

#### Ordinance #2120: An update to the Land Development Code in Relation to the Water Acquisition Fee

City Council February 6, 2017

## Background

- Impact fees are a common city-used method to collect a proportional share of funds from new developments to offset the impact on public services.
- The City currently charges water acquisition fee on both residential and non-residential developments.
- This money is used to purchase and maintain water for city facilities (parks, roads, buildings, etc.).
- When initiated, there was a 10%/year escalator on the fee.



# Background

Commerce

- Staff held a study session with City Council in Fall 2016, where the issue of the water acquisition fee was discussed. At this meeting, City Council directed staff to update the LDC and halt the 10% escalator until a study could be completed that details what the fee amount and escalator should be.
- The 2016 fee amount will remain for new development. (\$1,428.01)

## **Requested Update**

- Section 21-9230
- 1. Suspend the 10% escalator on the water acquisition fee.



## **PC Recommendation**

• On January 3, 2017, the Planning Commission forwarded Ordinance # 2120 to City Council with a 5-0 recommendation of approval.





#### **Questions?**

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