

ORIGINATING SECTION: Administrative Services
CONTACT: Osborn Solitei

AGENDA DATE: December 20, 2023

SUBJECT: Annual Report on Collection and Use of Development Fees

SUMMARY:

- In accordance with Strategic Plan Initiative No. 24 – Continue to effectively manage financial resources for the Agency in a prudent manner and demonstrates good stewardship of public funds, staff provides an annual status report of fees for development projects to the Board.
- This item reports the status of development impact fees held as of June 30, 2023, as required by AB 1600 and SB 1693, codified in California Government Code Sections 66000, *et seq.* The fees accounted for in this report are Water Connection Fees, and Flood Protection and Storm Water Drainage Development Impact Fees.
- The Water Connection Fee and Flood Protection/Storm Water Drainage Fee are imposed to provide funding for projects that serve new development. The Agency maintains separate funds to account for each of these fees, allocates interest to each fund and accounts for expenditures for each separate project funded from these fees.
- The individual projects funded by the fees are reviewed and approved by the Board of Directors as part of the Capital Improvement Program. A detailed description of each project is available in the program document.
- The attached tables summarize the activities of the Water Connections Fees (accounted for under the Water Enterprise Capital Expansion Fund 130) and Flood Protection and Storm Water Drainage Development Impact Fees (accounted for under Flood Protection/Drainage DIF Fund 210).

FUNDING: There is no funding impact.

RECOMMENDATION: Adopt the attached Resolution accepting the annual report on Collection and Use of Development Fees for the fiscal year ending June 30, 2023.

ATTACHMENTS:

1. Resolution
2. Annual Development Fees Report for the fiscal year ending June 30, 2023

ZONE 7
ALAMEDA COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT

BOARD OF DIRECTORS

RESOLUTION NO. 23-81

INTRODUCED BY DIRECTOR NARUM
SECONDED BY DIRECTOR RAMIREZ HOLMES

Annual Report on Collection and Use of Development Fees

WHEREAS, in accordance with Strategic Plan Initiative No. 24 – Continue to effectively manage financial resources for the Agency in a prudent manner and demonstrates good stewardship of public funds, staff provides an annual status report of fees for development projects to the Board; and

WHEREAS, California Government Code sections 66000-66006 implement Assembly Bill 1600 and Senate Bill 1693, which impose requirements for the collection and expenditure of development impact fees; and

WHEREAS, pursuant to Government Code section 66006, Zone 7 must issue an annual report relating to the development fees it imposes.

NOW, THEREFORE, BE IT RESOLVED, that the Board of Directors of Zone 7 of the Alameda County Flood Control & Water Conservation District hereby accepts the attached annual report of development fee revenues and expenditures for the fiscal year ending June 30, 2023.

ADOPTED BY THE FOLLOWING VOTE:

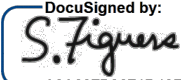
AYES: DIRECTORS BENSON, FIGUERS, GAMBS, GREEN, NARUM, PALMER, RAMIREZ HOLMES

NOES: NONE

ABSENT: NONE

ABSTAIN: NONE

I certify that the foregoing is a correct copy of a Resolution adopted by the Board of Directors of Zone 7 of the Alameda County Flood Control and Water Conservation District on December 20, 2023.

DocuSigned by:

By: A0A607B2671D49E...
President, Board of Directors

Zone 7 Water Agency Annual Development Fee Report
For Fiscal Year Ended June 30, 2023
Capital Expansion Fund (NWS Fund 130)

The water connection fee ordinance was adopted in 1972. The fees are used to fund water acquisitions and expansion to the Zone 7 Water Agency water supply, treatment, and delivery systems. The connection charge, per equivalent dwelling unit (5/8-inch meter), was \$31,910 effective 01/01/2022 through 12/31/2022 and \$33,730 effective 01/01/2023 through 06/30/2023. A separate charge for Dougherty Valley was \$30,620 per connection for the period of 01/01/2022 through 12/31/2022 and \$32,360 for 01/01/2023 through 06/30/2023.

Beginning Fund Balance		\$	58,025,123
Revenue:			
Acct. No.	Description		FYTD Actuals
4311	Connection Fees - Treated	\$	17,023,627
4312	Connection Fees - DVSA		-
4611	Interest from Investments		540,395
4621	Interest from Other Sources		48,524
4811	Cost Share Agreement Revenue		-
4814	DWR Refunds		4,857,878
4890	Other Revenue		-
*Total Revenue		\$	22,470,424
*Transfers from trust not included in this report			
Expenses:			
Project No.	Description	Start-End (FY)	FYTD Actuals
COM0004	CIP Management (75%)	On-going	60,350
COM0011	Chain of Lakes Planning (35%)	On-going	360
COM0033	PPWTP Upgrades (70%)	2017 - 2024	1,793,880
COM0034	PPWTP Ozonation (50%)	2017 - 2024	802,320
COM0038	Chain of Lakes (COL) Pipeline (47%)	2019 - 2026	24,766
COM0039	NC Administration Building HVAC System Replacement (3%)	2019 - 2023	1,523
COM0044	Los Vaqueros Reservoir Expansion Project Planning (20%)	2023 - 2024	224,700
EXP0002	South Bay Aqueduct Enlargement	2003 - 2035	13,459,813
EXP0004	Water Supply Planning and Projects	On-going	25,191
EXP0014	Los Vaqueros Reservoir Expansion Project Planning ¹ (to COM0044)	2016-2023	22,023
EXP0015	Sites Reservoir - Phase I ¹	2017 - 2025	40,221
EXP0001	Miscellaneous Expansion Program Costs:		
	Debt Service Costs	On-going	303,833
	Financial Planning	On-going	41,664
	DWR - SWP Fixed/Variable Costs	On-going	3,000,000
	Water Utility Planning	On-going	205,714
	Pension Expense - GASB 68 Adjustment	On-going	(196,461)
	OPEB Expense - GASB 75 Adjustment	On-going	(6,038)
Total Expenses		\$	19,803,858
¹ Project expenses adjusted for trust transfers			
Excess Revenue Over (Under) Expenditures		\$	2,666,566
Encumbrances, Commitments, and Reserves FYTD		\$	34,975,422
Reserve Balance for Projects @ 06/30/2023		\$	25,716,267

Zone 7 Water Agency Annual Development Fee Report

For Fiscal Year Ended June 30, 2023

Flood Protection and Storm Water Drainage Development Impact Fees Fund (NWS Fund 210)

The Flood Protection and Storm Water Drainage Development Impact Fee Ordinance was adopted in 2009 (Zone 7 Ordinance No. 2009-01). Revenues collected are authorized for the use of acquisition, construction, engineering, and improvement of the flood protection and/ or storm water drainage elements of the Stream Management Master Plan (SMMP) of Zone 7, or to reduce the principal or interest of any bonded indebtedness thereof. Effective 5/18/09, all funds in the SDA Operations Fund and SDA 7-1 Trust Fund were transferred to the Flood Protection and Storm Water Drainage Development Impact Fee Fund and all outstanding SDA 7-1 Reimbursement Agreements were assigned to and assumed as obligations payable from the Flood Protection and Storm Water Drainage Development Impact Fee Fund. The fee schedule effective from 01/01/2011 was set at \$1.00 per square foot of impervious surface created and remains unchanged as of 06/30/2023.

Beginning Fund Balance		\$	73,996,664
Revenue:			
Acct. No.	Description		FYTD Actuals
4314	Flood Protection/Drainage DIF	\$	1,253,641
4417	Other Service Fees		-
4611,2,9	Interest from Investments		958,486
Total Revenue		\$	2,212,127
Expenditures:			
Project No.	Description	Start-End (FY)	FYTD Actuals
COM0004	CIP Management (5%)	On-going	\$ 10
COM0011	Chain of Lakes Planning (28%)	On-going	288
COM0013	Flow Studies - Steelhead Restoration (50%)	2007 - 2024	2,611
COM0015	Sediment Study - SFE 2010 (41%)	2011 - 2026	12,758
COM0030	Arroyo Mocho Medeiros Project (57%)	2016 - 2024	200,037
COM0039	NC Administration Building HVAC System Replacement (1%)	2019 - 2023	507
COM0043	Floodplain Management Plan - Phase 2	2022 - 2025	95,401
DIF0001	Miscellaneous DIF Program Costs:		
	Administration	On-going	41,978
	General Planning	On-going	-
	Financial Planning	On-going	10,399
Total Expenditures		\$	363,990
Excess Revenue Over (Under) Expenditures		\$	1,848,137
Encumbrances, Commitments, and Reserves FYTD		\$	485,305
Fund Balance - Reserved for Projects @ 06/30/2023		\$	75,359,496