board that per Matt Chambers, Water Resource Control Engineer with State Water Resources Control Board too much time has elapsed from when the original funding application was submitted therefore updated documentation is needed for the grant application for Moss Landing. This resolution is one of the funding requirements requested along with other documentation that will need to be resubmitted. A motion is made by Ron Stefani and seconded by Glenn Oania to approve Resolution No. 19-4, Resolution Authorizing the General Manager to Sign and File, for and on behalf of Castroville CSD a Financial Assistance Application for a Financing Agreement from the State Water Resources Control Board for the Planning, Design, and Construction of the Moss Landing Rehabilitation Project. The motion carried by the following vote:

AYES:	4	Directors:	Oania, Stefani, Padilla and Melgoza
NOES:	0	Directors:	
ABSENT/NOT			
PARTICIPATING:	1	Directors:	Cochran

**UNFINISHED BUSINESS:**

1. Update on status of grants for Moss Landing-Sewer Zone 3, Castroville-Sewer Zone 1 and Castroville-Water Zone 1 for system upgrades and improvements - General Manager Eric Tynan reiterated to the Board that the District had to resubmit updated information for the Moss Landing, sewer grant funding application to the State Water Resources Control Board. Some of the documentation to be submitted: Resolution No. 19-4, certification of water metering and the 2018 audited financial statements. Hopefully, this will wrap up the application process for Moss Landing, sewer. As for Zone1, Water, the plan is still to apply for Prop 1 funding and focus on the well. Lately, he has not heard from Lidia Gutierrez with Gutierrez Consultants as she may be on vacation. Current funding efforts: Moss Landing sewer system improvements, Castroville emergency well replacement, Castroville water supply improvements and Castroville wastewater improvements.
2. Status of Well #3 – General Manager Eric Tynan informed the Board that since the Board approved the quote (can be viewed on page 34 of board packet) submitted by well driller; Maggiora Brothers Drilling, Inc. the scope of work consists of installing the air lift pipe to a depth of 610 feet and air lift the well between 610 and 510 feet for 4 hours. Water to be air lifted to a 6,000 gallon water tank and then discharged to the drainage ditch. After air lifting is completed an air lift pipe removed , they shall install a 75 HP submersible pump (pump to be



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provided by district) provide generator for power , valve, water meter and discharge piping to drainage ditch to pump the well for 4 hours. Upon completion of pumping, pump equipment shall be removed.

3. Update on Cal Am's Monterey Peninsula Water Supply Project (MPWSP) – General Manager Eric Tynan once again reminded the Board that Marina Coast Water District and City of Marina had filed a lawsuit with the California Public Utilities Commission (CPUC) because they issued Cal Am a certificate of public necessity which allows Cal Am to proceed with their desal project. General Manager Eric Tynan stated that there have been a lot of public meetings held at various locations regarding the MPWSP. Cal Am continued to move forward with their desal project.
4. Update on new sample requirements for lead testing for schools – General Manager Eric Tynan reported to the Board that the lab had provided the Castroville CSD with the wrong bottles needed to do the lead testing. However, he was scheduled to do the lead test sampling today and had to reschedule for the reason that the schools (NMCHS Middle School and Castroville Elementary School) per the requirements need to be in session and are currently on spring break. Testing has been rescheduled for next Friday. The lead testing for schools is due by the 1<sup>st</sup> of June. President Adriana Melgoza was pleased to know that this testing was been done as a mother who has children that attend public schools.

**CLOSED SESSION: 5:24 p.m.**

1. CONFERENCE WITH REAL PROPERTY NEGOTIATOR pursuant to Government Code Section 54956.8. (Eric Tynan)  
Property Location: 11380 Commercial Parkway  
A Portion of APN# 113-491-021  
Negotiating Parties: Castroville CSD and Andrew E. Ausonio ETAL  
Property Owner: Andrew E. Ausonio ETAL  
Under Negotiation: Property Negotiations

**ANNOUNCEMENT OF CLOSED SESSION ITEM:** (if applicable): **Open Session: 5:27 p.m.** At a previous board meeting, the Board directed General Manager Eric Tynan, who was appointed real property negotiator for the Castroville CSD to negotiate the property purchase of 11380 Commercial Parkway, (listed above) with the property owner, Andrew E. Ausonio ETAL and report back to the board in closed session at the next regularly scheduled board meeting. **No action was taken at this meeting.**

The board will reconvene into open session prior to adjournment and shall announce any action taken during the closed session.

**BOARD OF DIRECTORS COMMUNICATION:** When needed, this time is reserved for the Board of Directors to communicate activity, educational classes, and/or Committee reports.

1. Update on Monterey One Water board meeting – Director Ron Stefani announced that Monterey One Water received a Federal grant of \$15 million dollars towards the Pure Water Monterey Groundwater Replenishment Project, which will bring the price down. The construction of this project is 80% complete; it is expected to produce water in Q3 of 2019 and total annual production 3,500 AFY. A complete summary of the project can be viewed on page 25 of this broad packet.
2. Update on the Local Groundwater Sustainability Agency (GSA) Formation – Director Ron Stefani reported to the Board that the fees of \$2.26 per year per connection have been approved. Chapter 5 is out for public review. The next chapter will be the water budget.

3. Update on meetings or educational classes attended by the Directors – Director Cosme Padilla announced that he had attended and completed Sexual Harassment Prevention Training for Directors/Mangers that was scheduled on the 1<sup>st</sup> of April at the offices of Monterey Peninsula Water Management District. Also, President Adriana Melgoza announced that she had attended a North County Recreation and Park District meeting (as a parent) to discuss the option of having a free day open to the community for the use of the turf soccer field located next to the Japanese Schoolhouse. An agreement was reached and the turf soccer field will be open to the community on Thursdays from 5 p.m-8. p.m.

### GENERAL OPERATIONS

1. General Manager's Report – Compliance update, current projects update, meetings/seminars update, staff update, suggestive projects discussions
2. Operation's Report
  - a) Water – Pumpage & Usage Update, Water Testing Update, Current Installation
  - b) Water -Status Update, Current Contractor Work Update, Maintenance/Repair Update, Customer Service Update, Safety Issue
  - c) Sewer & Storm Drain – Jetting, Current Installation Status Update, Current Contractor Work Update, Maintenance/Repair Update, Customer Service Update, Safety Issues
3. Customer /Billing Reports – Water Sales, Water Usage, A/R Update, Customer Service Update
4. Financial Reports – Treasures L.A.I.F. Report, Internal Report, Administration Update

*General Operations Reports were accepted as presented*

**CHECK LIST** – March 2019. A motion was made by Glenn Oania and seconded by Ron Stefani to pay all bills presented. The motion carried by the following vote:

AYES:	4	Directors:	Oania, Stefani, Padilla and Melgoza
NOES:	0	Directors:	
ABSENT/NOT			
PARTICIPATING:	1	Directors:	Cochran

There being no further business, a motion was made by Glenn Oania and seconded by Ron Stefani to adjourn to the next scheduled Board meeting; the motion carried by the following vote:

AYES:	4	Directors:	Oania, Stefani, Padilla and Melgoza
NOES:	0	Directors:	
ABSENT/NOT			
PARTICIPATING:	1	Directors:	Cochran

The meeting adjourned at 5:47 p.m. until the next scheduled meeting

Respectfully submitted by,

Approved by,

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Lidia Santos  
Secretary to the Board

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Adriana Melgoza  
President

**BUDGET & PERSONNEL COMMITTEE MEETING MINUTES**  
**CASTROVILLE COMMUNITY SERVICES DISTRICT**  
May 13, 2019

The Budget & Personnel Committee met in the conference room of the District building, 11499 Geil Street, Castroville, CA.

President Adriana Melgoza called the meeting to order at 8:33 a.m.

**ROLL CALL:**

**Directors Present:** Committee members: Ron Stefani and Adriana Melgoza

**Absent:**

**Staff Present:** General Manager Eric Tynan and Office Manager Lidia Santos

**Guest:** NCRPD Finance & Administration Director Alex Lopez

**PLEDGE OF ALLEGIANCE**

Director Ron Stefani led the Pledge of Allegiance

**PUBLIC COMMENTS**

None

1. Review of FY 2019/2020 Proposed Budget – General Manager Eric Tynan presented the preliminary budget for Water (Castroville –Zone1), Sewer and Governmental (Castroville - Zone1), Sewer and Governmental (Moro Cojo, NMCHS, & Monte Del Lago Mobile Park –Zone 2), and Sewer (Moss Landing – Zone 3), which were all reviewed by the Budget Committee.
2. Recommendations for FY 2019/2020 Budget – The Budget Committee will be updating the Board at the regularly scheduled board meeting on May 21, 2019 on the budgets reviewed and their recommendations. All budget items were reviewed and discussed at this meeting. The water budget also includes 7% water rate increases approved by the Board per Ordinance No. 66, January 19, 2016. Castroville Zone 1-Sewer reflects 100k of ad valorem property taxes to be transferred out to Castroville Zone1-Governmental. In order to fund extended recreational services for 2019-20 funds will need to be transferred out in this manner as done in the past. Transfer out of funds was not done for several years since there were sufficient funds in the Castroville Zone 1-Governmental. However, Castroville Zone 1-Governmental no longer has sufficient monies in the fund to pay for extended recreational services, therefore ad valorem property tax monies will need to be applied to the Castroville Zone 1-Governmental. NCRPD Finance & Administration Director Alex Lopez was present and submitted the request for extended recreational services at this meeting. He stated that the NCRPD appreciates the funding it receives but is asking for a little more this fiscal year. The main issue the NCRPD is having is retaining their employees since their wages are not competitive. 82.5% (\$117,580) out of the \$142,362 of their funding request is to cover salaries for their staff. This request will be included with the May 21, 2019 agenda. NCRPD total request is for \$142,362. He also reminded the board that for fiscal year 2018-19 the Board had approved \$118,000, however only \$100,000 has been used. The \$18,000 was to be used to paint the NCRPD facility but quotes came in much higher. This project has been postponed for fiscal year 2018-19 and he requested if the NCRPD can carry forward the \$18,000 for this project to fiscal year 2019-20. Other capital projects they would like to complete are the outdoor steps at the center and add an extended ADA ramp, cost \$10,754. General Manager Eric Tynan stated 100k is sufficient for Castroville CSD to fund extended recreational services especially when the District has costly upcoming projects. President Adriana Melgoza requested the NCRPD submit their requested funding to show CIP projects and activities that are covered with this funding instead of reflecting salaries. She feels the community would be much more supportive if they saw that these funds were being allocated in this manner instead of covering a percentage of the employees' annual wages. The Budget Committee concurred with General Manager Eric Tynan's recommendation of \$100,000, plus to carry forward the \$18,000 from fiscal year 2018-19 that was not used for the painting project. The Budget & Personnel Committee will provide their recommendation to the full Board at the May 21, 2019 meeting. This is only a discussion at this time and no action has been taken. Extended Recreational Services expense is reflecting \$118,000 but will be discussed further at the regular scheduled board

**BUDGET & PERSONNEL COMMITTEE MEETING MINUTES  
CASTROVILLE COMMUNITY SERVICES DISTRICT**

May 13, 2019

Page 2

meeting. No other changes were made at this time. Sewer and Governmental (Moro Cojo, NMCHS & Monte De Lago Mobile Park-Zone 2 also includes a 4% sewer rate increases approved by the Board per Ordinance No. 67, July 19, 2016.

3. Personnel-Staff Wage Increase – The Personnel Committee reviewed the wage step program that was approved by the Board at the October 2018 board meeting for all hourly staff positions, which can be viewed on pages 42-43 of this board packet. The General Manager position is salary and the most recent three year contract was executed July 1, 2018.
4. Recommendations for Staff Wage Increase- General Manager Eric Tynan informed the Budget & Personnel Committee that the Consumer Price Index is currently 3%. He recommended all staff be moved up to the next wage step. For the following staff positions it is a 3% percent hourly wage increase: Customer Service/Accounts Receivable, Step 2-\$27.70; Lead Operator II, Step 2-\$41.81 and Office Manage/Bookkeeper/Secretary, Step 2 \$51.64. For the following staff positions it is a 4.4% percent hourly wage increase: Operator II, Step 1-\$29.00 and Operator I, Step 3-\$24.00. The Personnel Committee will be making recommendations to the Board at the regularly scheduled board meeting on May 21, 2019 to discuss whether to leave wages the same or consider approving the hourly wage increase for all staff as discussed at the May 13, 2019 Budget & Personnel Committee meeting.
5. Adjournment

**CLOSE:**

Meeting adjourned at 9.27 a.m.

Respectfully submitted by,

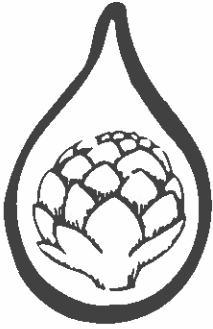
Approved by,

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Lidia Santos  
Secretary to the Board

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Adriana Melgoza  
President



**CASTROVILLE  
COMMUNITY  
SERVICES DISTRICT**

P.O. BOX 1065  
OFFICE: 11499 GEIL STREET  
CASTROVILLE, CA 95012  
FAX (831) 633-3103

24-HOUR TELEPHONE: (831) 633-2560

May 1, 2019

**VIA TRUEFILING AND REGULAR**

The Honorable Chief Justice Tani Gorre Cantil-Sakauye

And Honorable Associate Justices  
Supreme Court of California  
350 McAllister Street  
San Francisco, California 94102

Re: *City of Marina and Marina Coast Water District v. Public Utilities Commission  
(California American Water Company, et al.)*, Case No. S253585

Dear Chief Justice Cantil-Sakauye and Associate Justices:

Castroville Community Services District (CCSD) files this letter as Amicus Curiae pursuant to Rule 8.500(g) of the California Rules of Court.

For the reasons stated herein, the Castroville Community Services District Board of Directors respectfully requests that the Court deny the amended petitions for writs of review filed by Marina Coast Water District and the City of Marina on February 22, 2019, and February 26, 2019, respectively, in the above-referenced case.

**Identity and Interest of Castroville Community Services District**

Castroville Community Services District is a party to the Return Water Purchase Agreement incorporated into the proposed Monterey Peninsula Water Supply Project as a mitigation measure to address water rights and environmental impacts. Castroville Community Services District provides water service to approximately 8000 customers in a severely disadvantaged community in the north end of the Salinas Valley Groundwater basin just north of Marina. Castroville Community Services District requires a reliable long term source of water to serve its customers. Wells in around the Castroville and Marina area are becoming intruded with salt water, requiring further well drilling in to the 1000 foot "Deep" aquifer for its water

supply. Castroville Community Services District will receive 680-acre feet of the return water from the Monterey Peninsula Water Supply Project. The return water will add to Castroville Community Services District's water supply and reduce the need to drill into the Deep aquifer with its non-renewable supply. The Monterey Peninsula Water Supply Project is an essential element of Castroville Community Services Districts long term water supply. The Water Purchase Agreement allows Castroville to access a long-term, drought proof water supply that will allow the District to reduce, or eliminate, pumping of its well directly in the path of the sea water intrusion, while at the same time creating a trough at the coast to intercept the incoming salt water.

For these reasons, Castroville Community Services District is interested in the case, and urges the Court to deny the amended petitions for writs of review.

### **Argument**

#### **Groundwater is Castroville's only Source of Water and it has Lost Multiple Wells to Seawater Intrusion**

Castroville is a severely disadvantaged community at the northern end of the Salinas Valley Groundwater Basin. The Return Water Purchase Agreement between Cal Am and Castroville Community Services District was a collaborative effort from multiple entities that give the community of Castroville access to a sustainable source of potable water, while protecting the water rights of the Salinas Valley Groundwater Basin. At the same time, the Monterey Peninsula Water Supply Project will help reverse seawater intrusion by substituting 98% seawater contaminated brackish water for groundwater. This agreement allows the California Public Utilities Commission, the Monterey County Water Resources Agency, Monterey County Farm Bureau, Salinas Valley Water Coalition and many other interested parties, in fulfilling the policy of section 106 of the Water Code, to supply water for domestic purposes.

#### **The Proposed Desal Project is Based on Years of Investigation of Decades of Technical and Legal Information**

The Final Environmental Impact Report stressed addressing competing societal needs and priorities, all the while considering the critical need for a reliable water supply. Castroville Community Services District believes that, after decades of studies, the California Public Utilities Commission, Hydrogeologic Working Group (HWG), California Coastal Commission, State Water Resources Control Board, and many others who studied the facts, worked hard and came to the right decision. The California Public Utilities Commission decision identified a

critical need for a supplemental, long term, supply of domestic water and correctly finds that Cal Am's proposed Monterey Peninsula Water Supply Project meets that critical need.

### **There is No Problem with Desal Slant Wells on the Coast**

Castroville and Marina have the same water supply, i.e. the 400' Aquifer and the 1400' "Deep Aquifer". Neither Marina, Castroville, nor even North County farmers, have used the 180' or Dunes Aquifers since the 1980's due to seawater intrusion. Initially, in 2011, when Marina Coast Water District (MCWD) was partners with Cal Am in the Regional Desal Project, MCWD publicly supported the plan to put a string of vertical wells in the 180' aquifer right at the coast, with its Directors often commenting on the significant benefits Desal would have on halting Seawater Intrusion. Castroville Community Services District does not believe the hydrology has changed, only the politics. There is no evidence of harm to Marina's water supply from the slant wells. MCWD's own records show it received no water from the Dunes/180' aquifer since at least the 1980's. The majority of MCWD's source water comes from the 1,400' Deep Aquifer.

Currently, the Deep Aquifer supplies 70% of Marina's water supply and this demand is dramatically increasing. Marina's and Castroville's water supply depends on this finite and non-renewable resource which is being pumped, as never before, as new demand from former pastureland is converted to crop production. Conversely, Castroville Community Services District feels so strongly that the Monterey Peninsula Water Supply Project intercepting the seawater at the coast would slow or reverse seawater intrusion that it has requested on multiple occasions for Cal Am to move its slant wells closer to Castroville. A very important point is that any fresh water entrained by the Monterey Peninsula Water Supply Project will stay in the over-drafted Salinas Valley Groundwater Basin by being returned to Castroville, the Castroville Seawater Intrusion Program, and possibly others.

### **The Monterey Peninsula Water Supply Project is in Castroville's Salinas Valley Ground Water Basin's Ground Water Sustainability Agency**

The Ground Water Sustainability Act was created to address critically overdrafted Aquifers. The Salinas Valley Ground Water Basin Groundwater Sustainability Agency (GSA) was created to deal with the severe overdraft experienced in the Northern Salinas Valley, particularly in and around Castroville. MCWD insisted on forming a separate GSA because they felt they were in a separate sub-basin and wanted local control in their basin.

The proposed Monterey Peninsula Water Supply Project slant wells are outside of MCWD's Ground Water Sustainability Agency. The City of Marina and MCWD water supply is in a separate sub-basin governed by the MCWD-GSA, and not in the Salinas Valley Ground

Water Basin-GSA. Since the source wells for the Monterey Peninsula Water Supply Project are in Castroville's Salinas Valley Ground Water Basin-GSA, and not in the MCWD-GSA, the residents of the Salinas Valley Ground Water Basin-GSA should decide what is best for the Salinas Valley Ground Water Basin, not the City of Marina or the MCWD-GSA.

### **Social Justice in this Matter**

Marina, which is only documented as an 18% disadvantaged community, and is outside the Salinas Valley Ground Water Basin-GSA, should not attempt to deny Castroville, which is a 100% severely disadvantaged community and in the Salinas Valley Ground Water Basin-GSA, a water supply that MCWD and Marina failed to address or acquire, when they had ample opportunity. Castroville Community Services District believes in the Monterey Peninsula Water Supply Project so much, that in spite of being a very small severely disadvantaged community with limited funding, it has committed \$2,800,000 dollars to pay for a pipe-line to connect to this new water supply to Castroville Community Services District's system.

### **Opposing or Delaying the Monterey Peninsula Water Supply Project will only Continue to Degrade the Aquifers in the Northern Salinas Ground Water Basin**

Opposing the Monterey Peninsula Water Supply Project ignores over 6,000-acre feet of new demand on former grazing land immediately north of Marina. This new demand comes from the Deep Aquifer which provides 70% of MCWD's current and long-term water supply. In spite of this extraction, the opponents of the Monterey Peninsula Water Supply Project, including Marina and MCWD, support sending out 5,280-acre feet of water originating in the critically overdrafted Salinas Valley Ground Water Basin, to resolve water issues on the Peninsula. In spite of MCWD's expressed concern of harm to its water supply, it has suggested it could even sell "Conserved Ground Water" to the Peninsula in order to stop the Monterey Peninsula Water Supply Project. Marina and Castroville both depend on the Deep Aquifer as our last water supply. Dramatic accelerated pumping in the Deep Aquifer from new and replacement wells, and continued seawater intrusion in the 400' aquifer, will permanently ruin the last supplies of our common water resource.

### **Pure Water Monterey is a Step in the Right Direction**

While Pure Water Monterey is a step in the right direction, it should be considered as an additional water supply, and used to off-set the dramatically increased pumping of the Deep Aquifer. Pure Water Monterey should not be considered a replacement for the Monterey Peninsula Water Supply Project and, under no circumstances, should anyone consider, or be allowed to sell, "conserved ground water" from the critically over-drafted Salinas Valley Ground



Water Basin to augment Pure Water Monterey's supply. As concerns regarding droughts and increased population grow, the best way to address them is with a diverse water portfolio strategy, including Monterey Peninsula Water Supply desal project, designed so there is resilience in a stable water supply, in case one source or another fails.

### **Conclusion**

The amended petitions for writs of review should be denied.

The Monterey Peninsula Water Supply Project is a win-win for all of Monterey County.

- It provides a long-term, drought proof water supply to the Monterey Peninsula, allowing it to get off the Cease and Desist Order issued by the State Water Resources Control Board.
- It allows wells directly in the path of the seawater intrusion to stop pumping, thus stop drawing seawater further into our common water supply basin.
- It provides Castroville Community Services District, Castroville Seawater Intrusion Project, and possibly others, with a secure long-term drought proof water supply.
- The trough created by pumping at the coast would intercept the incoming seawater before it could further intrude Castroville's water supply and even help draw-back some of the seawater already in the basin.
- Finally, it will allow for the collaborative, regional and alternative use of recycled water through Pure Water Monterey to address current and additional developing needs both on the Peninsula and in the Salinas Valley.

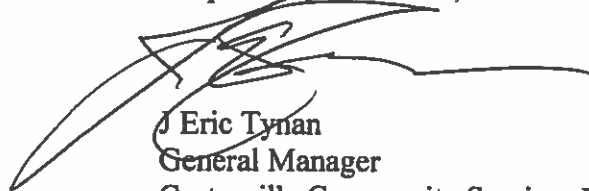
**The Monterey Peninsula Water Supply Project is a solution not a problem.**

We have been down this road before. There will always be last minute; "alternatives" suggested which will inevitably delay this new water source. This water supply issue has been studied, debated, and fought over for decades. State Water Board Order 95-10 is 23 years old and there has been little progress in resolving these water issues. Only desalinated water will provide a secure, long term, sustainable and drought proof water supply. This new potable water supply is a critical need to both the Peninsula and the Salinas Valley. Collaboration, not litigation, is the answer.

The Honorable Chief Justice Tani Gorre Cantil-Sakauye  
And Honorable Associate Justices  
Supreme Court of California  
May 1, 2019  
Page 6

For the reasons set forth above, Castroville Community Services District urges the Court to deny the amended petitions for writs of review.

Respectfully submitted,



J Eric Tynan  
General Manager  
Castroville Community Services District

cc: Service List



**CASTROVILLE COMMUNITY  
SERVICES DISTRICT**

From the desk of  
Eric Tynan – General Manager  
Phone (831) 633-2560

**TO:** Castroville CSD Board of Directors

**DATE:** May 21, 2019

**RE:** General Manager's Performance Review

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**RECOMMENDATION:**

Perform General Manager's performance review at the June 18, 2018 Board meeting

**SUMMARY:**

The Castroville Community Services District's employment contract with myself requires me to notify the Board in writing not less than 30 days or more than 45 days in advance of the annual review period of the Board's obligation to conduct the General Manager's review as required under paragraph 3 of the General Manager's employment contract Dated July 1, 2018.

I look forward to addressing any directives from the Board and working to make the District an even more effective public Entity to serve our Community

Respectfully submitted

# Monterey pipeline cost headed for customers' water bills

\$50 million Monterey pipeline project recovery part of larger rate increase

By [JIM JOHNSON](#) | [jjohnson@montereyherald.com](mailto:jjohnson@montereyherald.com) | Monterey Herald

PUBLISHED: April 17, 2019 at 2:55 pm | UPDATED: April 17, 2019 at 4:11 pm

Monterey Peninsula customers could start paying for the \$50 million Monterey pipeline project as soon as next month, the first water rate hike associated with California American Water's proposed Monterey Peninsula water supply project that is expected to nearly double local water bills by 2021.

Cal Am is seeking California Public Utilities Commission approval to start raising local customers' rates by May 11 to pay for the 7-mile pipeline from Seaside to Pacific Grove, which is in operation and is designed to allow pumping of new desalinated and recycled water sources from the Seaside basin to local customers.

Cal Am spokeswoman Catherine Stedman noted the pipeline cost is the first in a series of water rate increases associated with the Peninsula water supply project that will begin appearing on local customers' bills in the next few years, including charges to cover a portion of the \$100 million Pure Water Monterey recycled water project starting late this year or early next year and hikes to pay for the proposed desal plant. Together, she said the increases are expected to raise the average residential customer's base bill to about \$135 per month by 2021.

"It's important that customers understand what these bill increases are for," Stedman said. "This is the cost of securing a sustainable water supply for the Monterey Peninsula."

The \$400 million Monterey Peninsula Water Supply Project, including the desal plant and recycled water projects, along with other water supply elements, is Cal Am's bid to comply with the state-ordered cutback in pumping from the Carmel River set to take full effect at the end of 2021. Stedman said Wednesday the desal plant project has reached 90 percent design even as the project is set for a county Planning Commission hearing on a combined development permit application on Wednesday next week and a Marina City Council appeal hearing on a coastal development permit application following a city Planning Commission denial.

Customers previously paid a water bill surcharge to provide the project with upfront lower-cost funding, and also paid for "stranded" costs for the failed

regional desal project including information used as part of the current water project proposal.

The pipeline rate increase is about half of an overall water rate increase — including a delayed general rate increase and small rate adjustment decrease — sought by Cal Am that could all take effect starting May 11 and would raise the average customer's monthly water bills by about 22 percent, from \$76.63 to \$93.50, according to Cal Am's own calculations.

The average residential customer is defined by the company based on average water consumption from 2016, according to Stedman.

In December, the CPUC approved a general rate increase for Cal Am's Monterey district to cover an annual revenue requirement increase of about \$2.8 million over the three-year period from 2018-20, but the proceeding took so long the 2018 and 2019 increases are both set to take effect this year. In addition, Cal Am has requested an annual consumption adjustment pilot program that would actually slightly decrease residential rates and increase commercial rates also be added to local bills on May 11.

Cal Am sent notices to customers dated April 11 explaining the proposed rate changes. The company is hosting informational sessions on the proposed rate increase on May 8 and May 9 at 6 p.m. at its business offices, 511 Forest Lodge Road, Suite 100 in Pacific Grove.

Formal responses or protests must be sent in writing or by email and received by the CPUC's Division of Water and Audits by May 1.

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# Cal Am desal plant gets narrow Planning Commission OK

Majority points to need for new Peninsula water supply

By [JIM JOHNSON](#) | [jjohnson@montereyherald.com](mailto:jjohnson@montereyherald.com) | Monterey Herald

PUBLISHED: April 25, 2019 at 3:20 pm | UPDATED: April 25, 2019 at 3:21 pm

SALINAS — Citing long-running efforts to secure a new Monterey Peninsula water supply and the state-imposed deadline for reducing unauthorized water usage, the county Planning Commission approved California American Water's desalination plant north of Marina on Wednesday.

By a 6-4 vote, the commission backed a use permit for the proposed 6.4 million gallon per day desal plant. The plant is designed to provide about 40 percent of the Peninsula's planned new water supply to offset the state's Carmel River pumping cutback order set to take full effect at the end of 2021, as well as reduce pumping from the Seaside basin. The commission's approval can be appealed to the Board of Supervisors.

Commissioner Margaret Duflock, who made the motion to approve the plant project after an hours-long public hearing, said she believed desalination is "great" and the desal project is a "total win." And commissioner Rich Coffelt, who also voted with the majority, said he believed the desal plant was a critical part of the Peninsula's water supply "puzzle" and noted the approaching deadline for securing a new water supply.

Other commissioners also praised the proposed desal plant site on Charlie Benson Road near the Marina landfill and the Pure Water Monterey recycled water treatment plant, which is in the final stages of construction.

Meanwhile, commissioner Martha Diehl and others argued that not enough specific details had been provided regarding the desal plant project to justify a use permit regardless of the overall importance of a new water supply for the Peninsula. They noted the commission had been provided the project's gargantuan environmental review document just a week ago and called for postponing the commission's review to allow staff to return with more details.

But Duflock and the majority argued the desal plant project had already been studied extensively, and agreed with Cal Am representative Tony Lombardo that the Peninsula didn't have the "luxury of waiting any more."

Lombardo called the desal plant project “probably the most important project you will have before you ever.” He noted the lengthy pursuit of a new Peninsula water supply in reply to the state’s original 1995 river pumping cutback order.

Cal Am vice president Ian Crooks said the commission’s approval “helps the community meet an important milestone” on development of a new water supply for the Peninsula, including the September deadline for starting construction of the project. Crooks said the commissioners “did a thorough job of analyzing a complex project and we’re glad they voted to support a solution to the Peninsula’s long-standing water shortage.”

Crooks told the commission the \$400 million Peninsula water supply project, including desal and the recycled water project, would cost a “typical” ratepayer about \$50 more per month when it is delivering water by 2021. Cal Am spokeswoman Catherine Stedman previously said a typical customer’s base bill is expected to rise from about \$78 per month now to about \$135 per month by 2021, which would cover the water project costs and other rate increases.

Public testimony was largely split between supporters and opponents of the desal plant project, most of whom focused their praise or criticism on the overall Peninsula water supply project.

Peninsula mayor’s water authority executive director Jim Cullem spoke on behalf of the desal project, noting the authority backed the project based on a series of conditions including lower-cost financing and environmental impact mitigations, and an independent study of groundwater impacts. And several Peninsula business leaders stressed the importance of desal and the new water supply for the area’s economy.

But Public Water Now director Melodie Chrislock and others argued that the desal project had too many issues. They also said the project wasn’t needed to meet the river cutback order deadline because a Pure Water Monterey expansion was “on track” to be in place by 2021. They called for the commission to deny or at least delay a decision.

Peninsula water activist George Riley, who now serves on the Monterey Peninsula Water Management District board, questioned whether the commission was even allowed to make an independent decision on the desal project given Cal Am and the county had reached a deal in which the county agreed not to enforce its own prohibition against privately owned desal plants and cooperate in processing the project application in exchange for millions of dollars in county spending on the failed regional desal project.

Deputy County Counsel Wendy Strimling replied that the agreement allowed the commission to exercise its independent decision-making authority.

Meanwhile, officials with both the city of Marina and Marina Coast Water District argued against approving the project based on what they called a flawed environmental review the entities are challenging in State Supreme Court, including with regard to what they called significant new information on the impact of the desal project on the Marina groundwater supply and a lack of water rights. They requested the commission postpone its consideration of the project until after the courts weigh in on the issues.

The Marina City Council is poised on Tuesday to consider an appeal of the city Planning Commission's denial of the desal project intake wells and other infrastructure. The council is widely expected to uphold the appeal. Cal Am is expected to appeal to the Coastal Commission.

Castroville Community Services District general manager Eric Tynan, whose community would get a portion of the desal product water, noted that Marina officials had previously agreed drawing contaminated brackish water for the regional desal project which they participated in would not harm but would help seawater intrusion and were only reversing their position because they opposed the current desal project.



# UPDATE: Cal Am withdraws appeal of desal permit denial

Company calls for recusal of mayor, council members

UPDATE: Monday evening California American Water announced it had decided to withdraw its appeal of the Marina city Planning Commission's denial of a coastal development permit for the company's proposed desalination project, specifically the intake slant wells and other related infrastructure. Cal Am announced it had been told by city officials its request for the mayor and two council members to recuse themselves due to alleged bias against the desal project would not be honored. The company will now appeal the commission's denial directly to the Coastal Commission.

MARINA — California American Water's proposed desalination project is headed to the Marina City Council on appeal Tuesday night, but the question is will enough council members be available to consider it.

In a special meeting, the council is set to consider Cal Am's appeal of the city Planning Commission's unanimous denial last month of a coastal development permit for the desal project's intake slant wells at the CEMEX sand mining plant site, along with other key infrastructure. The \$329 million proposal is aimed at providing the largest portion of a new water supply for the Monterey Peninsula to offset the state's Carmel River pumping cutback order.

The public hearing is set to begin at 6:30 p.m. at Marina City Hall.

As it did with the Planning Commission, city staff is recommending denial of the appeal and the coastal development permit. It bases that on:

- A lack of consistency with the city's local coastal program and zoning code.
  - State Coastal Act policies, including what it contends is prohibited development of industrial facilities in environmentally sensitive habitat.
  - Cal Am's failure to properly evaluate and mitigate the desal project's environmental impacts.
  - The company's refusal to provide city staff's requests for related information.
- If the council denies the desal permit, staff also suggests they request the Coastal Commission to remand the determination back to the city with instructions for the company to provide the city's requested information and to make a final decision on the permit.

However, there's a chance the council may not have enough members remaining on the dais to consider the appeal depending on how the city reacts to a letter

from Cal Am calling for the recusal of Mayor Bruce Delgado, and councilwomen Gail Morton and Lisa Berkley from the appeal hearing.

In the 289-page letter sent last week, Cal Am's law firm argues that Delgado, Morton and Berkley have "demonstrated resounding and ongoing bias toward the (desal project) that confirms they can not act as impartial decision makers" and requires their removal from the appeal consideration. The letter acknowledges those recusals would leave the five-member council short of the required quorum to consider the appeal. It argues the city would then be required to treat the planning commission's denial of the coastal development permit as a final action and send a final notice to the Coastal Commission.

The company's recusal demand comes on the heels of its successful call for two planning commissioners — commission chairman David Burnett and Kathy Biala — to recuse themselves from consideration of the desal project permit on similar grounds of bias toward the project. That left the seven-member commission with just five members to consider the permit.

Cal Am also argues in the letter that the entire city is "institutionally biased" against the desal project. The company noted that city senior planner David Mack testified before the county Planning Commission last week calling for denial or delay in its consideration of a use permit and combined development permit for the company's proposed desal plant and other infrastructure.

The county commission ultimately approved the desal permits by a 6-4 vote.

The city and the Marina Coast Water District have challenged the desal project and its combined environmental review in state Supreme Court, including the project's impact on the area's groundwater supply and lack of water rights.

In other desal news, the state Public Utilities Commission's Office of Ratepayer Advocates has filed a protest against Cal Am's bid to add the \$50.3 million Monterey pipeline to Peninsula customers' water bills starting in May. The protest argues the pipeline designed to convey desal water, Pure Water Monterey recycled water and aquifer storage and recovery water to customers is not yet fully operational and customers shouldn't be required to pay the full cost until it is.

Cal Am has requested a series of water bill increases, including to pay for the pipeline, take effect on May 11 that company officials say would hike the "typical" customer's base bill from about \$76.63 per month to about \$93.50 per month, an increase of about 22 percent.

The entire \$400 million Peninsula water supply project cost is expected to raise the typical customer's base bill to about \$135 per month in 2021, according to company officials.

**BEFORE THE PUBLIC UTILITIES COMMISSION  
OF THE STATE OF CALIFORNIA**

Application of California-American Water  
Company (U210W) for Approval of the  
Monterey Peninsula Water Supply Project and  
Authorization to Recover All Present and Future  
Costs in Rates

Application No. 12-04-019  
(Filed April 23, 2012)

**COMMENTS ON PROPOSED DECISION  
MONTEREY PENINSULA WATER SUPPLY PROJECT**

Date: August 30, 2018

Nancy Isakson  
President,  
Salinas Valley Water Coalition  
3203 Playa Court  
Marina, CA 93933  
For: Salinas Valley Water Coalition  
nisakson@mbay.net  
(831) 224-2879

The following are the comments from the Salinas Valley Water Coalition (SVWC), regarding the Proposed Decision on the Monterey Peninsula Water Supply Project (MPWSP).

## **INTRODUCTION**

The Salinas Valley Water Coalition is a non-profit organization comprised primarily of agriculture and ag-related business and individual members, whose members own and/or manage approximately 150,000 irrigated acres and land mass and water right holders within the Salinas Valley. The SVWC has operated for almost 30 years to specifically address our local water issues.

We became a party to this proceeding in 2012, and have actively participated in the CPUC proceeding on the project MPWSP. We were concerned that Cal-Am's proposed project would be pumping a significant amount of groundwater from the Salinas River Groundwater Basin and as such would have an adverse impact on the Basin; both as to seawater intrusion and the overlying water rights of the basin's landowners. While wanting to be good neighbors and wanting to see the Peninsula be successful in developing a secure and stable water supply to meet their needs, it must not be at the degradation of our basin and its water right holders.

We were also concerned that the proposed desal facility had the potential to export groundwater from the northern end of the Salinas Valley Groundwater Basin (SVGB), contrary to the MCWRA Act and with adverse impacts to the overlying water right holders.

We were concerned that Cal-Am's proposed project for the Monterey Peninsula put "pumps" into the Salinas Valley Basin in the 180-foot aquifer. Salinas Valley landowners are prohibited by ordinance from doing that very thing; this aquifer is proven to be the most vulnerable to seawater intrusion. We could not allow the stability and security of these water resources and water rights to be put at risk. We asked the CPUC to acknowledge the validity of

our concerns and to consider our request that Cal-Am move its proposed pumping out of the Salinas Valley Groundwater Basin.

## **PARTICIPATION**

The communities and ratepayers of the Salinas Valley have spent hundreds of millions of dollars to build two reservoirs, the Castroville Seawater Intrusion Project, the Salinas Valley Reclamation Project and the Salinas Valley Water Project to address its basin's water problems. Stakeholders have worked as neighbors to resolve their differences so these projects could be successfully financed and implemented.

We have made significant progress but we are not finished – seawater intrusion continues to advance into the SVGB. The overdraft is stable; additional intrusion is substantially reduced. The MPWSP as proposed threatens the stability and security of these water resources and the project is contrary to our water rights. The northern part of our SVGB still has significant water resource problems and needs for us to address.

In order to address our concerns, consistent with our Mission Statement, we wanted to insure that the decision as to the feasibility and potential impacts of the proposed MPWSP project would be based on science and law. It was important to us that the Environmental Review for the proposed project examine the project's potential impacts to the Salinas Valley Basin, including any impacts to its aquifers, existing seawater intrusion and/or the overall hydrological balance of the basin. We asked that the Environmental Review consider:

- Show how the slant wells would be operated in the short-term and in the long-term so as not to impact the SVGB, existing seawater intrusion and/or the overall hydrological balance of the basin;

- Identify and analyze the impacts associated with the amount of freshwater that will be pumped in the short-term and in the long-term, how the project will be monitored and what triggers will be put into place to assure the Salinas Valley residents, businesses and landowners that no freshwater over that which is analyzed and permitted will be pumped;
- Include an adequate monitoring and contingency plan with trigger points so that the protection of the SVGB is initiated in the event, at some point in the future, the continued and extended pumping of some level of groundwater from the SVGB, creates an impact to seawater intrusion and/or to the SVGB.

We also asked that water rights be analyzed and discussed within the scope of the proceeding. How would the freshwater pumped at that point in time then be returned to the SVGB? Assurances must be made and included as part of this proceeding and in the approval of the project that our members Salinas Valley water rights are not adversely impacted; that there are valid water rights identified to operate the project in the manner proposed both in the short-term and in the long-term; and that these water rights are utilized in a manner that do not harm prior right holders, will not harm the SVGB, impact its aquifers, exacerbate seawater intrusion and/or the basin's water balance; and that finally, the project will not export groundwater out of the SVGB.

Early on in the CPUC approval process we worked with other interveners on a global settlement addressing numerous issues that Cal-Am and the interveners could agree to settle if certain conditions were met by Cal-Am during the design and construction of the project's

facilities. One of the provisions of this settlement,<sup>1</sup> filed in July 2012 with the CPUC, is the creation of the Hydrogeologic Working Group (HWG) comprised of groundwater experts who could review the available data and offer conclusions on various issues related to the project's proposed source water extractions. The SVWC stepped up and was willing to 'put their money where their mouth was' and retained two experts to participate in the HWG. We were the ONLY intervener who was willing to expend the dollars and participate in the HWG; others had the opportunity to do so during the Global Settlement discussions, but chose not to. The SVWC believed there was an important need to have an independent review and analysis of the science being developed and utilized to analyze the impacts and feasibility of the proposed project—by experts other than those of the Applicant. Just to be clear, both of the experts retained by the SVWC are highly skilled experts, have great integrity and credibility – and act independently – which is what we wanted. The SVWC wants to know and understand the facts and the science behind the facts – even if they are different than what we had/have originally believed.

We have to be honest and say that initially our two experts were very skeptical as to whether the project could work as proposed without impacting the SVGB and its water right holders. However, because of the collaboration and input they had into the project, thru the HWG, they both support the project as now configured –because of the changes in the proposed project and the mitigation and monitoring that has been developed to protect the SVGB and its water right holders.

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<sup>1</sup> 'Settlement Agreement' submitted for approval to the CPUC by California-American Water Company, Citizens for Public Water, City of Pacific Grove, Coalition of Peninsula Businesses, County of Monterey, Division of Ratepayer Advocates, LandWatch Monterey County, Monterey County Farm Bureau, Monterey County Water Resources Agency, Monterey Peninsula Regional Water Authority, Monterey Peninsula Water Management District, Monterey Regional Water Pollution Control Agency now known as Monterey 1 Water), Planning and Conservation League Foundation, Salinas Valley Water Coalition, Sierra Club, and Surfrider Foundation.

As there were many conflicting claims made during the course of the MPWSP (both in the CPUC process and publicly in the local media), the HWG provided both Cal-Am and the CPUC with an objective review of the basin hydrology and particularly in the immediate area of the proposed intake well facilities. It should be especially noted that the HWG is comprised of technical experts comprising years of experience with SVGB hydrology and history. These experts took their time to examine the available technical data, information, science, and facts related to groundwater flows and seawater intrusion, as well as the modeling made available. The conclusion of the FIER/FEIS supports the findings of the HWG that the MPWSP will not harm the SVGB users or overlying landowners of the SVGB and specifically in the general vicinity of the source water production wells<sup>2</sup>. Specific aspects of the proposed source water extraction facilities on groundwater levels, and potential impacts to water rights of local landowners, are rated as *no impact* or *less than significant impact with no mitigation proposed*; only degradation of groundwater quality is rated as *less than significant impact with mitigation*<sup>3</sup>.

#### **RETURN WATER SETTLEMENT AGREEMENT (RWSA)**

Return Water flows from the project to the SVGB are critical to our supporting approval of the CPCN for the MPWSP. The FEIR/FEIS states there is an expectation that a small portion of brackish water will become part of the extracted source water for the desalination process<sup>4</sup>. Taking into account that this brackish water is coming from the SVGB, there is benefit to provide an equal amount of the freshwater component back to users within the SVGB. Designating the Castroville Community Service District (CCSD) and Castroville Seawater

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<sup>2</sup> "... it seems reasonable to conclude that the MPWSP would not result in harm or injury to Basin water rights holders such that CalAm would possess the right to withdraw water from the Basin ..." – FEIR/FEIS, Chapter 2 Water Demand, Supplies, and Water Rights; page 2-39.

<sup>3</sup> FEIR/FEIS, Chapter 4 Environmental Setting (Affected Environment), Impacts, and Mitigation Measures, Table 4.4-9 Summary of Impacts-Groundwater Resources; page 4.4-61.

<sup>4</sup> "MPWSP source water would include some brackish groundwater from the SVGB." – FEIR/FEIS, Chapter 2.5.1 Salinas Valley Groundwater Basin Return Water; page 2-23.



Intrusion Project (CSIP) as recipients of this return water flow provides water that would otherwise be pumped from the SVGB, near or within the seawater intruded areas, and reduces the potential for any impact to this area from the MPWSP. Providing CCSD with replacement drinking water as an alternative to their groundwater dependency suggests that creative solutions can be crafted for mutual benefits. Adding water to CSIP reduces the need for supplemental water from other sources, including groundwater stand-by wells, and provides an opportunity to better manage salinity in reclaimed water through blending, as well as soil salinity over time. These all work to reduce the potential impacts from the MPWSP.

After the comment period closed on the MPWSP Draft Environmental Impact Report, significant time, resources, and effort was expended by MCFB, SVWC, Cal-Am and other parties who negotiated and executed an agreement that would avoid significant impacts to the SVGB and make the MPWSP feasible with respect to water rights. The RWSA would return to the SVGB the portion of source water that the MPWSP's wells produce from the SVGB groundwater (as opposed to seawater). Under the RWSA, the return water would be delivered prior to the delivery of any water to the Peninsula. The return water would be available for use in lieu of existing groundwater pumping in the area threatened by seawater intrusion – so that there would be no net increase in SVGB groundwater as a result of on-going MPWSP well production. In other words, approval and performance of the RWSA would mean that the MPWSP's on-going well production would have a net-zero impact on SVGB groundwater on which the Salinas Valley's farms, families, and workplaces depend. In turn, that net-zero impact on SVGB groundwater would make the MPWSP legally feasible by avoiding conflict with prior groundwater rights of the SVGB's overlying landowners and prior appropriators, like CCSD. The RWSA also provides that any party/individual who shows harm has been created by the

Project, Cal-Am must mitigate that harm—this applies to ‘anyone’ who shows the project has harmed them. This mitigation of harm must occur before any water is delivered to the Peninsula.

Further, by delivering the return water prior to delivery of any water to the Peninsula, avoids any type of net basin exportation by starting with a ‘surplus or credit’. And finally, the net-zero impact on SVGB groundwater would avoid significant adverse physical impacts to the SVGB and to the remarkable agricultural economy it sustains.

The solution to the MPWSP’s water rights feasibility problem is for the CPUC to approve the RWSA that already has been approved by Cal-Am, Monterey County Water Resources Agency (MCWRA), Monterey Peninsula Water Management District, Monterey Peninsula Water Authority, LandWatch Monterey County, Monterey County Farm Bureau, in addition to the SVWC.

The RWSA is necessary if the CPUC is going to approve the revised project allowing the Monterey Peninsula to take water pumped from the SVGB wells. Absent return water, the MPWSP will be legally infeasible from a water rights perspective and will violate the MCWRA enabling act prohibition against exporting groundwater from the overdrafted basin. Absent return water, litigation is certain.

The approval of the RWSA by Cal-Am and the other necessary parties (including CCSD) shows this component of the MPWSP is feasible and necessary with the return water component of the MPWSP. Failure to approve the RWSA would result in significant impact.

## **CONCLUSION**

The SVWC supports the Proposed Decision (PD) for the MPWSP and the issuance of the CPCN for the project, as the PD is currently presented. If there are any changes to the PD, our support is with held until we have had the opportunity to review and evaluate the potential

impacts of the changes as to impacts to the Salinas Valley Groundwater Basin and its water right holders.

Respectfully submitted on August 30, 2018,

/s/ Nancy Isakson

Nancy Isakson, President

Salinas Valley Water Coalition



# NORTH COUNTY RECREATION & PARK DISTRICT

Castroville Community Services District  
P.O. Box 658  
Castroville, CA 95012

May 15, 2019

Dear CCSD Board Members;

Attached is a request for funding "Extended Recreation Services" and Capital Improvements with the North County Recreation and Park District for fiscal year ending June 30, 2020. When considering this funding please review the following reasons to contract with North County Recreation and Park District for extended recreation services.

- The majority of "Extended Services" funding goes towards staff salaries. And the majority of that is youth and senior program oriented.
- Your support allows us to hire local high school and college students during the summer to work in our Summer Day Camp—a summer long camp that offers family an affordable option.
- Your support allows us to offer summer activities, after school activities and extended hours of operation. This means keeping the Center open later than 4:00pm Monday – Friday and offering free Community Days at the Japanese School Park.
- Your support allows us to offer a Summer Day Camp for those families in need: a daily summer drop-in program with free summer breakfast and lunch; afternoon snacks, games, activities, crafts, cooking classes. This summer we expect to have 25 children enrolled in our Summer Day Camp. Last summer we collaborated with the North Monterey County Unified School District and served over 130 lunches per day in Castroville and an additional 50 per day in Rancho Moro Cojo.
- Another program that falls under "extended services " is our Senior Nutrition Program. This program provides a fun place for seniors to meet, socialize, do activities and have a hot nutritious meal. Sometimes this is the only meal they have that day. We serve 20-40 seniors each day.



## NORTH COUNTY RECREATION & PARK DISTRICT

- During the school year, your support allows us to offer organized activities and homework help with access to computers. The Center is open for students to “drop in” and have a fun in a safe place. These programs are very popular and well attended (between 30-60 kids each day between the hours of 2 – 6pm and 12:00 – 6:00 on Wednesdays and Thursdays when school lets out early). For many families this is the only supervision their children receive out of school until they arrive home after work. An estimated 825 children access the Recreation Center for after school activities each year.
- Your support allows us to keep the center open evenings. During this time District facilities are open and available to the community for adult activities and classes. We currently host Aztec Dancing on Mondays; open gym or league basketball on Tuesdays and Thursdays; and Dog Training on Wednesdays. We also make use of the Middle School gym where local youth and adults play indoor soccer currently on Thursday evenings, as well as, other local soccer groups that use this gym during the winter months.
- Your support also allows us to offer special community events throughout the year: our largest, Halloween Fun Nite serves over 900 youth under twelve with their family members; approximately 500 families attend our annual Easter Egg Hunt; another community favorite is Castroville Party in the Plaza, a parade and street fair, which attracts well over 800 attendees; and our annual Snow Play Day where we have snow blown in to create a snow ball area and a sledding hill.

These are just highlights of activities and programs that the funding from the Castroville Community Services District allows us to provide. And with each of these activities and programs we have stories of need and accomplishment, as well as life altering changes these programs have made in members of our community. Please see attached budget request (exhibit A).

Thank you for considering our request. If you have any questions, please feel free to contact me.

Sincerely,

A handwritten signature in cursive script that reads "Judy Burditt".

Judy Burditt  
General Manager  
North County Recreation and Park District

**EXHIBIT "A"**

**EXTENDED SERVICES FOR RECREATION AND PARK SERVICES  
PROVIDED BY  
NORTH COUNTY RECREATION AND PARK DISTRICT  
2019/2020 FISCAL YEAR**

**North County Recreation and Park District**

The North County Recreation and Park District provides a wide variety of recreation and park services to the Castroville Community. The District currently operates and maintains within the Castroville Community Services District the Japanese School Park and House, Cato Phillips Park, Rancho Moro Cojo Park, Crane Street Park, the North County Recreation Center which has an indoor gym, meeting room, kitchen, outside basketball, skate park, BBQ area and children's tot lot; hiking trails and various open space areas.

The District will provide the recreation services outlined in the **Scope of Services** for a fee not to exceed

**Scope of Services**

**1. Maintenance Equipment and Supplies:** \$ 14,028

The District will purchase maintenance materials and supplies necessary to maintain existing equipment and facilities to accommodate extended recreational services related to the facilities within the CCSD. These supplies include but are not limited to household cleaners, restroom towels, toilet tissue, garbage containers, light fixtures, and repair parts. (Based on estimated total costs of \$37,410, 64 hours a week of services of which 24 are extended hours.  $24/64 = 37.5\%$  of \$37,410 = \$14,028).

**2. Recreation Services** \$ 117,580

The District will provide the services of the General Manager, Assistant General Manager, Program Director, Special Event Staff, Maintenance Staff, Night Supervisor, Recreation Leaders, Senior Center Coordinator and Summer Staff to offer programs, services and activities to the Castroville Community. We will also contract for services with other agencies to provide additional recreational services to the community.

<b>Recreation Leaders (after School):</b>	
1.40 FTE 56hrs X 42 weeks = 2352 hrs	\$ 34,262
Offset by Community Action Partnership Grant	\$ (15,418)
<b>Summer Staff</b>	
3.5@40hrs x10weeks =1400 hrs	\$ 18,540
Offset by Community Action Partnership Grant	\$ (8,343)
<b>Maintenance Staff:</b>	
3.0 Maintenance workers @ 20% of \$96512	\$ 19,302
1.0 Maintenance/night supervisor 20hrs/wk @ \$14.00hr @ 100% of	\$ 14,560
<b>Special Events/Community Events All Staff</b>	
OT hours by staff to operate community events 86.25	\$ 1,950.00
<b>Program Director:</b>	
2080 hrs annually 50% of \$47250	\$ 23,625
<b>Finance and Administrative Director:</b>	
2080 hrs annually @ 20% of \$65506 annual salary	\$ 13,101
<b>General Manager:</b>	
2080 hrs annually @ 20% of \$80000 annual salary	\$ 16,000
<b>Total staff costs</b>	<b>\$ 117,580</b>

<b><u>3. Capital Projects</u></b>	
Outdoor steps at Center	\$ 6,918
Extend ADA ramp	\$ 3,836
<b>Total Capital Projects</b>	<b>\$ 10,754</b>

**Grand Total** **\$ 142,362**

# Castroville Community Services District

## Expenses by Vendor Detail

July 1, 2006 through May 17, 2019

Date	Num	Name	Memo	Amount
<b>North County Recreation &amp; Park District</b>				
02/14/2007	82 Hydrants	North County Recreation & P...		-820.00
09/27/2007	Hydrant Painti...	North County Recreation & P...		-680.00
09/23/2008	September 20...	North County Recreation & P...	1st Installment	-35,000.00
02/11/2009	2009-Recreati...	North County Recreation & P...		-40,000.00
02/11/2009	CCSD0809.03	North County Recreation & P...		-1,996.00
03/24/2009	2nd Installment	North County Recreation & P...		-35,000.00
09/08/2009	FY 09-10	North County Recreation & P...		-35,000.00
03/23/2010	FY 09-10 April...	North County Recreation & P...		-43,000.00
06/03/2010	Rec Funding ...	North County Recreation & P...		-17,000.00
06/14/2010	3	North County Recreation & P...		-1,000.00
12/28/2010	Fy 10/11 1st In...	North County Recreation & P...		-50,000.00
12/28/2010	Scoreboard N...	North County Recreation & P...		-10,000.00
05/04/2011	May 2011 Rec...	North County Recreation & P...		-50,000.00
06/16/2011	5-2010	North County Recreation & P...		-1,200.00
09/21/2011	1112-IERS 1st...	North County Recreation & P...		-50,000.00
09/21/2011	1112-2TM	North County Recreation & P...		-12,515.43
12/29/2011	Jan 2012 111...	North County Recreation & P...		-25,000.00
12/29/2011	1112-3M	North County Recreation & P...		-7,951.47
04/02/2012	1112-1ERS A...	North County Recreation & P...		-25,000.00
08/22/2012	1213-IERS 1s...	North County Recreation & P...		-28,355.75
09/05/2012	20120816	North County Recreation & P...		-576.00
10/03/2012	1213-IERS Oc...	North County Recreation & P...		-28,355.75
12/27/2012	1213-IERS 3r...	North County Recreation & P...		-28,355.75
01/24/2013	1	North County Recreation & P...		-390.00
04/04/2013	1213-IERS April	North County Recreation & P...		-1,856.75
04/16/2013	130403.02	North County Recreation & P...		-495.58
04/29/2013	1213-IERS Ap...	North County Recreation & P...		-26,500.00
06/28/2013	130815.02	North County Recreation & P...		-306.13
06/28/2013	130815.03	North County Recreation & P...		-287.60
06/28/2013	130815.04	North County Recreation & P...		-326.15
06/28/2013	130815.05	North County Recreation & P...		-767.10
09/04/2013	1st Qrt 2013/1...	North County Recreation & P...		-27,153.00
10/03/2013	1314-IERS2nd	North County Recreation & P...		-27,153.00
10/30/2013	2	North County Recreation & P...		-530.00
01/07/2014	1314-IERS Ja...	North County Recreation & P...		-27,153.00
03/05/2014	Fire Hydrants	North County Recreation & P...		-250.00
04/15/2014	1314-IERS 4t...	North County Recreation & P...		-27,153.00
04/16/2014	1314-SERS	North County Recreation & P...		-30,000.00
05/29/2014	140509.02	North County Recreation & P...		-144.84
05/29/2014	140509.03	North County Recreation & P...		-268.84
05/29/2014	140509.04	North County Recreation & P...		-133.17
06/30/2014	140604.40	North County Recreation & P...		-533.88
06/30/2014	14064.39 June	North County Recreation & P...		-103.42
07/25/2014	14064.38	North County Recreation & P...		-140.75
07/25/2014	140604.40 July	North County Recreation & P...		-533.87
07/25/2014	140604.39 July	North County Recreation & P...		-103.42
08/21/2014	8-12-14 Hyrants	North County Recreation & P...		-340.00
09/03/2014	140604.40-1	North County Recreation & P...		-40.00
09/03/2014	140604.52	North County Recreation & P...		-25,000.00
10/13/2014	40604.59	North County Recreation & P...		-25,000.00
01/20/2015		North County Recreation & P...		-25,000.00
02/25/2015	140604.122	North County Recreation & P...		-146.88
02/25/2015	140604.121	North County Recreation & P...		-98.19
04/28/2015	140604.126	North County Recreation & P...		-525.76
04/28/2015	140604.125	North County Recreation & P...		-28,325.00
08/04/2015	140604.147	North County Recreation & P...		-1,089.50
08/04/2015	140604.146	North County Recreation & P...		-25,000.00
10/12/2015	140604.156	North County Recreation & P...		-25,000.00
01/05/2016	Jan 2016 3rd ...	North County Recreation & P...		-25,000.00
04/12/2016	140604.165	North County Recreation & P...		-25,000.00
04/12/2016	140604.163	North County Recreation & P...		-421.43
04/12/2016	140604.164	North County Recreation & P...		-417.93
06/30/2016	140604.169	North County Recreation & P...		-949.47
06/30/2016	140604.172	North County Recreation & P...		-200.00

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# Castroville Community Services District

Expenses by Vendor Detail  
July 1, 2006 through May 17, 2019

Date	Num	Name	Memo	Amount
06/30/2016	140604.171	North County Recreation & P...		-203.48
06/30/2016	140604.170	North County Recreation & P...		-235.95
06/30/2016	140604.173	North County Recreation & P...		-7,500.00
08/17/2016	140604.178	North County Recreation & P...		-27,087.25
09/27/2016	140604.179	North County Recreation & P...		-22,500.00
09/27/2016	140604.180	North County Recreation & P...		-27,087.25
01/18/2017	140604.184	North County Recreation & P...		-27,087.25
05/09/2017	140604.186	North County Recreation & P...		-27,087.25
05/09/2017	140604.187A	North County Recreation & P...		-172.98
05/09/2017	140604.187B	North County Recreation & P...		-134.98
05/09/2017	140604.187C	North County Recreation & P...		-218.97
05/24/2017	140604.188C	North County Recreation & P...		-257.57
05/24/2017	140604.188B	North County Recreation & P...		-61.19
05/24/2017	140604.188	North County Recreation & P...		-249.38
05/24/2017	140604.189	North County Recreation & P...		-965.80
06/30/2017	140604.193	North County Recreation & P...		-733.65
06/30/2017	14064-197	North County Recreation & P...		-20,000.00
08/30/2017	140604.196	North County Recreation & P...		-25,000.00
09/27/2017	140604.199	North County Recreation & P...		-1,086.39
11/20/2017	140604.201	North County Recreation & P...		-150.00
11/20/2017	140604.200	North County Recreation & P...		-25,000.00
11/20/2017	140604.202	North County Recreation & P...		-601.40
02/12/2018	140604.209 3...	North County Recreation & P...		-25,000.00
04/06/2018	140604.210	North County Recreation & P...		-25,000.00
06/29/2018	140604.214	North County Recreation & P...		-2,512.16
08/15/2018	140604.213	North County Recreation & P...		-25,000.00
08/28/2018	140604.212	North County Recreation & P...		-750.00
10/05/2018	140604.216	North County Recreation & P...		-2,419.61
11/05/2018	140604.217	North County Recreation & P...		-25,000.00
01/30/2019	140604.219	North County Recreation & P...		-25,000.00
03/27/2019	4th Quarter 20...	North County Recreation & P...		-25,000.00
Total North County Recreation & Park District				-1,273,743.32
TOTAL				-1,273,743.32

Tax measure

Tax measure

Tax measure

1st Tax Measure \$ 22,322.65  
 2nd Tax Measure \$ 76,325.06  


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 Total \$ 98,647.65

Misc Well sites Maintenance, Open Space  
 Hydrants \$ 26,567.42  
 NMCATS Scoreboard \$ 10,000

NCRPD Extended Recreation  
 \$ 1,138,528.25



**Castroville Community Services District  
Draft Water Income and Expense Budget  
July 2019 through June 2020**

	2018/2019	2019/2020
<b>Income</b>		
4010 · Metered Water Sales	\$ 1,140,000	\$ 1,195,000
4020 · Hydrant Water Sales	\$ 11,000	\$ 8,000
4030 · New Service Installation	\$ 15,237	\$ 15,237
4040 · Backflow Revenue	\$ 12,700	\$ 12,700
Misc. Revenue		
4050 · Misc. Revenue-Other	\$ 5,000	\$ 3,500
4053 · Reconnect Charges	480	480
4054 · NSF Charges	300	300
4057 · Trip Fee Charges	6,000	6,000
Total Misc. Revenue	<u>\$ 11,780</u>	<u>\$ 10,280</u>
4060 · Interest Earned	\$ 70,000	\$ 70,000
<b>Total Income</b>	<u><u>\$ 1,260,717</u></u>	<u><u>\$ 1,311,217</u></u>

**Expense**

**WATER OPERATIONS EXPENSE**

General Operations Expense

5110 · Shop Supplies	\$ 1,000	\$ 1,000
5115 · Tools & Equipment	3,000	3,000
5120 · Operators Uniforms	2,750	2,835
5125 · Cellular Phones	975	975
5130 · Operators Certifications	800	800
5135 · Water Testing Fees	10,000	6,000
5136 · Backflow Testing	1,000	1,000
5138 · Water System Fees	7,000	7,000
Total General Operations Expense	<u>\$ 26,525</u>	<u>\$ 22,610</u>

Well Sites Expense

5155 · Utilities - P G & E	\$ 92,000	\$ 92,000
5165 · Pump Repair/Maintenance	3,500	4,000
5170 · Supplies for Pumps & Well Sites	22,000	15,000
5178 · Generators Repairs/Maintenance	2,000	2,000
5180 · Tank Repair/Maintenance	1,000	1,000
5185 · Building Repair/Maintenance	1,000	1,000
5190 · Chlorine/Softener Repair/Maintenance	4,000	2,000
5195 · Well Sites - Other Expense	13,000	20,000
Total Well Sites Expense	<u>\$ 138,500</u>	<u>\$ 137,000</u>

**Castroville Community Services District  
Draft Water Income and Expense Budget  
July 2019 through June 2020**

	2018/2019	2019/2020
<b>Valve Expense</b>		
5210 · Valve - Supplies	500	500
5230 · Valve - Repair/Maintenance	1,000	1,000
<b>Total Valve Expense</b>	<b>\$ 1,500</b>	<b>\$ 1,500</b>
<b>Meter Expense</b>		
5260 · Meter - Supplies	\$ 1,000	\$ 1,000
5270 · Meter - Repair/Maintenance	8,000	6,000
<b>Total Meter Expense</b>	<b>\$ 9,000</b>	<b>\$ 7,000</b>
<b>Hydrant Expense</b>		
5310 · Hydrant - Supplies	\$ 1,000	\$ 1,000
5330 · Hydrant - Repair Maintenance	1,000	1,000
<b>Total Hydrant Expense</b>	<b>\$ 2,000</b>	<b>\$ 2,000</b>
<b>Water Lines Expense</b>		
5355 · Water Lines - Supplies	\$ 6,000	\$ 6,000
5365 · Water Lines - Repair/Maintenance	20,000	20,000
<b>Total Water Lines Expense</b>	<b>\$ 26,000</b>	<b>\$ 26,000</b>
5400 · Water Depreciation Expense	\$ 312,000	\$ 312,000
<b>Automobile Expense</b>		
5451 · Fuel	\$ 2,300	\$ 2,300
5452 · Repair/Maintenance	\$ 4,000	\$ 2,000
5453 · Other-Auto Expense	1,500	1,500
<b>Total Automobile Expense</b>	<b>\$ 7,800</b>	<b>\$ 5,800</b>
<b>Payroll Expense Water Operation</b>		
5520 · Operators Water Wages	\$ 86,563	\$ 92,600
<b>Total Payroll Expense-Operations</b>	<b>\$ 86,563</b>	<b>\$ 92,600</b>
<b>TOTAL OPERATIONS EXPENSE</b>	<b>\$ 609,888</b>	<b>\$ 606,510</b>
<b>ADMINISTRATIVE EXPENSE</b>		
<b>Billing Expense</b>		
5565 · Postage	\$ 10,000	\$ 10,000
5570 · Billing Supplies	1,500	8,000
5580 · Toilet Rebate	225	225
5585 · Bad Debt Write Off's	500	500
5590 · Other Billing Expense	6,100	6,100
<b>Total Billing Expense</b>	<b>\$ 18,325</b>	<b>\$ 24,825</b>

**Castroville Community Services District  
Draft Water Income and Expense Budget  
July 2019 through June 2020**

	2018/2019	2019/2020
<b>Utilities Expense</b>		
5611 · Utilities - P G & E	\$ 1,650	\$ 1,650
5612 · Utilities - Telephones	2,050	2,410
5613 · Utilities - Disposal	175	180
5650 · Utilities - M R W P C A	90	135
<b>Total Utilities Expense</b>	<b>\$ 3,965</b>	<b>\$ 4,375</b>
 <b>Insurance Expense</b>		
5621 · Insurance - Auto & General	\$ 11,600	\$ 11,600
<b>Total Insurance Expense</b>	<b>\$ 11,600</b>	<b>\$ 11,600</b>
 <b>Office Expense</b>		
5710 · Office Supplies	\$ 2,500	\$ 2,500
5715 · Office Equipment	2,000	2,000
5720 · Misc Office Expense	2,500	2,500
5730 · Alarm Monitoring Service	800	800
5735 · Property Taxes	600	600
5740 · Computer Programs/Upgrades	5,600	5,600
5745 · Bank Fees	500	500
5750 · Seminars/Training/Staff	3,000	3,000
5752 · Seminar/Training/Directors	3,000	3,000
5760 · Membership Dues	10,500	10,500
5765 · Office Repairs/Maintenance	2,000	2,000
5770 · Building Maintenance	3,000	3,000
<b>Total Office Expense</b>	<b>\$ 36,000</b>	<b>\$ 36,000</b>
 <b>Payroll Expenses</b>		
5810 · Wages Water- General Manager	\$ 67,157	\$ 69,172
5820 · Wages - Administrative	72,104	74,718
5865 · Insurance - Workers Comp	5,000	7,300
5875 · Employee Health Benefits	70,000	76,500
5880 · PERS Retirement Benefits	31,600	36,978
5882 · Employee Life Insurance	616	616
5885 · FICA Expense	18,000	18,600
5895 · Retired Employee Benefits	1,650	1,660
5896 · Other Post Employment Benefits	8,550	8,550
<b>Total Payroll Expenses</b>	<b>\$ 274,677</b>	<b>\$ 294,094</b>
 <b>Consulting Expense</b>		
5910 · Legal Fees	\$ 14,000	\$ 14,000
5920 · Engineering Fees	15,000	15,000
5930 · Director Fees	2,700	2,700

**Castroville Community Services District  
Draft Water Income and Expense Budget  
July 2019 through June 2020**

	2018/2019	2019/2020
5940 · Accounting Fees	8,123	8,500
5960 · Other Consulting Fees	27,000	27,000
Total Consulting Expense	<u>\$ 66,823</u>	<u>\$ 67,200</u>
<b>TOTAL ADMINISTRATIVE EXPENSE</b>	<b><u>\$ 411,390</u></b>	<b><u>\$ 438,094</u></b>
<b>TOTAL COMBINED EXPENSES</b>	<b><u>\$ 1,021,278</u></b>	<b><u>\$ 1,044,604</u></b>
Net Income or Loss	<u>\$ 239,439</u>	<u>\$ 266,613</u>
<b>*Less Capital Expenditures:</b>	<b><u>\$ 98,000</u></b>	<b><u>\$ 44,000</u></b>
Lateral Replacement \$15K		
Meter Registers \$5K		
Main Valves \$15K		
SCADA \$9K		
Net Income or Loss	<u><u>141,439</u></u>	<u><u>222,613</u></u>

\*Capital Expenditures will be booked as an asset

\*Depreciation Expense is reflected

**Castroville Community Services District**  
**Draft Castroville (Zone 1) Sewer Income and Expense Budget**  
**July 2019 through June 2020**

	2018/2019	2019/2020
<b>Income</b>		
<b>ZONE 1 (CASTROVILLE) REVENUE</b>		
4105 · User fees - Storm Drain #75301	\$ 65,000	\$ 65,000
4115 · Property Tax	450,000	460,000
4125 · Sewer Connection Fees	22,176	6,338
1170 · USDA Income from M L Zone 3	26,000	27,000
4130 · Misc Revenue	5,300	2,000
4135 · Zone 1 Interest Earned	130,000	130,000
<b>Total Income</b>	<b>\$ 698,476</b>	<b>\$ 690,338</b>
 <b>Zone 1 OPERATION EXPENSE</b>		
General Operation Expense		
7005 · Shop Supplies	\$ 1,000	\$ 1,000
7010 · Small Tools	1,500	1,500
7015 · Operators Uniforms	2,150	2,215
7018 · Operators Certifications	500	500
7020 · Cellular Phones	760	760
<b>Total General Operation Expense</b>	<b>\$ 5,910</b>	<b>\$ 5,975</b>
 Lift Station Expense		
7105 · Sewer Utilities PG & E	\$ 4,600	\$ 4,600
7115 · Lift Station Repair/Maintenance	3,500	3,500
7120 · Supplies for Pump Station	1,000	1,000
7122 · Permit Fee for Generators	400	500
7125 · Building Repair & Maintenance	1,000	1,000
<b>Total Lift Station Expense</b>	<b>\$ 10,500</b>	<b>\$ 10,600</b>
 7200 · Sewer (Zone 1) Depreciaton Expense	 62,456	 62,456
 Automobile Expense		
7305 · Fuel for Trucks	\$ 2,200	\$ 2,200
7310 · Repair/Maintenance	4,000	2,000
7315 · Other Auto Expense	1,500	1,500
<b>Total Automobile Expense</b>	<b>\$ 7,700</b>	<b>\$ 5,700</b>
 Payroll Expense-Operation		
7405 · Operators Zone 1 Wages	\$ 67,327	\$ 71,986
<b>Total Payroll Expense</b>	<b>\$ 67,327</b>	<b>\$ 71,986</b>

**Castroville Community Services District**  
**Draft Castroville (Zone 1) Sewer Income and Expense Budget**  
**July 2019 through June 2020**

	<b>2018/2019</b>	<b>2019/2020</b>
Sewer Line Expense		
7465 · Sewer Line-Repair/Maintenance	\$ 27,000	\$ 27,000
Total Sewer Line Expense	\$ 27,000	\$ 27,000
Storm drain Expense		
7475 · Storm Drain-Supplies	\$ 1,000	\$ 1,000
7485 · Storm Drain-Repair/Maintenance	8,000	8,000
7492 · Storm Drain-Fuel for Trucks	900	900
Total Storm Drain Expense	\$ 9,900	\$ 9,900
<b>TOTAL OPERATION EXPENSE</b>	<b>190,793</b>	<b>193,617</b>

**ZONE 1 ADMINSTRATIVE EXPENSE**

Office Expense		
7505 · Office Supplies	\$ 2,200	\$ 2,200
7510 · Office Equipment	1,500	1,500
7515 · Misc. Office Expense	1,600	1,600
7520 · Computer Program/Upgrade	2,000	2,000
7525 · Office Repair/Maintenance	1,300	1,300
7530 · Alarm Monitoring Service	500	500
7535 · Property Taxes	350	350
7540 · Seminars/Training/Staff	2,500	2,500
7545 · Seminar/Training/Directors	2,500	2,500
7555 · Membership Dues	6,000	6,000
7560 · Building Maintenance	2,000	2,000
7586 · Bad Debt Write-Offs	500	500
Total Office Expense	\$ 22,950	\$ 22,950
Payroll Expense Admin		
7605 · Wages Zone 1 GM	\$ 52,232	\$ 53,800
7620 · Wages Zone 1 Admin	56,081	57,774
7625 · Insurance -Workers Comp	3,850	5,671
7630 · Employee Health Benefits	54,500	59,500
7632 · FICA Expense	14,000	14,600
7635 · PERS Retirement Benefits	24,500	28,762
7636 · Other Post Employment Benefits	6,650	6,650
7640 · Employee Life Insurance	480	480
Total Payroll Expense	\$ 212,293	\$ 227,237

**Castroville Community Services District**  
**Draft Castroville (Zone 1) Sewer Income and Expense Budget**  
**July 2019 through June 2020**

	2018/2019	2019/2020
<b>Utilities Expense</b>		
7655 · Utilities - PG &E	\$ 1,500	\$ 1,500
7660 · Utilities-Telephones	1,600	1,700
7665 · Utilities - Disposal	140	140
7670 · Utilities - MRWPCA	55	60
<b>Total Utilities Expense</b>	<u>\$ 3,295</u>	<u>\$ 3,400</u>
 <b>Sewer Consulting Expense</b>		
7705 · Sewer Legal Fees	\$ 2,000	\$ 1,000
7710 · Sewer Engineer Fees	3,000	10,000
7715 · Sewer Accounting Fees	6,350	6,600
7720 · Sewer Other Consulting Fees	2,000	2,000
7725 · Director Fees	2,100	2,100
<b>Total Consulting Expense</b>	<u>\$ 15,450</u>	<u>\$ 21,700</u>
 <b>Insurance Expense</b>		
7755 · Insurance - Auto & General	<u>\$ 9,150</u>	<u>\$ 9,150</u>
<b>Total Insurance Expense</b>	<u>\$ 9,150</u>	<u>\$ 9,150</u>
 <b>Bond, Loan, &amp; Certif. Expense</b>		
7772 · Investment Advisory Services	\$ 50	\$ 50
7774 · CSA 14/CCSD Organizational Cost	\$ 3,589	\$ 3,589
7775 · Willdan Tax Code-Admin Fee	\$ 1,600	\$ 1,600
7776 · Unrealized/Gain-Loss of Investment	5,000	5,000
<b>Total Bond, Loan &amp; Certif. Expense</b>	<u>\$ 10,239</u>	<u>\$ 10,239</u>
 <b>Storm Drain Consulting Expense</b>		
7805 · Storm Drain Legal Fees	\$ 800	\$ 500
7810 · Storm Drain Engineer Fees	2,000	1,000
7815 · Storm Drain Other Consulting Fee	500	500
<b>Total Consulting Expense</b>	<u>\$ 3,300</u>	<u>\$ 2,000</u>
 <b>TOTAL ADMINISTRATIVE EXPENSE</b>	<u><u>\$ 276,677</u></u>	<u><u>\$ 296,676</u></u>
 <b>TOTAL COMBINED EXPENSES</b>	<u><u>\$ 467,470</u></u>	<u><u>\$ 490,293</u></u>
 <b>NET INCOME OR LOSS</b>	<u><u>\$ 231,006</u></u>	<u><u>\$ 200,045</u></u>

**Castroville Community Services District  
 Draft Castroville (Zone 1) Sewer Income and Expense Budget  
 July 2019 through June 2020**

	2018/2019	2019/2020
<b>*Less Capital Expenditures</b>	<u>70,000</u>	<u>17,000</u>
Lift Stations \$10K		
SCADA \$7K		
<b>Transfer Out- Property Taxes to Zone 1 Gov for Recreational Services</b>	<b>\$ 118,000</b>	<b>\$ 118,000</b>
<b>Net Income or Loss</b>	<u><b>43,006</b></u>	<u><b>65,045</b></u>

\*Capital Expenditures will be booked as an asset

\*Depreciation Expense is reflected



**Castroville Community Services District  
 Castroville (Zone 1) Governmental Activities  
 Draft Income and Expense Budget  
 July 2019 through June 2020**

	<b>2019/2020</b>
<b>Income</b>	
<b>ZONE 1 (CASTROVILLE) REVENUE</b>	
4107 · User fees - Street Lights #75301	\$ 33,000
4135 · Zone 1 Interest Earned	2,000
<b>Total Income</b>	<b>\$ 35,000</b>
<b>ZONE 1 OTHER OPER &amp; MAINT EXPENSE</b>	
7825 · Street Light Utility Cost	\$ 44,000
7830 · Castroville Sign Maintenance	4,000
7835 · Pedestrian Over Cross Maintenance	1,000
<b>Total Zone1 Other Oper &amp; Maint Expense</b>	<b>\$ 49,000</b>
<b>TOTAL OTHER OPERATION EXPENSE</b>	<b>49,000</b>
<b>ZONE 1 RECREATIONAL EXPENSE</b>	
7850 · No. Co. Rec & Park District	\$ 118,000
<b>Total Zone 1 Recreational Expense</b>	<b>\$ 118,000</b>
<b>TOTAL RECREATIONAL EXPENSE</b>	<b>\$ 118,000</b>
<b>TOTAL COMBINED EXPENSES</b>	<b>\$ 167,000</b>
<b>NET INCOME OR LOSS</b>	<b>(\$132,000)</b>
<b>Transfer In- Property Taxes to Zone 1 Gov for Recreational Services</b>	<b>\$ 118,000</b>
<b>Net Income or Loss</b>	<b>(\$14,000)</b>

**Castroville Community Services District  
Draft Sewer Zone 2 Income and Expense Budget  
July 2019 through June 2020**

	2018/2019	2019/2020
<b>Income</b>		
<b>ZONE 2 (MORO COJO) REVENUE</b>		
4205 · Userfees MC-Sewer & Storm Drain #73701	\$ 65,256	\$ 67,703
4210 · Zone 2 Interest Earned	4,500	4,500
4215 · Userfees NMCHS & Mobile Park	85,726	89,170
<b>Total Income</b>	<b>\$ 155,482</b>	<b>\$ 161,373</b>
 <b>ZONE 2 OPERATION EXPENSE</b>		
General Operation Expense		
8030 · Shop Supplies	\$ 500	\$ 500
8035 · Small Tools	\$ 500	\$ 500
8037 · Operators Uniforms	\$ 700	\$ 725
8038 · Operators Certification	\$ 350	\$ 350
8039 · Operators Cellular Phones	220	220
<b>Total General Operation Expense</b>	<b>\$ 2,270</b>	<b>\$ 2,295</b>
 Lift Station Expense		
8055 · Utilities	\$ 9,700	\$ 9,700
8065 · Lift Station Repair/Maintenance	2,000	2,000
8070 · Supplies for Pump Station	1,000	1,000
8080 · Building Repair & Maintenance	500	500
<b>Total Lift Station Expense</b>	<b>\$ 13,200</b>	<b>\$ 13,200</b>
 8082 · Sewer (Zone 2) Depreciaton Expense		
Automobile Expense	\$ 15,500	\$ 15,500
8090 · Fuel for Trucks	\$ 1,200	\$ 1,200
8095 · Auto-Repair/Maintenance	2,500	2,500
8100 · Other Auto Expense	500	500
<b>Total Automobile Expense</b>	<b>\$ 4,200</b>	<b>\$ 4,200</b>
 Payroll Expense-Operations		
8110 · Operator Zone 2 Wages	\$ 19,236	\$ 20,568
<b>Total Payroll Expenses-Operations</b>	<b>\$ 19,236</b>	<b>\$ 20,568</b>
 Sewer Line Expense		
8135 · Sewer Line-Repair/Maintenance	\$ 2,000	\$ 2,000
<b>Total Sewer Line Expense</b>	<b>\$ 2,000</b>	<b>\$ 2,000</b>
 Storm Drain Expense		
8145 · Storm drain-Supplies	\$ 500	\$ 500
8155 · Storm drain-Repair/Maintenance	2,000	1,000
<b>Total Storm Drain Expense</b>	<b>\$ 2,500</b>	<b>\$ 1,500</b>

**Castroville Community Services District**  
**Draft Sewer Zone 2 Income and Expense Budget**  
**July 2019 through June 2020**

2018/2019      2019/2020

**TOTAL OPERATION EXPENSE**

58,906      59,263

**ZONE 2 ADMINISTRATIVE EXPENSE**

Office Expense

8178 · Seminar/Training/Directors	\$	500	\$	500
8179 · Membership Dues		1,600		1,800
8181 · Office Supplies	\$	600	\$	600
8182 · Office Equipment	\$	500	\$	500
8183 · Misc. Office Expense	\$	1,200	\$	1,200
8184 · Building Maintenance	\$	300	\$	300
8185 · Computer Program/Upgrade	\$	600	\$	600
8186 · Office Repair/Maintenance	\$	300	\$	300
8187 · Alarm Monitoring Service	\$	200	\$	200
8188 · Property Taxes	\$	100	\$	100
8189 · Seminars/Training/Staff	\$	500	\$	500
<b>Total Office Expense</b>	<b>\$</b>	<b>6,400</b>	<b>\$</b>	<b>6,600</b>

Payroll Expense Administration

8191 · Wages- Zone 2 GM		14,924		15,372
8195 · Wages-Zone 2 Admin		16,023		16,604
8200 · Insurance-Workers Comp		1,200		1,620
8205 · Employee Health Benefits		15,515		17,000
8210 · PERS Retirement Benefits		7,100		8,218
8212 · Employee Life Insurance		137		137
8213 · Other Post Retirement Benefits		1,900		1,900
8214 · FICA Expense		4,000		4,200
<b>Total Payroll Expense Administration</b>	<b>\$</b>	<b>60,799</b>	<b>\$</b>	<b>65,051</b>

Utilities Expense

8221 · Utilities - PG &E	\$	500	\$	500
8222 · Utilities-Telephones		475		510
8223 · Utilities - Disposal		70		70
8224 · Utilities - MRWPCA		25		30
<b>Total Utilities Expense</b>	<b>\$</b>	<b>1,070</b>	<b>\$</b>	<b>1,110</b>

Consulting Expense

8216 · Sewer Consulting Fees		1,200		1,600
8217 · Sewer Engineer Fees		1,000		1,000
8218 · Sewer Accounting Fees		1,800		1,900

**Castroville Community Services District  
Draft Sewer Zone 2 Income and Expense Budget  
July 2019 through June 2020**

	<b>2018/2019</b>	<b>2019/2020</b>
8219 · Sewer Legal Fees	1,000	1,500
8226 · Director Fees	600	600
8229 · Moro Cojo Annexation Amorization	\$ 533	\$ 533
	<b>\$ 6,133</b>	<b>\$ 7,133</b>
Insurance Expense		
8230 · Insurance-Auto & General	\$ 2,600	\$ 2,600
Total insurance Expense	<b>\$ 2,600</b>	<b>\$ 2,600</b>
<b>TOTAL ADMINISTRATIVE EXPENSE</b>	<b>\$ 77,002</b>	<b>\$ 82,494</b>
<b>TOTAL COMBINED EXPENSES</b>	<b>\$ 135,908</b>	<b>\$ 141,757</b>
<b>NET INCOME OR LOSS</b>	<b>\$ 19,574</b>	<b>\$ 19,616</b>
<b>LESS CAPITAL EXPENDITURES</b>	<b>\$ 12,000</b>	<b>\$ 17,000</b>
Impellers/Pump \$12K		
SCADA \$5K		
<b>Net income or Loss</b>	<b>\$ 7,574</b>	<b>\$ 2,616</b>

\*Capital Expenditures will be booked as an asset

\*Depreciation Expense is reflected

**Castroville Community Services District  
 Draft Zone 2 Governmental Activities  
 Income and Expense Budget  
 July 2019 through June 2020**

	<b>2018/2019</b>	<b>2019/2020</b>
<b>Income</b>		
4207 · Userfees MC-Street, Open Sp, Street Lights #73701	\$ 34,030	\$ 34,030
4210 · Zone 2 Interest Earned	2,000	2,000
<b>Total Income</b>	<b>\$ 36,030</b>	<b>\$ 36,030</b>

<b>ZONE 2 OTHER OPER &amp; MAINT EXPENSE</b>		
8245 · Open Space Maint-Outside Service	\$ 2,400	\$ 3,000
8250 · Street Light Utility Cost	5,400	5,000
8255 · Road Repair	500	1,500
8260 · Street Signage	1,500	500
<b>Total Zone 2 Other Operation &amp; Maint Expense</b>	<b>\$ 9,800</b>	<b>\$ 10,000</b>

<b>NET INCOME OR LOSS</b>	<b>\$ 26,230</b>	<b>\$ 26,030</b>
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**Castroville Community Services District**  
**Draft Moss Landing (Zone 3) Sewer Income and Expense Budget**  
**July 2019 through June 2020**

	2018/2019	2019/2020
<b>Income</b>		
Zone 3 (Moss Landing) REVENUE		
4305 · Property Taxes	87,700	90,000
4306 · Sewer Connection Fees	7,000	7,000
4307 · Sanitation Fees	185,000	190,000
4308 · Interest Earned	12,000	12,000
4309 · Misc Revenue	1,000	500
<b>Total Income</b>	<b>\$ 292,700</b>	<b>\$ 299,500</b>
 <b>Zone 3 OPERATION EXPENSE</b>		
General Operation Expense		
9005 · Shop Supplies	\$ 500	\$ 500
9010 · Small Tools	500	500
9015 · Operators Uniforms	700	725
9018 · Operators Certifications	350	350
9020 · Cellular Phones	220	220
<b>Total General Operation Expense</b>	<b>\$ 2,270</b>	<b>\$ 2,295</b>
 Lift Station Expense		
9105 · Sewer Utilities PG & E	\$ 11,200	\$ 11,200
9115 · Lift Station Repair/Maintenance	4,000	4,000
9120 · Supplies for Pump Station	500	500
<b>Total Lift Station Expense</b>	<b>\$ 15,700</b>	<b>\$ 15,700</b>
 9200 · Sewer (Zone 3) Depreciaton Expense		
	28,000	29,000
 Automobile Expense		
9305 · Fuel for Trucks	\$ 1,200	\$ 1,200
9310 · Repair/Maintenance	2,500	2,500
9315 · Other Auto Expense	500	500
<b>Total Automobile Expense</b>	<b>\$ 4,200</b>	<b>\$ 4,200</b>
 Payroll Expense-Operation		
9405 · Operators Zone 3 Wages	\$ 19,236	\$ 20,568
<b>Total Payroll Expense</b>	<b>\$ 19,236</b>	<b>\$ 20,568</b>
 Sewer Line Expense		
9465 · Sewer Line-Repair/Maintenance	\$ 7,000	\$ 7,000
<b>Total Sewer Line Expense</b>	<b>\$ 7,000</b>	<b>\$ 7,000</b>
 <b>TOTAL OPERATION EXPENSE</b>	 <b>76,406</b>	 <b>78,763</b>

**Castroville Community Services District**  
**Moss Landing (Zone 3) Sewer Income and Expense Budget**  
**July 2016 through June 2017**  
**Draft**

	2018/2019	2019/2020
<b>Zone 3 ADMINSTRATIVE EXPENSE</b>		
Office Expense		
9505 · Office Supplies	\$ 600	\$ 600
9510 · Office Equipment	500	500
9515 · Misc. Office Expense	1,200	1,200
9520 · Computer Program/Upgrade	600	600
9525 · Office Repair/Maintenance	300	300
9530 · Alarm Monitoring Service	200	200
9535 · Property Taxes	50	50
9540 · Seminars/Training/Staff	500	500
9545 · Seminar/Training/Directors	500	500
9555 · Membership Dues	1,600	1,800
9560 · Building Maintenance	300	300
Total Office Expense	\$ 6,350	\$ 6,550
Payroll Expense Admin		
9605 · Wages Zone 3 GM	\$ 14,924	\$ 15,372
9620 · Wages Zone 3 Admin	16,023	16,604
9625 · Insurance -Workers Comp	1,200	1,620
9630 · Employee Health Benefits	15,515	17,000
9632 · FICA Expense	4,000	4,200
9635 · PERS Retirement Benefits	7,100	8,218
9636 · Other Post Employment Benefits	1,900	1,900
9640 · Employee Life Insurance	137	137
Total Payroll Expense	\$ 60,799	\$ 65,051
Utilities Expense		
9655 · Utilities - PG &E	\$ 500	\$ 500
9660 · Utilities-Telephones	475	510
9665 · Utilities - Disposal	70	70
9670 · Utilities - MRWPCA	25	30
Total Utilities Expense	\$ 1,070	\$ 1,110
Sewer Consulting Expense		
9705 · Sewer Legal Fees	\$ 3,000	\$ 3,000
9710 · Sewer Engineer Fees	7,000	7,000
9715 · Sewer Accounting Fees	1,800	1,900
9720 · Sewer Other Consulting Fees	5,000	5,000
9725 · Director Fees	600	600
Total Consulting Expense	\$ 17,400	\$ 17,500

**Castroville Community Services District  
 Draft Moss Landing (Zone 3) Sewer Income and Expense Budget  
 July 2019 through June 2020**

	2018/2019	2019/2020
Insurance Expense		
9755 · Insurance - Auto & General	\$ 2,600	\$ 2,600
Total Insurance Expense	<u>\$ 2,600</u>	<u>\$ 2,600</u>
Loan-Bond Expense		
2601 · Sewer Bond Payment-Principal	26,000	27,000
Total Loan-Bond Expense	<u>\$ 26,000</u>	<u>\$ 27,000</u>
<b>TOTAL ADMINISTRATIVE EXPENSE</b>	<u><u>\$ 114,219</u></u>	<u><u>\$ 119,811</u></u>
<b>TOTAL COMBINED EXPENSES</b>	<u><u>\$ 190,625</u></u>	<u><u>\$ 198,574</u></u>
<b>NET INCOME OR LOSS</b>	<u><u>\$ 102,075</u></u>	<u><u>\$ 100,926</u></u>
<b>*Less Capital Expenditures</b>	<u><u>60,000</u></u>	<u><u>157,000</u></u>
Lift Stations-Pumps 10k		
Sewer Main/Manhole Rehab \$100k		
New Motor Control Center Covers \$40k		
SCADA \$9K		
<b>NET INCOME OR LOSS</b>	<u><u>\$ 42,075</u></u>	<u><u>\$ (56,074)</u></u>

\*Capital Expenditures will be booked as an asset

\*Depreciation Expense is reflected





# CASTROVILLE COMMUNITY SERVICES DISTRICT

Wage Step Program-Board Approved October 2018



## OFFICE MANAGER/BOOKKEEPER/SECRETARY

	Step 1	Step 2	Step 3	Step 4	Step 5	Step 6	Step 7
Hourly	\$ 50.14	\$ 51.64	\$ 53.19	\$ 54.79	\$ 56.43	\$ 58.13	\$ 59.87
Bi-Weekly	\$ 4,011.20	\$ 4,131.54	\$ 4,255.48	\$ 4,383.15	\$ 4,514.64	\$ 4,650.08	\$ 4,789.58
Monthly	\$ 8,690.93	\$ 8,951.66	\$ 9,220.21	\$ 9,496.81	\$ 9,781.72	\$ 10,075.17	\$ 10,377.42
Yearly	\$ 104,291.20	\$ 107,419.94	\$ 110,642.53	\$ 113,961.81	\$ 117,380.66	\$ 120,902.08	\$ 124,529.15

## LEAD OPERATOR-Treatment 2 & Distribution 2 + Backflow Certificaton + Class B

	Step 1	Step 2	Step 3	Step 4	Step 5	Step 6	Step 7
Hourly	\$ 40.59	\$ 41.81	\$ 43.06	\$ 44.35	\$ 45.68	\$ 47.05	\$ 48.47
Bi-Weekly	\$ 3,247.20	\$ 3,344.62	\$ 3,444.95	\$ 3,548.30	\$ 3,654.75	\$ 3,764.39	\$ 3,877.33
Monthly	\$ 7,035.60	\$ 7,246.67	\$ 7,464.07	\$ 7,687.99	\$ 7,918.63	\$ 8,156.19	\$ 8,400.87
Yearly	\$ 84,427.20	\$ 86,960.02	\$ 89,568.82	\$ 92,255.88	\$ 95,023.56	\$ 97,874.26	\$ 100,810.49

## OPERATOR 2 - Treatment 2 & Distribution 2 = Backflow Certification + Class B

	Step 1	Step 2	Step 3	Step 4	Step 5	Step 6	Step 7
Hourly	\$ 29.00	\$ 30.00	\$ 31.00	\$ 32.00	\$ 33.00	\$ 34.00	\$ 35.00
Bi-Weekly	\$ 2,320.00	\$ 2,400.00	\$ 2,480.00	\$ 2,560.00	\$ 2,640.00	\$ 2,720.00	\$ 2,800.00
Monthly	\$ 5,026.67	\$ 5,200.00	\$ 5,373.33	\$ 5,546.67	\$ 5,720.00	\$ 5,893.33	\$ 6,066.67
Yearly	\$ 60,320.00	\$ 62,400.00	\$ 64,480.00	\$ 66,560.00	\$ 68,640.00	\$ 70,720.00	\$ 72,800.00

## OPERATOR 1 - Treatment 1 & Distribution 1 = Backflow Certification + Class B

	Step 1	Step 2	Step 3	Step 4	Step 5	Step 6	Step 7
Hourly	\$ 22.00	\$ 23.00	\$ 24.00	\$ 25.00	\$ 26.00	\$ 27.00	\$ 28.00
Bi-Weekly	\$ 1,760.00	\$ 1,840.00	\$ 1,920.00	\$ 2,000.00	\$ 2,080.00	\$ 2,160.00	\$ 2,240.00
Monthly	\$ 3,813.33	\$ 3,986.67	\$ 4,160.00	\$ 4,333.33	\$ 4,506.67	\$ 4,680.00	\$ 4,853.33
Yearly	\$ 45,760.00	\$ 47,840.00	\$ 49,920.00	\$ 52,000.00	\$ 54,080.00	\$ 56,160.00	\$ 58,240.00

## Laborer- No Certification

	Step 1	Step 2	Step 3	Step 4	Step 5	Step 6	Step 7
Hourly	\$ 16.00	\$ 17.00	\$ 18.00	\$ 19.00	\$ 20.00	\$ 21.00	\$ 22.00
Bi-Weekly	\$ 1,280.00	\$ 1,360.00	\$ 1,440.00	\$ 1,520.00	\$ 1,600.00	\$ 1,680.00	\$ 1,760.00
Monthly	\$ 2,773.33	\$ 2,946.67	\$ 3,120.00	\$ 3,293.33	\$ 3,466.67	\$ 3,640.00	\$ 3,813.33
Yearly	\$ 33,280.00	\$ 35,360.00	\$ 37,440.00	\$ 39,520.00	\$ 41,600.00	\$ 43,680.00	\$ 45,760.00

**CUSTOMER SERVICE - ACCOUNTS RECEIVABLE**

	<b>Step 1</b>	<b>Step 2</b>	<b>Step 3</b>	<b>Step 4</b>	<b>Step 5</b>	<b>Step 6</b>	<b>Step 7</b>
<b>Yearly</b>	\$ 26.89	\$ 27.70	\$ 28.53	\$ 29.38	\$ 30.26	\$ 31.17	\$ 32.11
<b>Bi-Weekly</b>	\$ 2,151.20	\$ 2,215.74	\$ 2,282.21	\$ 2,350.67	\$ 2,421.19	\$ 2,493.83	\$ 2,568.65
<b>Monthly</b>	\$ 4,660.93	\$ 4,800.76	\$ 4,944.78	\$ 5,093.12	\$ 5,245.92	\$ 5,403.30	\$ 5,565.39
<b>Yearly</b>	\$ 55,931.20	\$ 57,609.14	\$ 59,337.41	\$ 61,117.53	\$ 62,951.06	\$ 64,839.59	\$ 66,784.78



For Release: Friday, May 10, 2019

19-802-SAN

WESTERN INFORMATION OFFICE: San Francisco, Calif.  
 Technical information: (415) 625-2270 BLSinfoSF@bls.gov www.bls.gov/regions/west  
 Media contact: (415) 625-2270

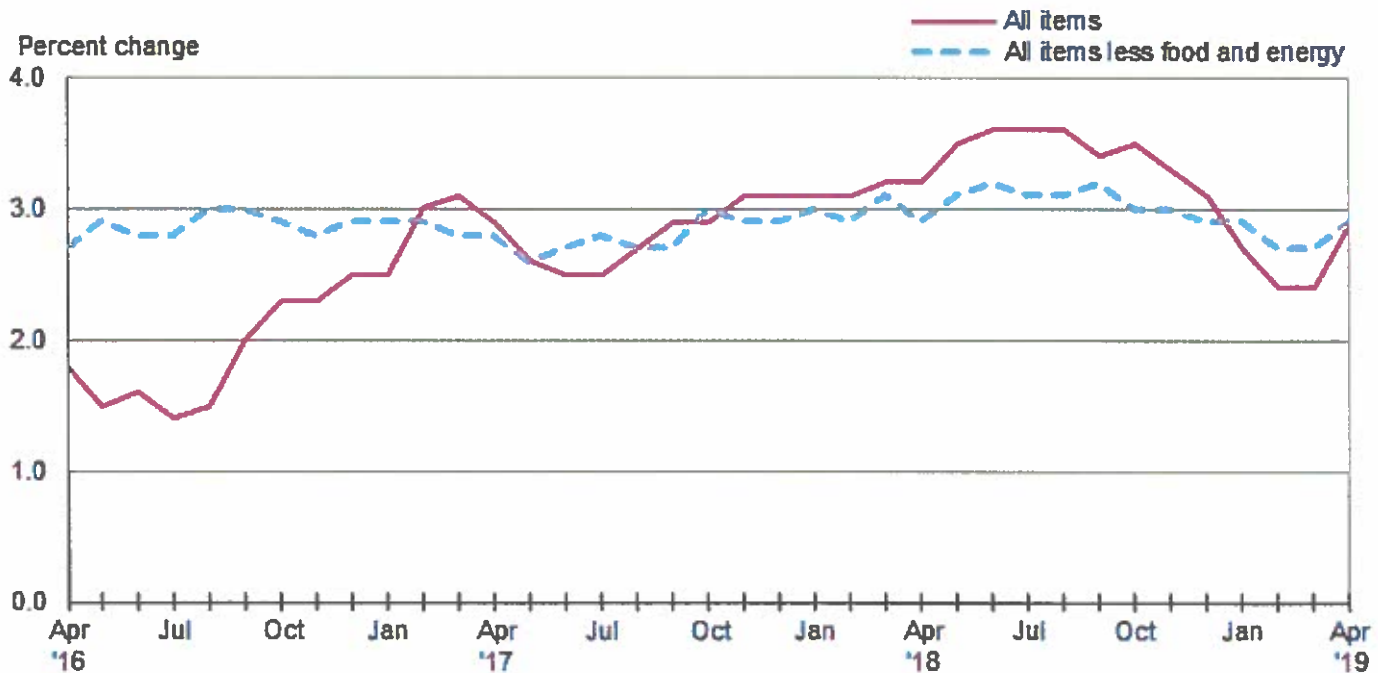
## Consumer Price Index, West Region — April 2019

**Area prices were up 0.8 percent over the past month, up 2.9 percent from a year ago**

Prices in the West Region, as measured by the Consumer Price Index for All Urban Consumers (CPI-U), advanced 0.8 percent in April, the U.S. Bureau of Labor Statistics reported today. (See table A.) The April increase was influenced by higher prices for gasoline and shelter. (Data in this report are not seasonally adjusted. Accordingly, month-to-month changes may reflect seasonal influences.)

Over the last 12 months, the CPI-U rose 2.9 percent. (See chart 1 and table A.) Energy prices increased 3.4 percent, largely the result of an increase in the price of gasoline. The index for all items less food and energy increased 2.9 percent over the year. (See table 1.)

**Chart 1. Over-the-year percent change in CPI-U, West region, April 2016–April 2019**



Source: U.S. Bureau of Labor Statistics.

### Food

Food prices advanced 0.3 percent for the month of April. (See table 1.) Prices for food away from home rose 0.5 percent, while prices for food at home were virtually unchanged for the same period.



99 Pacific Street, Suite 455  
Monterey, CA 93940-2493  
Telephone (831) 647-4209  
Fax (831) 647-4250

**INVOICE**

Date: May 15, 2019  
Billing Period: January 1, 2019 – December 31, 2019

Client: Castroville Community Services District  
P.O. Box 1065  
Castroville, CA 95012  
ATTN: Eric Tynan, General Manager

Billing Address: Same as above

Reference: Susan Robinson, GMCIRWM Project Coordinator

Task Description	Total Due
Coordination of the Greater Monterey County Regional Water Management Group, including but not limited to the following: <ul style="list-style-type: none"> <li>• Continue coordination of, and conduct regular Regional Water Management Group (RWMG) meetings, including developing agendas, facilitating the meetings, writing meeting minutes, and follow-up activities as needed.</li> <li>• Conduct a project solicitation for the IRWM Plan when there is a DWR funding opportunity.</li> <li>• Participate in meetings and other communications on behalf of the Greater Monterey County region with the Department of Water Resources, the Central Coast IRWM Regions, Roundtable of Regions, and others as needed.</li> <li>• Act as a clearinghouse to the RWMG and stakeholders for IRWM-related news and opportunities.</li> <li>• Keep the public and stakeholders informed of IRWM Plan progress and events, and work to promote their participation.</li> </ul>	
<b>INVOICE TOTAL</b>	<b>\$2,000.00</b>

Please remit to: California Marine Sanctuary Foundation  
99 Pacific Street, Suite 455A  
Monterey, CA 93940

Direct questions to: Alan Arvin, [alan@californiamsf.org](mailto:alan@californiamsf.org) or 831.242.0565

**TAMC – CCSD  
WATER PIPELINE OPERATIONS PLAN  
MAY 21, 2019**

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This Water Pipeline Operations Plan Agreement, dated as of May 21, 2019 (“Plan”), is between the Transportation Agency for Monterey County (“TAMC”), a regional transportation planning agency, and state designated agency responsible for planning and financial programming of transportation projects, having an address at 55-B Plaza Circle, Salinas, CA 93901, and CASTROVILLE COMMUNITY SERVICES DISTRICT (CCSD), a Special District formed in 1952, having an address at 11499 Geil Street, Castroville, CA. 95012

RECITALS:

- A. TAMC owns a railroad right-of-way (“TAMC ROW”) previously operated by Southern Pacific Railroad. The TAMC ROW runs from the community of Castroville to the City of Monterey, in the County of Monterey, California. The TAMC ROW is, on average, 100 feet wide with a single rail track in the center. The TAMC ROW is host to existing linear utilities including electric, communications and wastewater.
- B. CCSD is a stakeholder in the Monterey Peninsula Water Supply Project (“MPWSP”), which includes a desalination plant to be located in unincorporated Monterey County and potable water delivery pipelines to Castroville and the City of Monterey. CCSD is in the process of acquiring from TAMC temporary construction easements (TCE”) and a permanent easement (Easement”) to install, operate, and maintain water pipelines within the TAMC ROW. The acquisition and conveyance of the Easement and TCE are the subject of a separate Purchase and Sale Agreement, which is being approved concurrently herewith.
- C. The dimension of the Easement varies by width based on the number of pipelines, segments, and final as-built conditions. Table 1 lists the expected pipeline layout along the proposed Easement alignment.

**Table 1. Permanent Easement Description for MPWSP**

<b>Alignment Segment</b>	<b>Pipeline Description</b>	<b>Segment Length</b>	<b>Minimum Width Requirement</b>	<b>Area (sq. ft.)</b>
Merrit St. to Nashua Rd.	8” Castroville	8,815’ (1.67 mi.)	20’	176,300

- D. The design of the water pipeline is based on the following technical information:
  - a. Railroad Design Criteria. Organization: American Railway Engineering and Maintenance-of-Way Association (AREMA). Relevant section: Pipeline Specifications.
  - b. Drinking Water Criteria. Agency: State of California Division of Drinking Water. Relevant Section: Title 22, Chapter 16, separation requirements.
  - c. Survey: A description and drawings of the proposed Easement has been prepared by Polaris Surveying of Carmel Valley, CA. See Attachment 1.
  - d. Engineering: Engineering drawings and specifications have been prepared by AECOM of Oakland, CA. See Attachment 2.

TAMC – CCSD  
WATER PIPELINE OPERATIONS PLAN  
MAY 21, 2019

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- E. Contact Information:
- a. TAMC: Office phone: (831) 775-0903. Emergency Contact:  
\_\_\_\_\_
  - b. CCSD: Office phone: (831)-633-2560.  
Emergency Contact: J. Eric Tynan 831.235.0155.
- F. The Easement will require TAMC and CCSD to enter into this Plan to establish a framework for operation and maintenance activities within the Easement and related communications between parties. This Plan is intended to be dynamic and may be amended by the parties as necessary or desirable.

AGREEMENT

1. **Pipeline Marking:** CCSD will install and maintain markers along the pipeline alignment at 500 foot intervals. The markers will be centered over the pipeline and provide contact information. CCSD will also install and maintain markers or signs on pipeline appurtenances (air/vac valves, isolation valves, blowoffs, etc.) and at locations where the pipeline crosses under the tracks.
2. **Site Access and Notification:** CCSD requires access to operate and maintain the water pipeline.
  - a. **Regular Access:** CCSD will be allowed access to the Easement to regularly inspect the pipeline and appurtenances. No notification is required for uniformed CCSD staff in marked vehicles. CCSD will notify TAMC 48 hours in advance for inspection by non-uniformed staff or authorized contractors. CCSD will notify TAMC at least two weeks in advance of any maintenance activities requiring vehicles and equipment in the Easement. CCSD will notify TAMC at least one month in advance for any planned excavation activity.
  - b. **Emergency Access:** Emergency access may be required to address damage to the pipeline or appurtenances in order to save lives and property. CCSD may access the Easement to address emergencies. CCSD will notify TAMC immediately if emergency access is required.
  - c. **Traffic Control:** CCSD will provide traffic control (vehicle, bicycle, pedestrian, etc.) during any site access activities consistent with the California Manual on Uniform Traffic Control Devices and local regulations.
3. **Compliance with Laws:** All activities performed by or on behalf of CCSD along the Easement and in the areas where access is required to operate and maintain the water pipelines shall be done in accordance with all laws, regulations and orders of any governmental or other regulatory entity with jurisdiction over the area.
4. **No Costs to TAMC:** CCSD shall bear all costs and expenses of any kind or nature in connection with its use of the pipelines within the Easement and in the areas where access is required to operate and maintain the water pipelines, and shall keep those areas free and clear of any liens arising out of or in any way connected with its use of this area.

**TAMC – CCSD**  
**WATER PIPELINE OPERATIONS PLAN**  
**MAY 21, 2019**

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5. **Restoration of Areas:** CCSD shall be solely responsible for restoration and repair of any and all areas where ingress and egress and work to operate and maintain the water pipeline has occurred and of any damage to those areas. CCSD shall remove, or cause to be removed, all debris and waste material resulting from said access and work to operate and maintain the water pipelines. CCSD shall repair and restore, or cause to be repaired or restored, the area accessed by or on behalf of CCSD to the same or better condition than existed prior to CCSD's entry and performance of any such work to TAMC's reasonable satisfaction.
  
6. **Defense and Indemnity:** CCSD agrees to indemnify, hold harmless and defend TAMC, to the fullest extent permitted by law, including California Civil Code sections 2782 and 2782.6; CCSD shall defend (with legal counsel reasonably acceptable to TAMC), indemnify and hold harmless TAMC, its officers, agents, and employees, from and against any and all claims, losses, costs, damages, injuries (including injury to or death of an employee of CCSD or its contractors or subcontractors), expenses and liabilities of every kind, nature and description (including incidental and consequential damages, court costs, attorneys' fees, litigation expenses and fees of expert consultants or expert witnesses incurred in connection therewith and costs of investigation) that arise out of, pertain to, or relate to, directly or indirectly, in whole or in part, an act or omission in the performance of CCSD's rights or duties under this Plan, by CCSD, any CCSD contractor or subcontractor, anyone directly or indirectly employed by them, or anyone that they control (collectively "Liabilities"). Such obligations to defend, hold harmless and indemnify TAMC, its officers, agents, and employees, shall not apply to the extent that such Liabilities are caused in whole or in part by the sole negligence, active negligence, or willful misconduct of TAMC, its officers, agents, and employees. To the extent there is an obligation to indemnify under this Paragraph, CCSD shall be responsible for incidental and consequential damages resulting directly or indirectly, in whole or in part, from CCSD's negligence, recklessness, or willful misconduct. Notwithstanding any other provision of this Plan, CCSD's obligation to defend, indemnify and hold harmless TAMC shall survive the termination or expiration of the Plan for a term to include the applicable statute of limitations related to CCSD's performance pursuant to this Plan.
  
7. **Insurance:** Without limiting CCSD's duty to defend and indemnify as set forth in this Plan, CCSD shall maintain, at no additional cost to TAMC, throughout the term of this Plan a policy or policies of insurance with the following coverage and minimum limits of liability.
  - i. Commercial general liability insurance, including but not limited to premises, personal injury, products, and completed operations, with a combined single limit of One Million Dollars (\$1,000,000) per occurrence prior to the MPWSP becoming operational, and increased to a combined single limit of Ten Million Dollars (\$10,000,000) per occurrence when the MPWSP is operational.
  - ii. Comprehensive automobile insurance covering all motor vehicles, including owned, leased, hired and non-owned vehicles used in providing the services under this Plan, with a combined single limit of not less than One Million

**TAMC – CCSD  
WATER PIPELINE OPERATIONS PLAN  
MAY 21, 2019**

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- Dollars (\$1,000,000) per occurrence prior to the MPWSP becoming operational, and increased to a combined single limit of Ten Million Dollars (\$10,000,000) per occurrence when the MPWSP is operational.
- iii. Workers' Compensation Insurance shall be maintained by CCSD, indicating compliance with any and all applicable labor codes, acts, laws or statutes, state or federal and covering all of its employees as required by Labor Code Sec. 3700, either (a) through workers' compensation insurance issued by an insurance company, with coverage meeting the statutory limits and with a minimum of One Million Dollars (\$1,000,000) per occurrence for employer's liability, or (b) through a plan of self-insurance certified by the State Director of Industrial Relations, with equivalent coverage. If CCSD elects to be self-insured, the certificate of insurance otherwise required by this Plan shall be replaced with consent to self-insure issued by the State Director of Industrial Relations. The provisions of this paragraph apply to any CCSD contractor or subcontractor employing one or more employees, and CCSD shall be responsible for all subcontractors' compliance herewith.
  - iv. The minimum liability limits required herein for each types of insurance identified above may be satisfied through the combination of primary and umbrella policies (with coverage no more restrictive than the underlying primary policy), providing excess limits at least equal or greater than required maximum.

All insurance required under this Plan shall be with a company rated by A.M. Best with at least an "A" rating and a financial size category of at least Class VII, or as otherwise acceptable to TAMC and authorized by law to transact insurance business in the State of California. Unless otherwise provided in this Plan, all such insurance shall be written on an occurrence basis; or, if any policy cannot be written on an occurrence basis, such policy shall continue in effect for a period of two years following the date of CCSD's completion of performance hereunder.

Each policy of insurance required under this Plan shall provide that TAMC shall be given written notice at least thirty days in advance of any material change, cancellation or non-renewal thereof. Any reduction or restriction in coverage is considered a material change. Unless TAMC consents in writing to a different amount, each policy shall provide identical coverage for each CCSD contractor or subcontractor performing work under this Plan or be accompanied by a certificate of insurance for each subcontractor showing identical insurance coverage.

Commercial general liability and automobile liability policies shall provide an endorsement naming TAMC, its officers, agents, and employees, as additional insureds and shall further provide that such insurance is primary to any insurance or self-insurance maintained by TAMC, and that no insurance of any additional insured shall be called upon to contribute to a loss covered by CCSD's insurance.

TAMC shall not be responsible for any premiums or assessments on any policy required under this Plan.



**TAMC – CCSD  
WATER PIPELINE OPERATIONS PLAN  
MAY 21, 2019**

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8. **Safety Provisions:** CCSD shall comply with Division of Occupational Safety and Health (CAL-OSHA) regulations applicable to CCSD regarding necessary safety equipment or procedures. CCSD shall comply with reasonable safety instructions issued by TAMC Safety Officer and other TAMC representatives. CCSD personnel shall wear hard hats and safety vests at all times while working on a construction project site within the Easement. CCSD must have all necessary CAL-OSHA permits, as outlined in California Labor Code Sections 6500 and 6705, prior to the initiation of any practices, work, method, operation, or process related to the construction or excavation of trenches which are five feet or deeper.
9. **Notification:** In addition to the notifications required relating to access to the Easement, CCSD and TAMC will notify each other for any activities near each other's facilities outside the Easement area.
10. **California Law:** The provisions of this Plan shall be construed and interpreted in accordance with the laws of the State of California.
11. **Authority:** Each person executing this Plan on behalf of a Party represents and warrants that such person is duly authorized to do so and has full right and authority to enter into this Plan and bind CCSD or TAMC.
12. **Miscellaneous:** This Plan may be amended or modified only by a written amendment signed by each of the Parties hereto. No waiver by a Party of any of the provisions of this Plan shall be effective unless in writing and signed by an officer or their authorized representative, and only to the extent expressly provided in such written waiver. This Plan may be executed in one or more counterparts, each of which shall be an original but all of which together shall be deemed to constitute a single agreement. The paragraph headings of this Plan are for convenience of reference and shall be disregarded in the interpretation of this Plan.
13. **Severability:** Except as otherwise specifically provided for in this Plan, invalidation of any provision of this Plan or its application to any person, by judgment or Court order, shall not affect any other provision of this Plan or its application to any other person or circumstance, and the remaining portions of this Plan shall continue in full force and effect, unless enforcement of this Plan as invalidated would be unreasonable or grossly inequitable under all of the circumstances or would frustrate the purposes of this Plan.
14. **Termination / Assignment:** This Plan may not be terminated or assigned by either Party without the prior written consent of the other Party. Any assignment shall include an assumption of all obligations of the assignor pursuant to this Plan.

**TAMC – CCSD  
WATER PIPELINE OPERATIONS PLAN  
MAY 21, 2019**

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**IN WITNESS WHEREOF**, TAMC and CCSD hereto have each caused this Agreement to be duly executed and delivered in their name and on their behalf, respectively, as of the day and year first written above.

TRANSPORTATION AGENCY FOR MONTEREY COUNTY

By: \_\_\_\_\_

Name: \_\_\_\_\_

Title: \_\_\_\_\_

Approved as to form:

By: \_\_\_\_\_  
TAMC Counsel

CASTROVILLE COMMUNITY SERVICES DISTRICT

By: \_\_\_\_\_

Name: \_\_\_\_\_

Title: \_\_\_\_\_

Approved as to form:

By: \_\_\_\_\_  
CCSD Counsel