

## \*\*\* WATER USAGE UPDATE \*\*\*

Date: June 7, 2023

Subject: Water usage and billings for Blackhorse Assessment District, Areas I and II

Recent research by City staff has brought a billing discrepancy to our attention that pre-dates the involvement of Regency as the property management and Francisco & Associates as the Assessment Engineer. The records indicate that both Area I and II were not correctly paying for their respective water usage from as far back as 2010.

In accordance with Clovis Municipal Code, Section 6.5.105(e) and the applicable limitations period in the Code of Civil Procedure, there is a limitation of four (4) years for correcting such errors. As such, we are reconciling the errors back to January 2020 and will make the corrections going forward. The financial impacts are summarized below.

## Area I

- Reimbursement from Area II for past payments of Area II water usage at the Alluvial Avenue main entrance to Area II. (Total from Area II to Area I: \$2,246.08)
- Payment to the City for unbilled water usage at the Minnewawa Avenue main gate and exit gate. (Total from Area I to City: \$830.68)
- Net effect: \$1,415.40 additional funds
- Decrease in budgeted water expenses within the Engineer's Report.

## Area 2

- Payment to Area I for past payments of Area II water usage at the Alluvial Avenue main entrance to Area II. (Total from Area II to Area I: \$2,246.08)
- Net effect: \$2,246.08 transferred funds to Area I
- Increase in budgeted water expenses within the Engineer's report.

Questions about the discrepancies and corrections can be directed to Sean Smith, Supervising Civil Engineer, by phone at (559) 324-2363 or by email at seans@cityofclovis.com.