

**CITY OF SAND CITY  
RESOLUTION SC 20-35, 2020**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SAND CITY APPROVING THE  
INCREASE OF FIRE PROTECTION SERVICES BETWEEN THE CITIES OF MONTEREY  
AND SAND CITY FOR FISCAL YEAR 2020-21**

**WHEREAS**, Sand City has contracted with the City of Monterey for fire protection services since 1993; and

**WHEREAS**, Sand City desires to continue to contract with the City of Monterey for the provision of fire protection services due to the excellent working relationship the two cities have experienced over the past twenty-seven years; and

**WHEREAS**, the original term and conditions of the Fire Services Agreement between the City of Monterey and the City of Sand City will expire on June 30, 2020 and provides for annual review of any proposed increase; and

**WHEREAS**, the requested total annual fee for Fiscal Year 2020-2021 will adjust to \$307,662 based on a 2.9% February 2020 CPI-U increase of \$8,671.00 on the fiscal year 2019-2020 rate of \$298,991; and

**WHEREAS**, the Fire Protection Service fee calculated will cover a period of one (1) year beginning July 1, 2020 through June 30, 2021; and


**WHEREAS**, said agreement is entered into pursuant to Government Code Section 54981 and Section 55632, and was unanimously approved by vote of the City Council of Sand City.

**NOW, THEREFORE, BE IT RESOLVED**, that the City Council of Sand City hereby approves the attached letter labeled Exhibit A and Fire Protection Services Fee Calculation that covers the annual increase for Fire Protection Services between the City of Monterey and the City of Sand City.

**PASSED AND ADOPTED**, at a regular meeting of the City Council of the City of Sand City, this 2<sup>nd</sup> day of June, 2020 by the following votes:

AYES: Council Members Blackwelder, Carbone, Cruz, Hawthorne, Sofer  
NOES: None  
ABSENT: None  
ABSTAIN: None

APPROVED:

  
\_\_\_\_\_  
Mary Ann Carbone, Mayor

ATTEST:


  
\_\_\_\_\_  
Connie Horca, Acting City Clerk



EXHIBIT A

Mayor:  
CLYDE ROBERSON

Councilmembers:  
DAN ALBERT  
ALAN HAFFA  
ED SMITH  
TYLLER WILLIAMSON

City Manager:  
HANS USLAR

May 12, 2020

Aaron Blair, City Administrator  
City of Sand City  
1 Sylvan Park  
Sand City, CA 93955

RECEIVED

MAY 26 2020

CITY OF SAND CITY

Dear Mr. Blair:

Per our *Agreement to Provide Fire Services Between the Cities of Monterey and Sand City*, Sand City's total annual fee for Fiscal Year 2020-2021 will adjust to **\$307,662**. This fee is based on a 2.9% February 2020 CPI-U increase on the former annual rate of \$298,991.

A breakdown of the fee basis is enclosed for your reference. If you have questions or need any additional information, please do not hesitate to contact me at (831) 646-3760 or Fire Chief Gaudenz Panholzer at (831) 646-3900.

We look forward to providing safe, effective fire and emergency services to Sand City in the year ahead. May it be healthy!

Sincerely,

Hans Uslar  
City Manager

Enclosure

c: Fire Chief Gaudenz Panholzer  
Lauren Lai, Finance Director

**FY2020-21 SAND CITY  
Fire Protection Service Fee Calculation**

Agency	Resident Population <sup>1</sup>	Average Daytime Population <sup>2</sup>	Land Area (Acres) <sup>3</sup>	# Incidents 1/01/17-12/31/17	# Incidents 1/01/18-12/31/18	# Incidents 1/01/19-12/31/19	Average # Incidents (3 years) <sup>4</sup>
Monterey <sup>5</sup>	23558	31332	5382	5656	5557	5806	5673
Sand City	390	18630	347	191	180	173	181
Presidio	2700	6000	285	108	139	186	144
Navy (La Mesa Village)	1890	701	290	42	34	58	45
Navy (Main Campus)	300	3800	320	61	67	48	59
<b>TOTAL</b>	<b>28838</b>	<b>60463</b>	<b>6624</b>	<b>6058</b>	<b>5977</b>	<b>6271</b>	<b>6102</b>

Factors	Sand City Only	All Agencies Combined	Sand City % of Total
Residential Population	390	28838	0.0135
Daytime Population	18630	60463	0.3081
Acreage of land	347	6624	0.0524
Incident Response (Avg last 3 yrs)	181	6102	0.0297
<b>Total Factors</b>			<b>0.4037</b>

Less: Highest of 4 Factors (Day Pop.)

Total of lowest 3 Factors

Charge-Back Factor<sup>6</sup>

Multiplied by: MFD Adjusted Budget<sup>7</sup>

Annual Fee (not capped by CPI-U)

Former Annual Fee, FY20

CPI-U Adjustment, February<sup>8</sup>

2.9%

\$	298,991
\$	8,671
<b>\$</b>	<b>307,662</b>

**Annual Fire Service Fee**

Payment Schedule:

50% due 9/01/2020

50% due 1/01/2021

**NOTES:**

- Current calendar year population as reported by the California Department of Finance or agency/area (if not listed with D OF)
- Average daytime population as of July 1 as reported by each agency
- Acreage as reported by each agency
- Total number of calendar year incidents within each jurisdiction as reported by City of Monterey Fire Department database statistics
- Monterey's total number of incidents does not include incident responses outside of the City of Monterey; population is distributed over Monterey, POM, La Mesa Village, and Navy Main Campus.
- Charge-Back Factor = Average of Sand City's three lowest of four percentage factors
- Adopted Monterey Fire Department budget exclusive of projected operating costs for fire contracts, grant reimbursements, and capital expenditures
- Contract Amendment #1, effective 6/24/2010, limits the percentage of annual fee increase to be no higher than the Consumer Price Index as of February prior to affected fiscal year.

**FY2020-21 SAND CITY  
Fire Protection Service Fee Calculation**

ADJUSTMENTS - FY20/21	Total
MFD FY21 Budget, General Fund 101	\$ 23,413,852
Fire Service Contract Fees, projected:	
City of Pacific Grove	\$ 2,651,321
City of Carmel-by-the-Sea - Fire	\$ 2,608,917
City of Carmel-by-the-Sea - Ambulance	\$ 20,069
Monterey Peninsula Airport District	\$ 1,503,322
Total Fire Service Contract Fees	\$ 6,783,629
Grants:	
SAFER 2017 #EMW-17-FH-0540	\$ 154,409
One-Time Capital Eqmt / Supplemental Budget Requests:	
TOTAL BUDGET ADJUSTMENTS	\$ 6,938,038
<b>ADJUSTED BUDGET</b>	<b>\$ 16,475,814</b>