

March 31, 2011

Board of Directors
Ventura Regional Sanitation
Ventura, California

INITIATION OF PROP 218 RATE PROCESS – MALIBU BAY CLUB ONSITE WASTEWATER TREATMENT SYSTEM

The Ventura Regional Sanitation District staff has completed an evaluation of the operational and financial needs for the Malibu Onsite Wastewater Treatment System. Pursuant to Proposition 218, VRSD is required to conduct a public hearing prior to consideration of any proposed sewer service charge increase. In order to accommodate the 45 day notice requirement established under Proposition 218, it is recommended that the Board direct staff to notify the property owners at the Malibu Bay Club of a proposed increase in their sewer service charges.

In evaluating the need for revisions to the sewer services charges, the staff studied the total cost of the existing and future operations and facilities necessary to provide for the implementation of legally mandated treatment standards. The evaluation considers adjustments required to insure adequate revenues to pay for increased costs of operation and to finance improvements and programs necessary to implement the mandated treatment standards. The proposed sewer service charges are designed to allow the District to recover the reasonable cost of providing service to the residential units at the Malibu Bay Club. These revenues will be used for the reconstruction, maintenance and operation of the sewage collection, wastewater treatment and disposal facilities of the Malibu Bay Club System. For the fiscal year 2011-2012, the proposed sewer service charge would increase from \$66.60 per month to \$73.30 per month.

If you have any questions, please call me at 658-4674, or e-mail at SallyColeman@vrzd.com.

RECOMMENDATION

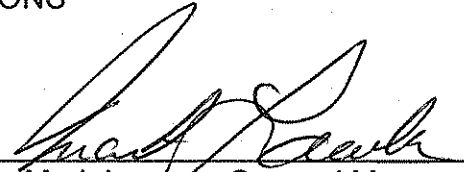
It is recommended that the Board direct staff to initiate Proposition 218 rate procedures by notifying the Malibu Bay Club property owners of the proposed sewer service charge.



SALLY COLEMAN – DIRECTOR OF OPERATIONS

Enc.

APPROVED FOR APRIL 7, 2011 AGENDA



Mark Lawler - General Manager

VENTURA REGIONAL SANITATION DISTRICT
MALIBU BAY CLUB ONSITE WASTEWATER TREATMENT SYSTEM

NOTICE OF PUBLIC HEARING

JUNE 2, 2011 @ 8:30 a.m.

PROPOSED SEWER SERVICE CHARGES

The Ventura Regional Sanitation District ("District") will conduct a public hearing on Thursday, June 2, 2011, at 8:30 a.m. on a proposed sewer service charge increase. The hearing will be held at the District's office at 1001 Partridge Drive, Suite 150, Ventura, CA.

The District owns and operates the Malibu Bay Club Onsite Wastewater Treatment System ("System"). The District periodically evaluates the budget, operational plan, and capital improvement program related to the System. Revenues derived from the sewer service charges are used for the operation, maintenance, and reconstruction of the System. These revenues are calculated to not exceed the estimated reasonable costs of providing the sewer service. Revenues are also calculated to provide sufficient funding for implementing legally mandated treatment standards, maintaining high effluent water quality, consistent with the goals and policies of the District and the requirements of State and Federal law. Adjustments in this sewer service charge provide adequate revenues to pay for increased costs of operation and to finance improvements in programs necessary to implement the mandated treatment standards. The proposed sewer service charge increase would become effective July 2, 2011. The monthly sewer service charge per residential unit will increase from \$66.60 to \$73.30.

Any Malibu Bay Club property owner wishing to protest the proposed sewer service charge must do so in writing. Any written protest must be received by the Clerk of the Board prior to 8:30 a.m. on June 2, 2011 at the following address: Ventura Regional Sanitation District, Attention: Clerk of the Board, 1001 Partridge Drive, Suite 150, Ventura, CA 93003. If you have any questions regarding this matter, please call 805-658-4600.

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