

## **Gold Mountain Community Services District**

RESOLUTION No. 2009-10 - 06

### **A RESOLUTION OF THE GOLD MOUNTAIN COMMUNITY SERVICES DISTRICT TO ADOPT WATER AND WASTEWATER SYSTEM DEVELOPMENT CHARGES**

RESOLVED, by the Board of Directors of the Gold Mountain Community Services District ("District") that:

WHEREAS, the District was formed for the purpose of providing water production and distribution and sewage collection and disposal services for its property owners;

WHEREAS, the District has the power to supply water (Government Code section 61100(a)) and collect, treat or dispose of sewage (Government Code section 61100(b));

WHEREAS, the District has the power to establish rates and charges for water and sewer services and facilities (Government Code sections 61115 and 61123);

WHEREAS, the District's current 'Connection Charges' of \$1,000 for water, and \$2,000 for wastewater were approved in 1996 without the benefit of an engineer's cost study;

WHEREAS, the November 2009 report by HDR Engineering titled "Final Report Water and Wastewater Development Charges" ("Engineer's Report") found that the District's present 'Connection Charges' for water and wastewater connections are not adequate to support the development of the District's future infrastructure needs;

WHEREAS, the Engineer's Report recommended that these current 'Connection Charges' be replaced by 'System Development Charges' for 1 inch metered residential customers of \$6,450 for water system connections, and an additional \$3,260 for septic system connections, with higher charges for larger meter sizes based on an equivalent residential unit weighting factor;

WHEREAS, the Engineer's Report recommends that the District adjust the System Development Charges each year by an escalation factor to reflect the cost of interest and inflation based on Engineering News-Record Construction Cost Index;

WHEREAS; the District accepts the Engineer's Report as to the amount of funding needed to support the District's future infrastructure development;

WHEREAS, notice of the time and place of the hearing on the proposed System Development Charge was published two weeks prior to the date set for the hearing, in a newspaper of general circulation printed and published within Plumas County; and

WHEREAS, on January 8, 2010 at 1:30, the Board of Directors held a public hearing on the proposed system development charges and considered all objections to, or protests against the proposed charges at this public hearing;

NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:

Effective today, January 8, 2010, the District shall establish Water and Wastewater System Development Charges at the rates listed below. These System Development Charges will replace the current Connection Charges.

Before the District will issue a "will serve" letter and allow connection by any Gold Mountain property owner, the customer requesting service must meet the following three conditions:

1. They must be standby customers in good standing and current in all standby charges.
2. They must have Final Design and Review Committee plan approval.
3. They must pay the appropriate System Development Charges based on their meter size:

<u>Meter Size</u>	<u>Water SDC</u>	<u>Wastewater SDC</u>	<u>Total SDC</u>
1 Inch (residential)	\$6,450	\$3,260	\$9,710
1.5 Inch	\$12,900	\$6,520	\$19,420
2 Inch	\$20,640	\$10,432	\$31,072
3 Inch	\$38,700	\$19,560	\$58,260
4 Inch	\$64,500	\$32,600	\$97,100
6 Inch	\$129,000	\$65,200	\$194,200

The District will consider issuing a "will serve" letter to property owners: 1) who are not standby customers and have not previously paid a standby charge for a particular property, or 2) where the standby charge paid is not representative of the use to which the property will be put, or 3) where the original land use designation has been changed by a modification of the development plan. In any of the above three circumstances, the District will conduct cost studies to determine appropriate charges, with the fees for these studies being borne by the customer.

Effective January 1st of 2011, and each year thereafter, the District shall revise these System Development Charges relative to the cumulative changes in the Engineering News-Record Construction Cost Index for the previous 12 months.

The foregoing resolution was duly passed and adopted by the Board of Directors of the Gold Mountain Community Services District at a Meeting of said Board on Friday January 8, 2010 by the following vote:

AYES: 5

NOES: 0

ABSENT: 0

Steve Fugua, President

Attest: Janean Lohn, Secretary