

# Agenda Report

**TO:** City Council

**DATE:** March 17, 2008

**FROM:** City Manager

**SUBJECT:** AMENDMENT TO THE SCHEDULE OF TAXES, FEES AND CHARGES TO INCLUDE A NEW SEWER FACILITY CHARGE TO BE LEVIED PURSUANT TO TITLE 4, CHAPTER 4.53 OF THE PASADENA MUNICIPAL CODE

## **RECOMMENDATION**

It is recommended that the City Council adopt the resolution to amend the Schedule of Taxes, Fees and Charges to include a new Sewer Facility Charge to be levied pursuant to Title 4, Chapter 4.53 of the Municipal Code.

## **BACKGROUND**

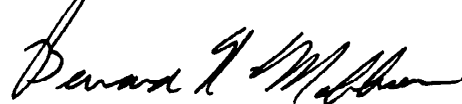
On October 22, 2007, following a public hearing, the City Council directed the City Attorney to return to the City Council with an ordinance to establish a Sewer Facility Charge. The second reading of the ordinance is on March 10, 2008: "An Ordinance of the City of Pasadena to create a Sewer Facility Charge, and to amend Title 4 (Revenue and Finance) to establish chapter 4.53 titled 'Sewer Facility Charge'." In conjunction with that ordinance, the above referenced resolution must be adopted by the City Council in order to amend the Schedule of Taxes, Fees and Charges, and establish the Sewer Facility Charge.

The money collected through the charge will be set aside in a Sewer Facility Charge Fund to be spent on sewer capacity projects identified in the Master Sewer Plan. This is a one time charge on new development for current and future infrastructure costs.

**FISCAL IMPACT**

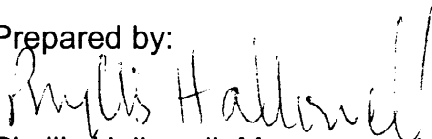
Based on projections for the build out of the City in accordance with planning and zoning laws, and assuming a constant rate of growth, the Sewer Facility Charge is projected to generate \$314,000 in the first year, and increase in subsequent years consistent with the indexed increase in the annual rate for the Sewer Facility Charge.

Respectfully submitted,



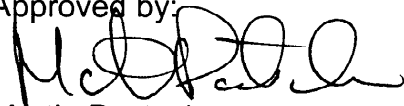
BERNARD K. MELEKIAN  
City Manager

Prepared by:



Phyllis Hallowell, Management Analyst  
Finance and Management Services  
Department of Public Works

Approved by:



Martin Pastucha  
Director, Department of Public Works

RESOLUTION NO. \_\_\_\_\_

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PASADENA  
AMENDING THE SCHEDULE OF TAXES, FEES AND CHARGES TO ESTABLISH A  
NEW SEWER FACILITY CHARGE TO BE LEVIED PURSUANT TO TITLE 4,  
SECTION 4.53 OF THE PASADENA MUNICIPAL CODE**

**WHEREAS**, the City of Pasadena established a Sewer Facility Charge consistent with the City's Master Sewer Plan and Government Code Section 66013 et seq. through the adoption of Ordinance number \_\_\_\_\_; and,

**WHEREAS**, the purpose of this fee is to implement the recommendations in the Master Sewer Plan to address foreseeable capacity deficiencies and upgrades necessary to serve future demand from new development, which was estimated to cost approximately \$14 million.

**NOW THEREFORE, BE IT RESOLVED** by the City Council of the City of Pasadena that the Sewer Facility Charge shall be implemented as follows:

**Section 1.** The Sewer Facility Charge to be levied on new development shall be \$6.19 per gallon per day as a one time charge for current and future infrastructure cost. The Charge will be indexed to increase on an annual basis in accordance with the Consumer Price Index.

**Section 2.** A new fund, the Sewer Facility Charge Fund, is hereby established. All money collected pursuant to the Sewer Facility Charge shall be deposited in the Sewer Facility Charge Fund, and the Fund shall be managed in accordance with the requirements of Government Code Section 66013.

**Section 3.** This Resolution is subject to the adoption of an ordinance creating Title 14, Chapter 4.53 (“Sewer Facility Charge”) of the Pasadena Municipal Code. It is anticipated that ordinance will take effect on about March 13, 2008. Accordingly, this Resolution shall take effect on the same day as the ordinance implementing the Sewer Facility Charge.

Adopted at the regular meeting of the City Council on the \_\_\_\_\_ day of \_\_\_\_\_, 2008, by the following vote:

AYES:


NOES:

ABSENT:

ABSTAIN:

\_\_\_\_\_  
Jane L. Rodriguez, CMC  
City Clerk

APPROVED AS TO FORM:

  
\_\_\_\_\_  
Theresa E. Fuentes  
Assistant City Attorney