

RESOLUTION NO. 123-10

**A RESOLUTION OF THE COUNCIL OF THE CITY OF
BAKERSFIELD SETTING DOMESTIC WATER
AVAILABILITY FEE.**

WHEREAS, the City is slated with the responsibility of ensuring that all proposed development in the City's Domestic Water Service area will have a viable high quality water supply and pressures or such development cannot proceed; and

WHEREAS, in order to ensure water supplies will be available for current and new users, the City must take all necessary steps to procure and capture water resources, including, but not limited to, acquiring real property for the drilling of water wells, installation of transmission water mains and water treatment facilities; and

WHEREAS, the cost of procuring and maintaining the water supply is an expense which is funded from the various fees established for the use of such water supplies; and

WHEREAS, the Availability Fee charged to ensure water will be accessible for new development (cost of funding new water well construction, purchase of land for recharge facilities, etc.) is currently \$5,450.00 per acre and has not been adjusted since January 1, 2010; and

WHEREAS, pursuant to Government Code Section 66016, the City noticed a hearing for October 13, 2010 regarding the setting of the availability fee; and

WHEREAS, while, pursuant to the calculations set forth in **Exhibit "A"**, attached hereto and incorporated herein by reference, the new availability fee needs to be set at \$5,664.00 per acre effective January 1, 2011 to offset these increased costs, pursuant to Bakersfield Municipal Code Section 14.04.120(B) in accordance with the Construction Cost Index as defined in the Bakersfield Municipal Code Section 15.84.030(D).



NOW, THEREFORE, BE IT RESOLVED by the Council of the City of Bakersfield as follows:

1. The above recitals are true and correct and incorporated herein by reference;

2. The City Council hereby adopts a new water availability fee of \$5,664.00 per acre based upon the calculations contained in **Exhibit "A"**;

3. Such fee represents the reasonable cost of ensuring an adequate water supply for future development in the City.

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ENR
Construction Cost Index

AVAILABILITY FEE

	2009	2008
January	9810.94	9183.42
February	9796.69	9183.42
March	9799.19	9199.69
April	9797.44	9204.69
May	9789.94	9223.94
June	9777.19	9265.94
July	9764.44	9335.69
August	9766.19	9342.44
September	9765.44	9394.19
October	9760.69	9894.94
November	9760.94	9876.19
December	9763.69	9823.19
	<u>117,352.78</u>	<u>112,927.74</u>
Divided by 12	<u>9,779.40</u>	<u>9,410.65</u>

Computation of change in CCI:

2009	9,779.40
2008	9,410.65
Change (\$)	<u>368.75</u>
Change (%)	<u>3.92%</u>

Current Availability Fee - Jan 1, 2010 \$5,450

Change (%) Construction Cost Index 3.92%

New Availability Fee - Jan 1, 2011 \$5,664

