

Proposition 218 Notice  
of Public Hearing on  
Proposed Rate Changes

*Channel Islands Beach Community Services District (CIBCSD) is currently considering changes to its water, waste water, and solid waste rates. The purpose of this notice is to give you, the owner or resident of a parcel of land within the CIBCSD service area, information about: 1) the proposed rate changes, 2) the public hearing that will be held on these proposed rate changes, and 3) your right to protest these proposed rates pursuant to Article XIID, Section 6 of the California Constitution (Proposition 218) and the Proposition 218 Omnibus Implementation Act (Government Code §53750 et seq.). If the CIBCSD Board of Directors adopts these proposed rate changes, then rates for all customers will change in the fiscal year starting September 15, 2016.*

Reasons for proposed changes to water, wastewater, and solid waste rates:

- **AGING INFRASTRUCTURE.** The CIBCSD's water and wastewater systems are aging and in need of constant repair and replacement in order to meet the needs of CIBCSD customers and to comply with regulatory requirements. The proposed changes in water and wastewater rates are necessary for these repair and replacement costs .
- **SOLID WASTE.** CIBCSD contracts with Harrison Industries for solid waste disposal. Harrison Industries increased its service fees. The proposed 2.5% increase in solid waste rates is required to partially offset these higher services fees charged to CIBCSD by Harrison Industries. CIBCSD will pay the balance of these higher service fees from its Rate Stabilization Fund.
- **WASTEWATER.** CIBCSD is a regional partner of the City of Oxnard Waste Water Treatment Plant. The proposed rate changes (detailed on previous page) are required to fund CIBCSD's proportionate share of capital costs and increased wastewater fees related to a \$380 million renovation of the wastewater treatment plant.
- **WATER.** CIBCSD is proposing the rate changes (detailed on previous page) to meet the rising wholesale costs of water, electricity, fuel and to more closely reflect the cost of providing service to customers based on the detailed study by Raftelis which considered costs related to the size of water meter, wholesale cost of water, processing cost, etc. CIBCSD will pay the balance of these higher service fees from its Rate Stabilization Fund.

Pass-through costs for wholesale water and wastewater rates:

Please note that Government Code §53756 allows for increases and decreases in wholesale water and wastewater costs may be passed through to customers. CIBCSD will provide written notice of any such increases or decreases in wholesale water and wastewater costs prior to passing those costs through to customers.

Methodology used to determine proposed water, wastewater, and solid waste rates:

The proposed changes in water, wastewater, and solid waste rates were calculated on behalf of CIBCSD by Raftelis – a nationally-respected financial consultancy specializing in utility rates – using a cost-of-service rate structure model. Cost of Service Rate modeling evaluates the cost of providing services to each customer class and sets rates that ensure the revenues collected from each customer class are proportional to their respective impacts on the overall operation of the District. A copy of the draft rate study and report from Raftelis is available for review at the District office during regular business hours as well as on the District's website, [www.channelislandsbeachcsd.com](http://www.channelislandsbeachcsd.com).

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Date: AUGUST 9, 2016  
Time: 7:00 PM  
Location: HOLLYWOOD BEACH SCHOOL, 4000 SUNSET LANE  
CHANNEL ISLANDS BEACH, CA 93035

Proposition 218 Protest Right & Procedure

Any property owner or resident subject to these proposed rate changes has the right to protest. While property owners and residents are encouraged to attend the Public Hearing and provide oral comments to the CIBCSD Board, any protest of these proposed rate changes must be made in writing to count towards a protest by a majority of people affected by the rate change.

Please note:

- Protests submitted by email do not constitute a valid protest.
- Multiple written protests lodged by a single property owner or resident will not individually count in determining whether there is a majority protest.
- Only a single written protest per parcel counts in determining whether there is a majority protest.
- Written protests must: 1) contain the address or parcel number of the property subject to the rate change, 2) be submitted in-person or by mail and received by CIBCSD by the close of the Public Hearing, and 3) must be signed by either the property owner or the resident of the property.

*If you have any questions, please contact the CIBCSD office by telephone at 805.985.6021. Any changes in rates, if adopted by the CIBCSD Board of Directors, will take effect on September 15, 2016.*

## WATER RATES

### MONTHLY FIXED WATER RATES (by meter size)

|                   | Current  | 9/15/16  | 7/15/17  | 7/15/18  | 7/15/19  | 7/15/20    |
|-------------------|----------|----------|----------|----------|----------|------------|
| <b>Non-Harbor</b> |          |          |          |          |          |            |
| ¾"                | \$29.56  | \$32.11  | \$34.68  | \$36.41  | \$37.51  | \$38.63    |
| 1"                | \$58.66  | \$50.54  | \$54.58  | \$57.31  | \$59.03  | \$60.80    |
| 1 ½"              | \$98.66  | \$96.61  | \$104.34 | \$109.56 | \$112.84 | \$116.23   |
| 2"                | \$161.87 | \$151.90 | \$164.05 | \$172.25 | \$177.42 | \$182.74   |
| 3"                | \$360.74 | \$326.98 | \$353.14 | \$370.80 | \$381.92 | \$393.38   |
| 4"                | \$721.48 | \$584.99 | \$631.79 | \$663.38 | \$683.28 | \$703.78   |
| <b>Harbor</b>     |          |          |          |          |          |            |
| ¾"                | \$29.56  | \$44.21  | \$47.75  | \$50.13  | \$51.64  | \$53.19    |
| 1"                | \$58.66  | \$70.71  | \$76.37  | \$80.18  | \$82.59  | \$85.07    |
| 1 ½"              | \$98.66  | \$136.96 | \$147.91 | \$155.31 | \$159.97 | \$164.77   |
| 2"                | \$161.87 | \$216.46 | \$233.77 | \$245.46 | \$252.83 | \$260.41   |
| 3"                | \$360.74 | \$468.20 | \$505.66 | \$530.94 | \$564.87 | \$563.28   |
| 4"                | \$721.48 | \$839.20 | \$906.33 | \$951.65 | \$980.20 | \$1,009.60 |

### MONTHLY WATER USAGE VARIABLE RATES (per HCF\* per dwelling unit)

|                      | Current | New HCF | 9/15/16 | 7/15/17 | 7/15/18 | 7/15/19 | 7/15/20 |        |
|----------------------|---------|---------|---------|---------|---------|---------|---------|--------|
| <b>Single Family</b> |         |         |         |         |         |         |         |        |
| Tier 1               | 0-5     | \$2.40  | 0-5     | \$3.34  | \$3.61  | \$3.79  | \$3.90  | \$4.02 |
| Tier 2               | 6-12    | \$3.44  | 6-8     | \$3.87  | \$4.18  | \$4.39  | \$4.52  | \$4.66 |
| Tier 3               | 13+     | \$4.44  | 9+      | \$5.38  | \$5.81  | \$6.10  | \$6.28  | \$6.47 |
| <b>Multi-Family</b>  |         |         |         |         |         |         |         |        |
| Tier 1               | 0-5     | \$2.40  | 0-4     | \$3.34  | \$3.61  | \$3.79  | \$3.90  | \$4.02 |
| Tier 2               | 6-12    | \$3.44  | 5-6     | \$3.87  | \$4.18  | \$4.39  | \$4.52  | \$4.66 |
| Tier 3               | 13+     | \$4.44  | 7+      | \$5.38  | \$5.81  | \$6.10  | \$6.28  | \$6.47 |
| <b>Commercial</b>    |         |         |         |         |         |         |         |        |
| Non-Harbor           | per HCF | \$4.11  | per HCF | \$3.76  | \$4.06  | \$4.26  | \$4.39  | \$4.52 |
| Harbor               | per HCF | \$4.11  | per HCF | \$4.39  | \$4.74  | \$4.98  | \$5.13  | \$5.28 |
| Harbor Irrigation    | per HCF | \$4.11  | per HCF | \$4.39  | \$4.74  | \$4.98  | \$5.13  | \$5.28 |

## SEWER RATES

### Note on Variable Sewer Rates:

In order for waste water rates to most closely reflect actual customer impacts on the District's waste water operation, a new rate formula charging based on a volumetric rate is proposed. The current waste water rate structure does not have a volumetric component; it is only a flat rate charged to all customers.

### CURRENT SEWER RATES

|                             |         |
|-----------------------------|---------|
| Equivalent Residential Unit | \$41.94 |
| Public School               | \$1.02  |
| Public Restroom             | \$3.05  |
| Each Commercial User        | \$3.05  |
| Each Commercial Restroom    | \$5.06  |

### PROPOSED FIXED SEWER RATES

|  | 9/15/16  | 7/15/17  | 7/15/18  | 7/15/19  | 7/15/20  |
|--|----------|----------|----------|----------|----------|
| Single Family Residential                    | \$22.17  | \$23.50  | \$24.91  | \$26.40  | \$27.99  |
| Multi-Family Residential (per dwelling unit) | \$17.73  | \$18.79  | \$19.92  | \$21.12  | \$22.38  |
| Sewer Service Only (Mobile Homes & Condos)   | \$17.73  | \$18.79  | \$19.92  | \$21.12  | \$22.38  |
| School                                       | \$130.99 | \$138.85 | \$147.18 | \$156.01 | \$165.37 |
| Commercial I – Low (Offices & Stores)        | \$20.86  | \$22.11  | \$23.44  | \$24.84  | \$26.34  |
| Commercial III – High (Restaurants)          | \$52.59  | \$55.75  | \$59.09  | \$62.64  | \$66.39  |

### PROPOSED VARIABLE SEWER RATES (per HCF\*)

|  | 9/15/16 | 7/15/17 | 7/15/18 | 7/15/19 | 7/15/20 |
|--|---------|---------|---------|---------|---------|
| Single Family Residential                  | \$5.23  | \$5.54  | \$5.88  | \$6.23  | \$6.60  |
| Multi-Family Residential                   | \$5.23  | \$5.54  | \$5.88  | \$6.23  | \$6.60  |
| Sewer Service Only (Mobile Homes & Condos) | \$5.23  | \$5.54  | \$5.88  | \$6.23  | \$6.60  |
| School                                     | \$4.99  | \$5.29  | \$5.61  | \$5.94  | \$6.30  |
| Commercial I – Low (Offices & Stores)      | \$5.05  | \$5.35  | \$5.67  | \$6.01  | \$6.38  |
| Commercial III – High (Restaurants)        | \$6.27  | \$6.65  | \$7.04  | \$7.47  | \$7.92  |

## SOLID WASTE RATES

|                         | Current  | 9/15/16  | 7/15/17  | 7/15/18  | 7/15/19  | 7/15/20  |
|-------------------------|----------|----------|----------|----------|----------|----------|
| Residential             | \$28.22  | \$28.93  | \$29.65  | \$30.39  | \$31.15  | \$31.93  |
| Multi-Family/Commercial | \$157.48 | \$161.42 | \$165.46 | \$169.60 | \$173.84 | \$178.19 |

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