## A RESOLUTION CHANGING THE STORM WATER SYSTEM DEVELOPMENT CHARGE, ADOPTING AN AUTOMATIC ANNUAL ADJUSTMENT FOR INFLATION AND SETTING A SLIDING SCALE FOR SINGLE FAMILY RESIDENTIAL DEVELOPMENT

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WHEREAS, reference to ORS 223.297 to 223.314 and to City of Lebanon Ordinance No. <u>2378</u> establishing the City's ability to assess a storm water 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 storm water reimbursement and improvement fees; and,

WHEREAS, the City Council appointed a technical review committee that met with City staff and consultants during 2008 to update the system development charges and recommends the City decrease the compliance cost from 7.5% to 2.5%, adjust the storm water SDC for inflation each year and set a sliding scale for single family residential development.

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

<u>Section 1.</u> The amount of the storm water system development charge should be decreased to the following amounts by type of customer:

	SDC Fee		January 15, 2009
	July 1, 2008		
	Per 1000 sq ft	SDC plus	SDC plus New
	impervious area	Compliance Fee	Compliance Fee
Type of Development		7.5%	2.5%
Single Family	\$59.59	\$64.06	
Mixed Density			
Commercial			\$61.08
Industrial, Light			\$01,10¢
Industrial, General			
Special Development			

The total amount of the SDC shall include a 2.5 percent fee for compliance as permitted by ORS 223.307(5)

<u>Section 2</u>. System Development Charges established by Section 1 of this resolution shall be collected upon issuance of a building permit.

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. System Development Charges for Single Family Residential development shall be adjusted for the size of residence constructed. The percentage of SDC's for single family residential development between 800 square feet and 1200 square feet shall be adjusted according to the following formula:

Percentage of SDC =  $7/40 \times (\text{home size in square feet}) - 110$ 

Single Family Residential development less than 800 square feet shall pay 30 percent SDC Single Family Residential development over 1200 square feet shall pay 100 percent SDC

Section 4. Beginning with July 1, 2009, and each July 1 thereafter, the storm water 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<sub>current year</sub> = SDC<sub>last year</sub> x (CCI<sub>current year</sub> / CCI<sub>last year</sub>)

where:

CCI <sub>current year</sub>	= Construction Cost Index for the current year
CCI <sub>last year</sub>	= Construction Cost Index for the last year the SDCs were updated
SDC <sub>current year</sub>	= the SDC updated by the CCI
SDC <sub>last year</sub>	= the SDC to be updated

**Section 5.** The System Development Charge Study identifies or incorporates by reference the identification of capital improvements eligible for funding through the storm water SDC and is hereby adopted as the Systems Development Charge Funds Project Plan as required by Section 9, Ordinance 2378.

**Section 6.** This resolution shall be effective January 15, 2009

Passed by the City Council of the City of Lebanon by a vote of 5 for and 0against this 10th day of December, 2008.

Kenneth I. Toombs. Mavor Bob Elliott, Council President

inda Kaser. City Clerk/ Recorder