RESOLUTION ADOPTING THE CITY OF LEBANON'S) RESOLUTION NO. 2016-9 STORMWATER DRAINAGE UTILITY RATES)

WHEREAS, the City of Lebanon provides a valuable public service by providing Stormwater Drainage facilities for the collection and disposal of Stormwater discharged from properties and public rights-of-way within the City; and

WHEREAS, the utility exists for the benefit of citizens within the City to have the public Stormwater Drainage facilities available for the diversion, collection, and/or disposal of Stormwater Drainage and other runoff water from the person's property and represents a municipal service in a developed urban environment which is essential to the public health, safety and welfare; and

WHEREAS, persons benefiting from the public Stormwater Drainage facilities should be charged the appropriate fees that reflect the cost of the management, maintenance, extension and construction of the public Stormwater Drainage facility as a public utility in the City; and

WHEREAS, the City of Lebanon Council has provided that Stormwater Drainage Utility Fees should be established by resolution in accordance with Ordinance No. 2810.

NOW, THEREFORE, BE IT RESOLVED THAT THE STORMWATER DRAINAGE UTILITY RATES SHALL BE:

Section 1. All single family residential properties both developed and undeveloped within the City limits shall be charged \$3.28 per tax lot.

All commercial, industrial and multi-family properties including duplexes & triplexes within the City limits shall be charged at the following rates depending upon if the property is developed or undeveloped.

Developed Tax Lots

Small commercial, industrial, multi-family (¼ AC & under)	\$11.88 per month
Medium commercial, industrial, multi-family (between ¼ & ½ AC)	\$29.72 per month
Large commercial, industrial, multi-family (½ AC & over)	\$65.39 per month

Undeveloped Tax Lots

Small commercial, industrial, multi-family (¼ AC & under)	\$3.57 per month
Medium commercial, industrial, multi-family (between ¼ & ½ AC)	\$4.75 per month
Large commercial, industrial, multi-family (1/2 AC & over)	\$5.94 per month

<u>Special Rate for Low Income Senior Citizens and Disabled:</u> Senior and disabled citizens who qualify for the State of Oregon Low Income Energy Assistance Program will be entitled to a discount of 10% for residential service. To be eligible, applicants must present a copy of the State of Oregon approved income verification form to the Finance Department. Duration of eligibility is for 12 months from the date the application is approved and must be

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resubmitted annually. Discounts will begin for the billing received on or about the first of the month following presentation of the form at the Finance Department.

<u>Section 2.</u> Annual Inflation Rate Adjustment: Beginning July 1, 2016, the Stormwater Drainage Utility rate shall be adjusted for inflation using the 12-month change in the Construction Cost Index (CCI) published by McGraw Hill, Inc. in its April 2016 ENR publication. The annual inflation adjustment maximum is set six percent (6%).

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

Stormwater Utility Rate current year = Stormwater Utility Rate last year X (CCI current year/CCI last year)

Where:

CCI current year = Construction Cost Index for the April 2016

CCI last year = Construction Cost Index for April 2015

Stormwater Utility Rate current year = Stormwater Utility Rate for the current year

Stormwater Utility Rate last year = Stormwater Utility Rate to be updated

Based on the above formulas, the fiscal year 2016/2017 Inflationary Rate Adjustment is 3.1%

<u>Section 3.</u> The City Council finds that the changes imposed pursuant to this Resolution are not taxes subject to the provision of Article XI, Section 11b of the Oregon Constitution.

Section 4. This Resolution shall be effective July 1, 2016.

Passed by the Lebanon City Council and executed by the Mayor on this 13th day of April, 2016 by a vote of 5 yeas and 0 nays.

CITY OF LEBANON, OREGON

Paul R. Aziz, Mayor

Bob Elliott, Council President

ATTESTED:

Linda Kaser, City Clerk

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