



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

Presented by the  
Tulare County Resource Management Agency  
August 4, 2020



# Presentation Outline

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2. TIMELINE
3. SUMMARY OF DELINQUENT CHARGES
4. HISTORY OF DELINQUENCIES AND COLLECTIONS
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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, 2020 – Customers with balance were mailed notices.
- May 31, 2020 – Customers with outstanding balance were mailed notices (2<sup>nd</sup> notice).
- June 25, 2020 – Final notice (3<sup>rd</sup>) customers with outstanding balances
- July 1, 2020 – First publication of notice of Delinquent Accounts published.
- July 8, 2020 – Second publication of notice of Delinquent Accounts published.
- July 15, 2020 – Third publication of notice of Delinquent Accounts published.
- August 4, 2020 – Board of Supervisors conducts Public Hearing and payment deadline is at 4:30 P.M.
- August 10, 2020 – 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	18	113	15.9%	\$3,466	\$61,641	5.6%
1	Z11 - Delft Colony Water	18	113	15.9%	\$3,432	\$55,107	6.2%
1	Z50 - Seville Sewer	26	126	20.6%	\$9,577	\$73,275	13.1%
1	Z60 - Tonyville Sewer	13	82	15.9%	\$6,429	\$44,550	14.4%
1	Z70 - Tooleville Sewer	13	80	16.3%	\$2,885	\$46,731	6.2%
1	Z80 - Traver Sewer	29	213	13.6%	\$7,796	\$88,950	8.8%
1	Z90 - Yettem Sewer	2	69	2.9%	\$5,678	\$77,112	7.4%
1	Z91 - Yettem Water	5	69	7.2%	\$5,088	\$59,077	8.6%
2	Z95 - Wells Tract Water	11	67	16.4%	\$1,467	\$22,206	6.6%
2	Z96 - Wells Tract Sewer	11	67	16.4%	\$3,332	\$46,035	7.2%
	761 - TBSMD	45	518	8.7%	\$8,988	\$117,936	7.6%
	798 - Seville Water	17	90	18.9%	\$8,256	\$78,015	10.6%
	<b>Total</b>	<b>208</b>	<b>1607</b>	<b>12.9%</b>	<b>\$66,393</b>	<b>\$770,635</b>	<b>8.6%</b>



# History of Delinquent Charges

CSA	Zone of Benefit	FY2018		FY2019		FY2020	
		Delinquent Customers	Delinquent Amount	Delinquent Customers	Delinquent Amount	Delinquent Customers	Delinquent Amount
1	Z10 - Delft Colony Sewer	28	\$1,809	20	\$5,043	18	\$3,466
1	Z11 - Delft Colony Water	28	\$1,674	20	\$4,944	18	\$3,432
1	Z50 - Seville Sewer	30	\$7,821	33	\$12,959	26	\$9,577
1	Z60 - Tonyville Sewer	9	\$4,329	11	\$4,518	13	\$6,429
1	Z70 - Tooleville Sewer	15	\$3,686	13	\$3,923	13	\$2,885
1	Z80 - Traver Sewer	27	\$6,637	31	\$7,445	29	\$7,796
1	Z90 - Yettem Sewer	4	\$6,283	2	\$5,964	2	\$5,678
1	Z91 - Yettem Water	4	\$3,701	2	\$3,462	5	\$5,088
2	Z95 - Wells Tract Water	11	\$1,593	10	\$867	11	\$1,467
2	Z96 - Wells Tract Sewer	11	\$1,028	10	\$1,701	11	\$3,332
	761 - TBSMD	44	\$11,101	45	\$8,601	45	\$8,988
	798 - Seville Water	19	\$7,360	23	\$10,338	17	\$8,256
	<b>Total</b>	<b>230</b>	<b>\$57,023</b>	<b>220</b>	<b>\$69,764</b>	<b>208</b>	<b>\$66,393</b>





# 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 August 4, 2020, 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 2020/2021 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 2020/2021 tax roll if still delinquent after August 4, 2020.



# Questions, Comments, and Discussion