R. 74-204

RESOLUTION NO. 210523

MAY 2 1974

RESOLUTION AMENDING COUNCIL POLICY NO. 400-6 REGARDING REPLACEMENT, BETTERMENT AND EXPAN-SION OF WATER FACILITIES AND SEWER FACILITIES IN PREVIOUSLY DEVELOPED AREAS

BE IT RESOLVED, by the Council of The City of San Diego as follows:

That Council Policy No. 400-6 regarding replacement, betterment and expansion of water facilities and sewer facilities in previously developed areas be and is hereby amended as set forth in the form of Council Policy filed in the office of the City Clerk as Document No. '747268

BE IT FURTHER RESOLVED, that the City Clerk is hereby instructed to add the aforesaid to the Council Policy Manual.

BE IT FURTHER RESOLVED, that Resolution No. 207207, adopted January 16, 1973, is hereby rescinded.

APPROVED: JOHN W. WITT, City Attorney

C. M. Fitzpatrick, Chief Deputy

vl 4/16/74

REPLACEMENT, BETTERMENT AND EXPANSION OF WATER AND SEWER FACILITIES IN PREVIOUSLY DEVELOPED AREAS

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BACKGROUND

Where raw land within the City is being developed, the installation of water and sewer facilities is financed by one of two methods: (1) direct payment by the developer with any reimbursement for oversizing coming from persons who subsequently connect to such utilities and from an occasional Utilities Department contribution; (2) by an improvement district under either the 1911 or 1913 Improvement Acts.

Where previously developed areas require improvement or expansion of water and sewer facilities by virtue of increased density use or rezoning, the single current method of financing is by payment of Utilities Department funds.

Redevelopment within older areas of the City frequently necessitates installation of new water and sewer lines which include increased capacity. The increased capacity ordinarily is designed to serve a much greater area than a proposed immediate development.

The added cost resulting from betterment and expansion may place an unreasonable burden upon older areas of the City and thus result in inequities.

PURPOSE

It is the intention of the Council to provide for an equitable and expeditious means for financing the betterment and expansion of water and sewer facilities in previously developed areas of the City.

POLICY

It is the policy of Council that replacements of water and sewer facilities in previously developed areas shall be financed to the extent possible by the expenditure of annual depreciation accruals and special charges required under the rules and regulations of the Utilities (New) Department. The special charges for water and sewer service shall include a capacity or buy-in charge. It is the further policy of the Council that the cost of betterments and expansions of water and sewer facilities in developed areas where said utilities were previously installed to then existing standard shall be financed by the expenditure of surplus funds resulting from the operations of the Utilities Department. added expenditures are necessary to meet the cost of betterments and expansions of such water and sewer facilities, it is the policy of the Council to utilize proceeds from one of two sources: (1) revenue bond issue; or (2) a general obligation bond issue, the debt service cost of which is met by a pledge of utility revenues.

Adopted by Resolution #185996 - 1-11-66 Amended by Resolution #207207 - 1-16-73 DOCUMENT NO .___

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OFFICE OF THE CITY CLERK

210523

MAY 2 1974

ed and adopted by the Council of e following vote:	f The City of San Diego on	MAY	2 1974
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Councilmen	Yeas Nays	Excused	Absent
Gil Johnson			
Maureen F. O'Connor			
Lee Hubbard	 		
Leon L. Williams			
Floyd L. Morrow			
Bob Martinet			
Jim Ellis			
Jim Bates			
Mayor Pete Wilson			
	CATED BY: PETE WILSON Mayor of The City of San Diego, California,		
eal)			
,	EDWARD NIELSEN City Clerk of The City of San Diego, California		
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Office of the City Clerk, San Diego, California

Resolution 210523

Adopted

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