

COUNTY OF SACRAMENTO



WATER QUALITY DIVISION
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ENGINEERING, MICHAEL A. MAGGI
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Public Works Administration
R. F. SHANKS, Director
District Engineering
TERRY T. TICE, Director
County Engineering

January 24, 1996

Honorable Board of Directors
County Sanitation District No. 1
County of Sacramento
State of California

APPROVED
BOARD OF DIRECTORS
By SDI-0033
FEB 14 1996
Cheryl A. Creson
By Clerk of the Board

Members in Session:

Subject: **Extension of Non-Residential Fee Deferral Program for County Sanitation**

Recommendation:

It is recommended that your Board introduce the attached ordinance reenacting the Fee Deferral Program for CSD-1 providing for the deferral of Sewer Impact Fees, waive full reading of the ordinance, and continue the ordinance to February 14, 1996, for adoption.

Discussion:

On January 24, 1995, your Board adopted an ordinance which provided for the deferral of sewer impact fees for new non-residential construction. Deferral was instituted to promote economic development by reducing the cash flow impact on new and expanding businesses within the service area. The Non-Residential Deferral Program conformed with the program adopted by Sacramento County in that it required an application with fee, a 20% down payment, posting of adequate security, and a maximum deferral period of no more than five (5) years.

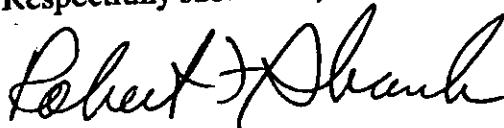
The ordinance also provided for interest free deferral if the applicant was deemed a "targeted industry" under the County program. Of the three industries that used the program in its inaugural year, two were targeted and one was not. Those three industries will bring an estimated 1,200 jobs to the community.

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The ordinance also provides for the collection of a processing fee which to date has not been required since the District has used County staff for processing the applications and the fee collected by the County has been adequate. If any applications are received from areas not covered by the County program, it will be necessary to collect this fee.

The fee deferral program has provided the opportunity for CSD-1 to assist in the economic development of the community with minimal impact to its financial resources. Therefore, it is recommended that the Non-Residential Fee Deferral Program continue and that your Board reenact the Fee Deferral Ordinance for the deferral of Sewer Impact Fees.

Respectfully submitted,



Robert F. Shanks
District Engineer

RFS/JCB:baf

Concurrence:



Douglas M. Fraleigh
Agency Administrator