



# SCOTTS VALLEY WATER DISTRICT

BOARD OF DIRECTORS  
PRESIDENT Danny Reber  
VICE PRESIDENT Ruth Stiles  
David Hodgin  
Ken Kannegaard  
Chris Perri

GENERAL MANAGER  
Piret Harmon

Board of Directors  
**Special Meeting – 3:00 p.m.**  
**Wednesday, August 10, 2016**  
Santa Margarita Community Room  
2 Civic Center Drive, Scotts Valley, California

## Minutes

### I. Convene Meeting

#### I.1. Call to Order and Roll Call

Vice President Stiles called the meeting to order at 3:02 in the Santa Margarita Community Room, 2 Civic Center Drive Scotts Valley California.

#### Roll Call

Present: Hodgin, Kannegaard, Perri, Reber (arrived at 3:10) and Stiles.

Absent: None.

#### I.2. Additions/Deletions to the Agenda

There were no additions or deletions to the agenda.

#### I.3. Oral Communications

There were no oral communications.

### 2. General Business

#### 2.1. Study Session: 2016 Water & Recycled Water Rate Study – Financial Model

General Manager Harmon reported that she had been doing the presentations on behalf of our rate consultant and introduced Sanjay Gaur of Raftelis Financial Consultants who will be leading the Water Rate Workshop today. [Click here](#) to view presentation.

Mr. Gaur provided a review of the capacity fees and the financial plan. He provided an in-depth review of the potable water rate design including the development of the proposed four tier system, cost of service analysis, rate development analysis, customer impact analysis, recycled water rate design and drought rate design.

Recycled water rates were discussed at length. The Board requested that further calculations be done on considering the property tax as an revenue off-set for recycled water rate.

The Board also requested further work on drought rate calculations and distribution on various customers.

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- Next steps:
- 1) Capacity Fees: Further consideration
  - 2) Financial Plan: Accepted
  - 3) Tiered Water Rates: Accepted
  - 4) Recycled Water Rates: Further consideration
  - 5) Drought Rates: Further consideration


The Board scheduled a Special Meeting for a Water Rate Study Session (with Mr. Gaur present) on Tuesday August 23, 2016 from 1:30 to 3:30 p.m.

Another Special Meeting is tentatively scheduled for Wednesday, August 31, 2016 from 4 – 6 p.m.

**3. Adjournment**

At 5:26 p.m. the meeting was adjourned. The next regular meeting of the Scotts Valley Water District Board of Directors will be held on Thursday, August 11, 2016 at 7:00 p.m. in the Santa Margarita Community Room, 2 civic Center Drive, Scotts Valley, CA 95066.

Submitted:

DocuSigned by:  
  
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 Donna Paul, Asst. to the General Manager

Approved:

DocuSigned by:  
  
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 Danny Reber, President

Attest:

DocuSigned by:  
  
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 Piret Harmon, General Manager