

RANCHO MURIETA COMMUNITY SERVICES DISTRICT
SPECIAL BOARD MEETING
October 16, 2007 – 8:30 a.m.

1. CALL TO ORDER/ROLL CALL

Board President Wayne Kuntz called the special meeting of the Board of Directors of Rancho Murieta Community Services District to order at 8:32 a.m. in the District Board Room, 15160 Jackson Road, Rancho Murieta. Directors present were Wayne Kuntz, Dick Taylor, Bobbi Belton and Director Pasek. Director Bob Kjome was absent.

2. COMMENTS FROM THE PUBLIC

Ted Hart commented on conducting some of the workshops in the evening.

3. CONSERVATION PRICING, PRESENTATION BY KEVIN KENNEDY AND SHAWN KOOM, HDR

Kevin Kennedy and Shawn Koom, HDR, gave a PowerPoint presentation on the Review of Conceptual Rate Structures. The areas covered include establishing rate design goals and objectives, prioritized rate design goals and objectives, current water rates, development of the conceptual water rate structure, defining customer classes of service, District usage characteristics, possible classes of service, recommended classes of service, defining seasonal period, defining rate structures, defining first (initial) block, defining second block. The Board also reviewed of the conceptual rate structures for residential, commercial, and metered irrigation. A question and answer period followed.

Residential Rate Structures

- **Structure 1:** two block rate structure. Block 1 based on average indoor use, block 2 is all usage over block 1.
- **Structure 2:** three block rate structure. Block 1 is based on average indoor use, block 2 on class average summer use, block 3 all consumption over block 2.
- **Structure 3:** three block rate structure. Block 1 is based on average indoor use, block 2 is based on lot size and assumed watering requirements, block 3 all consumption over block 2.
- **Structure 4:** seasonal rate structure with 2 summer blocks. Winter rate is all consumption. Summer rate block 1 is based on indoor use; block 2 all use over block 1.
- **Structure 5:** seasonal rate structure with 3 summer blocks. Winter rate is all consumption. Summer rate block 1 is based on indoor use, block 2 on class average summer use, block 3 all us over block 2.
- **Structure 6:** seasonal rate structure with 2 winter blocks and 3 summer blocks. Winter rate block 1 is based on indoor use; block 2 is all consumption over block 1. Summer rate block 1 is based on indoor use, block 2 on lot size and assumed water needs, block 3 all use over block 2.

The Board agreed to move forward with Structures 2, 5 and 6 but without lot size as a factor.

Commercial Rate Structures:

- **Structure 1:** uniform rate structure.
- **Structure 2:** two block/tier rate structure. Block 1 is based on average annual use (by class, by customer) block 2 is all consumption over block 1.
- **Structure 3:** seasonal rate structure with flat winter and summer rated. Summer rate is greater than the winter rate.
- **Structure 4:** seasonal rate structure with 2 summer blocks. Winter rate is all consumption. Summer rate block 1 is based on average annual use, block 2 all use over block 1.

The Board agreed to move forward with Structures 1 and 3.

Metered Rate Structures:

- Structure 1: uniform rate structure.
- Structure 2: two block rate structure. Block 1 is based on lot size and assumed watering requirements, block 2 is all consumption over block 1.
- Structure 3: two block rate structure. Block 1 is based on irrigable area and assumed watering requirements, block 2 is all consumption over block 1.

The Board agreed to move forward with Structure 1.

After a discussion, the Board agreed to have the March 18, 2008 Conservation Pricing Workshop and the April 8, 2008 Recycled Water Feasibility Study Workshop start at 7:00 p.m. instead of 8:30 a.m. All the scheduled workshop dates and times will be posted on the website.

4. COMMENTS/SUGGESTIONS – BOARD MEMBERS AND STAFF

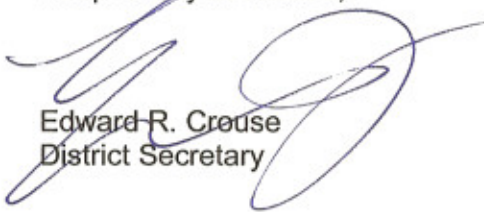
John Sullivan asked for the presentations prior to the workshops. Ed Crouse stated that what the Board receives is what will be posted on the website.

5. ADJOURNMENT

Motion/Belton to adjourn at 11:23 a.m. **Second/Pasek. Ayes: Kuntz, Taylor, Belton, Pasek.**

Absent: Kjome.

Respectfully submitted,



Edward R. Crouse
District Secretary