

**A RESOLUTION SETTING THE AMOUNT OF)
 THE WASTEWATER SYSTEM DEVELOPMENT)
 CHARGE, ADOPTING AN AUTOMATIC)
 ANNUAL ADJUSTMENT FOR INFLATION)**

**RESOLUTION NO. 13
 for 2005**

WHEREAS, reference to ORS 223.297 to 223.314 and to City of Lebanon Ordinance No. 2378 establishing the City's ability to assess a wastewater (sewer) system development charge, and,

WHEREAS, the City adopted the report, *System Development Charge Study* prepared for the City of Lebanon by Galardi Consulting, LLC, May 2005, that applies methodologies consistent with ORS 223.304 to update the wastewater reimbursement and improvement fees; and,

WHEREAS, the City Council appointed a technical review committee that met with City staff and consultants to update the system development charges and recommends the City increase the wastewater SDC from its current level to the level in the report over a three year period,

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF LEBANON AS FOLLOWS:

Section 1.

The amount of the wastewater system development charge shall be increased to the following amounts by type of customer and by effective date over the next three years:

Meter Size	Current	Effective					
		SDC	August 1, 2005 SDC plus Administration Fee (7.5%)	SDC	July 1, 2006 SDC plus Administration Fee (7.5%)	SDC	July 1, 2007 SDC plus Administration Fee (7.5%)
Single-Family Residential (Per Unit)	\$363	\$1,150	\$1,236	\$1,937	\$2,082	\$2,725	\$2,929
Nonresidential							
5/8 X 3/4"	\$363	\$1,150	\$1,236	\$1,937	\$2,082	\$2,725	\$2,929
1"	\$904	\$2,874	\$3,090	\$4,844	\$5,207	\$6,813	\$7,324
1 1/2"	\$1,813	\$5,750	\$6,181	\$9,687	\$10,414	\$13,625	\$14,647
2"	\$5,078	\$10,652	\$11,451	\$16,226	\$17,443	\$21,800	\$23,435
3"	\$16,321	\$25,414	\$27,320	\$34,507	\$37,095	\$43,600	\$46,870
4"	\$18,134	\$34,798	\$37,408	\$51,462	\$55,322	\$68,125	\$73,234
6"	\$18,150	\$57,517	\$61,831	\$96,884	\$104,150	\$136,251	\$146,470

The total amount of the SDC shall include a 7.5 percent fee for administration as permitted by ORS 223.307(5)

Section 2.

System Development Charges established by Section 1 of this resolution shall be collected upon issuance of a permit to connect to the sewer system or upon increased usage of the sewer system.

If a development is subject to more than one SDC charge, all charges shall be collected at the time the first permit is issued.

Section 3

Beginning with July 1, 2008, and each July 1 thereafter, the wastewater SDC shall be adjusted for inflation using the construction cost index (CCI) published by McGraw Hill, Inc. in its publication ENR. ENR updates the CCI monthly and provides annual summaries in the July edition.

The formula for updating the SDC each year is as follows:

$$SDC_{\text{current year}} = SDC_{\text{last year}} \times (CCI_{\text{current year}} / CCI_{\text{last year}})$$

where:

- $CCI_{\text{current year}}$ = Construction Cost Index for the current year
- $CCI_{\text{last year}}$ = Construction Cost Index for the last year the SDCs were updated
- $SDC_{\text{current year}}$ = the SDC updated by the CCI
- $SDC_{\text{last year}}$ = the SDC to be updated

The wastewater SDC shall not be adjusted for inflation until July 1, 2008, at which time the appropriate $CCI_{\text{last year}}$ shall be August 1, 2005.


Section 4

The *System Development Charge Study* identifies or incorporates by reference the identification of capital improvements eligible for funding through the wastewater SDC and is hereby adopted as the Systems Development Charge Funds Project Plan as required by Section 9, Ordinance 2378.

Section 5

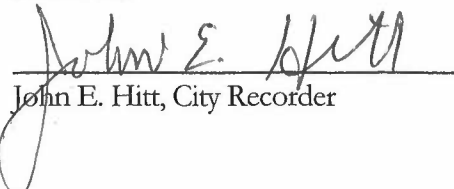
This resolution shall be effective August 1, 2005

Passed by the City Council of the City of Lebanon by a vote of 6 for and 0 against this 8 day of June, 2005.



 Kenneth I. Toombs, Mayor
 Scott Simpson, Council President

ATTEST:



 John E. Hitt, City Recorder