

**ORDINANCE NO. 290 OF
TAHOE CITY PUBLIC UTILITY DISTRICT
AMENDING AND MODIFYING ORDINANCE NO. 255
(AS AMENDED BY ORDINANCE NUMBERS 257, 259-A, 261-A, 266, 268, 270, 272, 278 and 287)
EXHIBIT 10.01 SEWER CONNECTION FEES, USER FEES AND SERVICE FEES**

WHEREAS, the Board of Directors has analyzed and considered the costs and expenses projected for operation of District sewer systems and capital improvements to facilities for the 2017 fiscal year; and

WHEREAS, District must establish and collect service fees in order to meet the anticipated operational and administrative costs of District sewer systems and capital improvements to facilities; and

WHEREAS, the District adopted rates on November 18, 2016; and

WHEREAS, the Board of Directors determines that, notwithstanding the need to implement revised sewer rates and charges, the state of the economy and its present effect on the finances of District customers should be considered. The Board has been provided data from staff that shows operating expense growth is projected to be below the adopted 2014 HDR Rate Study and capital spending having been below that projected in the adopted 2014HDR rate study.

NOW, THEREFORE, BE IT ORDAINED BY THE BOARD OF DIRECTORS OF TAHOE CITY PUBLIC UTILITY DISTRICT as follows:

SECTION 1: FINDINGS. After considering the facts offered, and duly deliberating the matters presented, the Board of Directors of Tahoe City Public Utility District finds and determines that:

- A. The above recitals are true.
 - B. The Board is empowered to prescribe, revise, and collect fees and charges to operate and maintain the District's water system.
 - C. The rates and charges set forth in the attached schedule are not discriminatory;
- and,
- D. The rates and charges set forth in the attached schedule are not excessive inasmuch as revenues from said rates and charges will not exceed the costs of providing water service.

SECTION 2: SEWER RATES AND CHARGES. Based upon these findings, the Board approves and directs the implementation of sewer rates and charges for years 2017 as set forth in Exhibit 10.01 to this Resolution.

A. Exhibit 10.01 of Ordinance No. 255 (as amended by Ordinance Numbers 257, 259-A, 261-A, 266, 268, 270, 272, 278 and 287), Rate Codes 201 through 399, is modified as shown on Exhibit 10.01 to this Ordinance 290 in order to implement revised sewer rates adopted by the Board on November 18, 2016. The rates previously set in Exhibit 10.01 of Ordinance No. 255 shall take effect on January 1, 2017 unless the District revises the rates further.

B. Except as modified and amended hereby (and by Ordinance Numbers 257, 259-A, 261-A, 266, 268, 270, 272, 278 and 287), Ordinance No. 255 shall in all other respects remain in full force and effect.

SECTION 3: EFFECTIVE DATE. This Ordinance is effective upon its adoption. This Ordinance and the amendments and modifications hereby made, shall become effective 30 days

from the date of its enactment and prior thereto shall be posted and published as required by law. The sewer rates will be applied with the first billing period beginning on or after January 1, 2017.

SECTION 4: REVISED IMPLEMENTATION OF SEWER RATE. Annually, the Board will review the operating expenses, the capital costs, and the revenues received as compared to the projections used in HDR's Water and Sewer Comprehensive Rate Study. The Board will then determine if the rates for the coming year should be modified based on revised conditions in order to maintain continuity with the adopted study. The Board may reduce the rates in any given year, but cannot exceed the cumulative rates presented for any specific year to the ratepayers through the Proposition 218 process.

PASSED AND ADOPTED this 18th day of November 2016 at a meeting of the Board of Directors of the Tahoe City Public Utility District by the following vote:

AYES: Henrikson, Wilkins, Pang, Friedman, Treabess

NOES: None

ABSENT: None

TAHOE CITY PUBLIC UTILITY DISTRICT



Ron Treabess, President

ATTEST



Terri Viehmann, District Clerk

Tahoe City Public Utility District
Sewer Connection Fees & Service Charges
Effective January 1, 2017
Ordinance 290, Exhibit 10.01

Residential Sewer Rate Schedule						
Rate Code / Rate Code ¹ Monthly / Quarterly	Sewer Connection Description	Unit Description	Connection Fee	HDR Rate Study - Rates adopted	Adopted	
				Nov. 21, 2014	Roll Back Rates	
				2017	2017	
201 / 301	Residential	Dwelling Unit	\$1,000.00	\$42.92	\$39.95	
¹ W/O District Water Billing (multiply monthly base rate by 3 for quarterly billing)						

Commercial Sewer Rate Schedule						
Rate Code / Rate Code ¹ Monthly / Quarterly	Sewer Connection Description	Unit Description	Connection Fee	HDR Rate Study - Rates adopted	Adopted	
				Nov. 21, 2014	Roll Back Rates	
				2017	2017	
204 / 304	Motel w/o kitchen	Motel Unit	\$395.00	\$17.46	\$16.26	
205 / 305	Motel w/kitchen	Motel Unit	\$435.00	\$18.61	\$17.33	
206 / 306	Seating - per 1/2 seat	Per Seat	\$25.00	\$1.20	\$1.11	
207 / 307	Seating - per seat	Per Seat	\$50.00	\$2.39	\$2.23	
211 / 311	Laundry - per machine	Per Machine	\$200.00	\$8.73	\$8.12	
212 / 312	Hotel w/kitchen	Motel Unit	\$395.00	\$17.46	\$16.26	
213 / 313	Hotel w/o kitchen	Each	\$250.00	\$11.02	\$10.25	
215 / 315	Campsite w/sewer	Each	\$490.00	\$21.64	\$20.14	
216 / 316	Campsite w/o sewer	Each	\$435.00	\$18.61	\$17.33	
220 / 320	Snackbar	Each	\$1,475.00	\$64.50	\$60.04	
221 / 321	Service Station	Each	\$1,475.00	\$64.50	\$60.04	
222 / 322	Beauty/Barber Shop (per chair)	Each chair, Min, 2 Chairs	\$980.00	\$23.25	\$21.64	
223 / 323	Theater	Each	\$2,945.00	\$128.93	\$120.02	
224 / 324	Boat Pump	Each	\$1,475.00	\$64.50	\$60.04	
225 / 325	Standby Sewer Service	n/a	n/a	\$8.45	\$7.86	
226 / 326	Food Service Estab Lic	n/a	n/a	\$28.58	\$26.60	
230 / 330	Backwash (per filter)	Per Filter	\$440.00	\$21.64	\$20.14	
235 / 335	Unclassified Sewer	As Determined	As Determined	Calc	Calc	
236 / 336	Unclassified Sewer - w/o Kitchen	As Determined	As Determined	Calc	Calc	
Rate Code / Rate Code ¹ Monthly / Quarterly	All other Commercial or Professional Buildings, including Churches	Sewer Units		HDR Rate Study - Rates adopted	Adopted	
		PLUS Square Footage		Nov. 21, 2014	Roll Back Rates	
				2016	2016	
240 / 340	.5 Sewer unit (1-10 Fixtures)	Each	\$500.00	\$21.64	\$20.14	
241 / 341	1.0 Sewer unit (11-20 Fixtures)	Each	\$1,000.00	\$42.92	\$39.95	
270 / 370	Commercial Non-Restaurant <1,000 sq ft	Each	\$1,000.00	\$42.91	\$39.95	
271 / 371	Commercial Non-Restaurant >1,000 sq ft	Each	\$500.00	\$21.64	\$20.14	
299 / 399	Pro-Rated Sewer Charge			\$1.17	\$1.09	
¹ W/O District Water Billing (multiply monthly base rate by 3 for quarterly billing)						

Supplemental Infrastructure Fee (Commercial customers who do not pay property tax to TCPUD add to Base Rate)						
Rate Code / Rate Code ¹ Monthly / Quarterly	Supplemental Infrastructure Fee:			HDR Rate Study - Rates adopted	Adopted	
				Nov. 21, 2014	Roll Back Rates	
				2017	2017	
TBD	TBD	Sewer		\$7.00	\$7.00	
¹ W/O District Water Billing (multiply monthly base rate by 3 for quarterly billing)						