

CITY OF MILWAUKIE

RESOLUTION NO. 44-1994

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MILWAUKIE, OREGON, SETTING THE AMOUNT, STATING THE METHODOLOGY AND ADOPTING A PROJECT PLAN FOR SYSTEM DEVELOPMENT CHARGES FOR SEWER SERVICES.

WHEREAS, Milwaukie Municipal Code Section 13.28.040 authorizes the establishment and amendment of system development charges for the City by resolution; and

WHEREAS, Milwaukie Municipal Code Section 13.28.050 provides for the adopting by resolution the methodology used to establish the system development charges; and

WHEREAS, pursuant to Milwaukie Municipal Code Section 13.28.080, the City Council has the authority to adopt and amend its system development charge project plan by resolution; and

WHEREAS, the City of Milwaukie finds it beneficial to update the sewer project plan to reflect current charges:

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MILWAUKIE, OREGON that:

Section 1: Pursuant to Section 13.28.080 of the Milwaukie Municipal code, the City of Milwaukie Capital Improvements Program Fiscal Years 1993 through 1998 is hereby adopted for use as the sewer service system development charge project plan for the City of Milwaukie.

Section 2: Also, pursuant to Section 13.28.080, the City Council hereby adopts the capital improvements identified in the Clackamas County Department of Utilities 5-year Capital Improvement Program for the Kellogg Treatment Facility (contained in the July 1993 sewer rate study) as part of its sewer SDC project plan. The capital improvements costs hereby adopted represent only those treatment costs to be borne by the City as part of its intergovernmental agreement with Clackamas County Department of Utilities.

Section 3: The methodology used for calculation of the sewer service system development charge is as follows:

A.	Utility Plant-In-Service (6/30/93) for reimbursement	Replacement Cost*	Original Cost
	Property, Plant, & Equipment	\$17,730,185	\$7,088,703
	Less: Accumulated Depreciation	<u>\$ 7,450,477</u>	<u>\$2,978,774</u>
	Net Plant in Service	\$10,279,708	\$4,109,929

Plus: Sewer Plant Rights	\$ 1,364,161	\$ 545,405
Less: Contr. Payable (Clackamas County)	\$ 109,413	\$ 109,413
Plus: Assessments Receivable	\$ 88,305	\$ 88,305
Less: Contr. Capital net SDC Payments	\$12,283,193	\$4,910,942
Plus: Accum. Deprec. Contrib. Cap.	<u>\$ 5,161,573</u>	<u>\$2,063,648</u>

Net Utility Cost or Value**
Cost or Value \$4,501,141

* Assumes Average Asset Age of 18.4 Years.

** Replacement Cost bases are an approximation of value.

B. Future Capital Needs for Improvements

Improvements to Plant	<u>\$ 7,781,463</u>
Total	\$ 7,781,463

Less: Available Capital Funds	<u>\$ 0</u>
Net Future Facilities Cost	\$ 7,781,463

Capacity Expansion in mgd .62 mgd

C. Capital Analysis

Existing Service Level	2.68 mgd
Additional Capacity Available w/improvements	<u>.62 mgd</u>

Total Available Capacity 3.30 mgd

D. Allocation Basis

1 Unit = 16 Fixture Units = 240 gallons per day

E. Calculation of System Development Charges

Total Capacity in mgd	3.30 mgd
Total Capacity in units	13,755

1. Reimbursement Fee	
Total Capacity Investment	\$4,501,141
Reimbursement Fee per unit	\$327

2. Improvement Fee	
Future Facility Costs	\$7,781,463
Improvement Fee per unit	\$566

3. Integrated System Development Charge

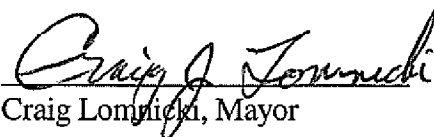
Reimbursement Fee	\$327
Improvement Fee	<u>\$566</u>
Total System Development Charge	\$893

Section 4: Based upon the methodology set out in the above section, the total sewer service system development charge for the City of Milwaukie is \$893, to be collected at the time of issuance of any permit listed in City Code Section 13.28.090(A).


Section 5: The City Council determines that the fees, rates or charges imposed by this resolution are not a tax subject to the property tax limitations of Article XI, Section 11(b) of the Oregon Constitution.

Section 6: The fees and charges established in this resolution shall be effective on December 15, 1994.

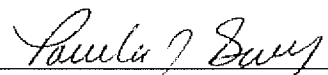
Introduced and adopted by the City Council on November 1, 1994.


Craig Lomnicki, Mayor

ATTEST:


Pat DuVal, City Recorder

APPROVED AS TO FORM:


O'Donnell, Ramis, Crew & Corrigan
City Attorney