## **RESOLUTION NUMBER R-299321**

## **ADOPTED ON JUNE 8, 2004**

A RESOLUTION OF THE CITY COUNCIL AUTHORIZING AND DIRECTING THE CITY MANAGER TO INCREASE SEWER CAPACITY CHARGES.

WHEREAS, San Diego Municipal Code section 64.0410 provides that sewer capacity charges [Capacity Charges] may be established by resolution of the City Council upon giving ten days notice of intention to establish, amend, or increase such charges; and

WHEREAS, the City has undertaken a cost of service study [Study] to evaluate whether the City's current Capacity Charges are achieving full cost recovery from new connections to the City Sewer System; and

WHEREAS, the Study concluded that the City needs to increase its Capacity Charges in order to achieve full cost recovery; and

WHEREAS, the City has determined that it is appropriate to increase the Capacity Charges to achieve full cost recovery; and

WHEREAS, the City posted a notice of its intention to increase Capacity Charges in compliance with San Diego Municipal Code section 64.0410; NOW THEREFORE,

BE IT RESOLVED, by the City Council of the City of San Diego that the City Council finds and determines that the foregoing Recitals are true and correct.

BE IT FURTHER RESOLVED, that, effective July 1, 2004, except for affordable housing units and residential units constructed in redevelopment areas and commercial and industrial enterprises qualifying for reduced Capacity Charges pursuant to Council Policy 900-12

and Resolution Number R-287543, the City Manager is authorized and directed to increase Capacity Charges to \$3,710 per equivalent dwelling unit.

BE IT FURTHER RESOLVED, that the City Manager is directed to review Council Policy 900-12 relating to the business and industry incentive program for water and sewer capacity charges, and report back to the City Council within three months.

BE IT FURTHER RESOLVED, that the City Manager is directed to review the issues raised by the California Multi-Housing Laundry Association regarding the impact of conversions of apartment buildings to condominiums and the payment of Capacity Charges as a result of such conversions, and report back to the City Council within three months.

APPROVED: CASEY GWINN, City Attorney

By

Kelly 🕽 Salt

Deputy City Attorney

KJS:pev 05/25/04 06/14/04 Rev.

Or.Dept: Wtr. & MWWD

R-2004-1306