



CSA Nos. 1 & 2 Terra Bella Seville Delinquency Tax Roll

Presented by the
Tulare County Resource Management Agency
July 23, 2019



Presentation Outline

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Background – CSA 1 & 2

- The following water and sewer systems are administered by Tulare County as Zones of Benefit within County Service Areas Nos. 1 & 2 and billed directly to service users:
 - Delft Colony Sewer
 - Delft Colony Water
 - El Rancho Sewer*
 - Seville Sewer
 - Tonyville Sewer
 - Tooleville Sewer
 - Traver Sewer
 - Wells Tract Water
 - Wells Tract Sewer
 - Yettem Sewer
 - Yettem Water
- The County collects service fees to cover maintenance and operation costs.
- Some customers have failed to pay their service fees.
- Tulare County Ordinance 2924 (uncodified) authorizes the Board of Supervisors to place delinquent fees on the property tax roll in accordance with the provisions of the Health and Safety Code, Sections 5473 through 5474.10 and Government Code Section 6063.

*El Rancho users are charged once a year on their property tax statement.



Background – Terra Bella

- Terra Bella Sewer Maintenance District (TBSMD) is administered by Tulare County and billed directly to service users.
- The County collects service fees to cover maintenance and operation costs.
- Some customers have failed to pay their service fees.
- The TBSMD Ordinance Number 3 (uncodified) allows the Board of Supervisors sitting as the Governing Board for the District, to place delinquent fees on property tax roll in accordance with the provisions of the Health and Safety Code, Sections 5470 through 5474.10 and Government Code Section 6063.



Background - Seville

- The Seville Water Company is administered by Tulare County as temporary court receiver since June 9, 2009 and bills directly to service users.
- The County collects service fees to cover maintenance and operation costs.
- Some customers have failed to pay their service fees.
- On June 28, 2011, the Board adopted Resolution Number 2011-048 (uncodified Ordinance Number 3428) allowing the placement of delinquent water fees for Seville Water Company on the property tax roll, in accordance with the provisions of Health and Safety Code Sections 5470 to 5474.10 and Government Code 6063.



Timeline

- April 30, 2019 – Customers with balance were mailed notices
- May 31, 2019 – Customers with outstanding balance were mailed notices (2nd notice)
- June 28, 2019 – Final notice (3rd) customers with outstanding balances
- July 3, 2019 – First publication of notice of Delinquent Accounts published
- July 10, 2019 – Second publication of notice of Delinquent Accounts published
- July 17, 2019 – Third publication of notice of Delinquent Accounts published
- July 23, 2019 – Board of Supervisors conducts Public Hearing
- July 31, 2019 – Payment deadline is at 4:30 P.M.
- August 12, 2019 – Delinquent customer list due to Auditor's Office for placement on Tax Roll



Summary of Delinquent Charges

CSA	Zone of Benefit	Delinquent Customers	Total Customers	Percent of Customers Delinquent	Delinquent Charges	Expected Revenue from Service Charges	Percent of Revenue Delinquent
1	Z10 – Delft Colony Sewer	20	113	17.7%	\$5,043	\$63,255	8.0%
1	Z11 – Delft Colony Water	20	113	17.7%	\$4,944	\$56,580	8.7%
1	Z50 – Seville Sewer	33	129	25.6%	\$12,959	\$76,155	17.0%
1	Z60 – Tonyville Sewer	11	82	13.4%	\$4,518	\$45,684	9.9%
1	Z70 – Tooleville Sewer	13	79	16.5%	\$3,923	\$50,199	7.8%
1	Z80 – Traver Sewer	31	213	14.6%	\$7,445	\$85,155	8.7%
1	Z90 – Yetttem Sewer	2	69	2.9%	\$5,964	\$79,305	7.5%
1	Z91 – Yetttem Water	2	69	2.9%	\$3,462	\$43,596	7.9%
2	Z95 – Wells Tract Water	10	66	15.2%	\$867	\$21,636	4.0%
2	Z96 – Wells Tract Sewer	10	66	15.2%	\$1,701	\$43,281	3.9%
	761 – TBSMD	45	517	8.7%	\$8,601	\$143,031	6.0%
	798 – Seville Water	23	75	30.7%	\$10,338	\$54,000	19.1%
	Total:	220	1591	13.83%	\$69,764	\$761,877	9.2%



History of Delinquent Charges

CSA	Zone of Benefit	FY 2017		FY 2018		FY 2019	
		Delinquent Customers	Delinquent Amount	Delinquent Customers	Delinquent Amount	Delinquent Customers	Delinquent Amount
1	Z10 – Delft Colony Sewer	14	\$1,809	28	\$7,285	20	\$5,043
1	Z11 – Delft Colony Water	14	\$1,674	28	\$6,641	20	\$4,944
1	Z50 – Seville Sewer	24	\$7,821	30	\$10,529	33	\$12,959
1	Z60 – Tonyville Sewer	7	\$4,329	9	\$4,781	11	\$4,518
1	Z70 – Tooleville Sewer	10	\$3,686	15	\$5,906	13	\$3,923
1	Z80 – Traver Sewer	27	\$6,637	27	\$5,346	31	\$7,445
1	Z90 – Yetttem Sewer	4	\$6,283	4	\$6,321	2	\$5,964
1	Z91 – Yetttem Water	4	\$3,701	4	\$3,649	2	\$3,462
2	Z95 – Wells Tract Water	10	\$1,593	11	\$1,637	10	\$867
2	Z96 – Wells Tract Sewer	8	\$1,028	11	\$3,228	10	\$1,701
	761 – TBSMD	40	\$11,101	44	\$10,809	45	\$8,601
	798 – Seville Water	16	\$7,360	19	\$8,712	23	\$10,338
Total:		178	\$57,023	230	\$74,843	220	\$69,764



Additional Service Charges for Delinquencies

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- Amount rolled includes:
 - Auditor Fees
 - \$200 per Zone of Benefit
 - \$1 per assessor parcel number
 - Penalty
 - 10%



Requests

1. Conduct a Public Hearing on July 23, 2019, at 9:30 a.m. or as soon thereafter as can be heard in the Board Chambers, Administration Building, 2800 West Burrel, Visalia, California, to consider placement of delinquent water and sewer service fees, delinquent penalties, and Auditor's collection charges for County Service Areas No. 1 and No. 2, Terra Bella Sewer Maintenance District and Seville Water Company on the 2019/2020 tax roll; and
2. Direct the Auditor/Tax Collector to place delinquent sewer and water service fees, delinquent penalties, and the Auditor's collection charges of County Service Areas No. 1 and No. 2 (Exhibits A-J), Terra Bella Sewer Maintenance District (Exhibit A) and Seville Water Company (Exhibit A) customers on the 2019/2020 tax roll if still delinquent after July 31, 2019.



Questions, Comments, and Discussion