



Gregory L. Geist
Director

June 29, 2016

Board of County Commissioners
Clackamas County

Members of the Board:

**ADOPTING AN INCREASE IN THE SYSTEM DEVELOPMENT CHARGE FOR
THE TRI-CITY SERVICE DISTRICT**

Purpose/Outcomes	<i>Adopt and appropriate Fiscal Year 2016-17 budget and funds for Tri-City Service District.</i>
Dollar Amount and Fiscal Impact	\$110,000 in additional Sanitary Sewer System Development Charges (SDC) revenues annually.
Funding Source	<i>No County funds involved</i>
Duration	<i>Permanent</i>
Previous Board Action/Review	<i>In June 2015 the Board approved an SDC increase to \$2,400.</i>
Strategic Plan Alignment	<i>1. WES Customers will continue to benefit from a well-managed utility. 2. Build public trust through good government.</i>
Contact Person	<i>Doug Waugh, Finance Manager dougwau@clackamas.us</i>
Contract No.	<i>N/A</i>

BACKGROUND:

On May 25, 2016, staff presented to the Tri-City Advisory Committee with the option for increasing the District's Sanitary Sewer System Development Charge (SDC). The committee voted to recommend the SDC be increased from \$2,400 to \$2,765.

RECOMMENDATION:

Staff respectfully recommends that the Board of County Commissioners adopts the Report and the increase in the Sanitary Sewer System Development Charge to \$2,765 as recommended by the Tri-City Advisory Committee.

Respectfully submitted,

Greg Geist, Director
Water Environment Services

In the Matter of an Order Establishing New
System Development Charges for Tri-City
Service District, Clackamas County, Oregon

RESOLUTION NO.

This matter came before the Board of County Commissioners of Clackamas County, Oregon ("Board"), acting as the governing body of Tri-City Service District ("District"), in public hearing on June 29, 2016.

WHEREAS, the District has updated the Capital Improvement Plan ("CIP") based on the Portland State University growth study, updated facility study regarding capacity, and the impact of Sanitary Sewer System Development Charges ("SDC") on District finances.

WHEREAS, the Tri-City Advisory Committee has recommended the Board adopt an increase in the SDC to \$2,765 for fiscal year 2016-2017.

FINDINGS:

The Board finds that the District's Rules and Regulations allow for an update of the Sanitary Sewer Systems Development Charge ("SDC") by order, pursuant to Section 4.1.2.

An increase in demand for investment based upon growth within the District has resulted in a revised CIP, which is set forth in the report "Wastewater System Development Charge Update" (the "Report") produced by Donovan Enterprises, Inc., attached hereto as Exhibit A.

In order to meet the continuing obligations and ensure effective performance of the District, the Board further finds that it is necessary to adopt an increased SDC of \$2,765.

The Board, having held a hearing, considered testimony, factual supporting materials and the above findings, and being fully advised, it is:

ORDERED:

1. Effective July 1, 2016, for all services rendered after said date, the District's system development charge shall be \$2,765 per equivalent dwelling unit.
2. District staff is directed to publish these updated charges in Table I of the District's Rules and Regulations, and elsewhere as appropriate, in accordance with this Order.
3. An executed copy hereof shall be kept on file at Water Environment Services.

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Service District, Clackamas County, Oregon

RESOLUTION NO.

ADOPTED this 29th day of June, 2016.

CLACKAMAS COUNTY BOARD OF COUNTY
COMMISSIONERS Acting as Governing Body
of TRI-CITY SERVICE DISTRICT:

Chair

Recording Secretary