R2021-20: A RESOLUTION TO AMEND THE SCHEDULE OF STORM WATER FEES ACCORDING TO THE PROCEDURE SPECIFIED IN CITY CODE SEC.18-27

Applicant/Purpose: Staff/to increase the storm water fee from \$6.25/ Equivalent Residential Unit (ERU) to \$7.73/ERU to finance operations and improvements to the City's storm drainage system.

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## Brief:

- The City commissioned a Storm Water Rate Study to assess the operating and 9
  - Current revenues generated through the SW fee are not sufficient to cover the system's operating costs nor provide for necessary capital improvements.

capital funding needs of the storm water program over the next 5 years.

- The 5-year Capital Improvement Plan (CIP) addresses a number of neighborhood storm water projects:
  - o Including a city-wide evaluation and inventory of the current storm water system to identify the next round of projects necessary to accommodate the drainage needs of the City;
  - o Contemplates the construction of 2 additional Ocean Outfalls.

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## **Issues:**

- Absent the resolution, the storm water fee will not produce sufficient revenue to continue to cover operations or allow for additional infrastructure improvements.
- Transfers from other funds would have to be increased to cover any operating deficits and finance new storm water management projects.

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Public Notification: Normal meeting notification.

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## **Alternatives:**

- Amend or deny resolution.
- 30 • The impact could result in a delay of storm water infrastructure project 31 32 master planning and construction.

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Financial Impact: Impact upon ratepayers will be \$1.38/month (\$16.56/year for a residential unit or equivalent).

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Manager's Recommendation: I recommend approval.

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Attachment(s): Proposed resolution

BRENDA BETHUNE, MAYOR

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JENNIFER ADKINS, CITY CLERK