

**RESOLUTION NO. 1127**

**A RESOLUTION ESTABLISHING AND IMPOSING JUST AND EQUITABLE LEASING CHARGES IN LIEU OF SYSTEMS DEVELOPMENT CHARGES FOR THE SEWER SYSTEMS DEVELOPMENT FOR ACCEPTANCE OF WASTEWATER FROM THE DAMMASCH STATE HOSPITAL AT THE CITY OF WILSONVILLE WASTEWATER TREATMENT PLANT.**

WHEREAS, Ordinance No. 386 established the systems development charges for the City of Wilsonville; and

WHEREAS, Resolution No. 840 established the basis for the sewer systems development charges and the actual amount of the charges; and

WHEREAS, the State is under an order to close the Dammasch Wastewater Treatment Plant facility; and

WHEREAS, the State is closing the Dammasch State Hospital with an anticipated closing date of June 30, 1995; and

WHEREAS, the State Mental Health Division has no present plans for use of the Dammasch Hospital after the facility is closed; and

WHEREAS, Ordinance No. 386 and Resolution No. 840 did not envision circumstances whereby someone would only be using City Wastewater Treatment Plant capacity for a short period of time; and

WHEREAS, the Wastewater Treatment Plant needs to be renovated and expanded and this major expansion could result in calculation of a significantly higher systems development charge for future connections; and

WHEREAS, any future users of the Dammasch facility could pay the "then current" systems development charges at the time that they begin use of the facilities; and

WHEREAS, Dammasch is in the process of completing all required modifications to the Dammasch system to prevent infiltration of storm waters into the sewer system; and

WHEREAS, the City only desires to collect the amount of systems development charges that are necessary for the temporary use of the City of Wilsonville Wastewater Treatment Plant.

**NOW, THEREFORE, THE CITY OF WILSONVILLE RESOLVES AS FOLLOWS:**

1. That Wastewater Treatment Plant capacity will be leased to the

State of Oregon for acceptance of Dammasch flows at a monthly rate which is based on recoupment of the sewer systems development charge at an interest rate of seven (7) percent over a 10 year period.

2. That the Finance Director shall collect this fee on a monthly basis and deposit it in the sewer expansion and capital improvement fund.
3. That the calculation of the lease rate is as follows:

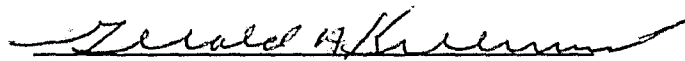
$$\frac{1.797 \text{ EFU}}{167 \text{ EFU / EDU}} = 112 \text{ EDU}$$

EFU = Equivalent Fixture Units  
EDU = Equivalent Dwelling Units

Normal SDC = 112 EDU X 825 / EDU = \$92,400 to lease  
Use interest = 7 percent  
Term = 10 years  
Annual Payment = \$13,155  
Monthly lease payment = \$1,096 / month

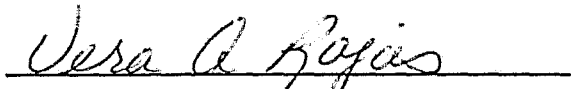
4. That the portion of the payment which is calculated as principal will be deducted from the SDCs which are collected from future state users if any.

ADOPTED by the City Council of the City of Wilsonville at a regular meeting thereof this 15th day of August, 1994, and filed with the Wilsonville City Recorder this date.



GERALD A. KRUMMEL, Mayor

ATTEST:



VERA A. ROJAS, CMC/AAE, City Recorder

SUMMARY of Votes:

Mayor Krummel       AYE    
Councilor Lehan      AYE    
Councilor Benson     AYE    
Councilor Hawkins     AYE    
Councilor Sempert     AYE