



**ORIGINATING SECTION:** Administrative Services

**CONTACT:** Osborn Solitei

**AGENDA DATE:** December 15, 2021

**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, 2021, 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.

**RECOMMENDATIONS:**

Adopt the attached Resolution accepting the annual report on Collection and Use of Development Fees for the fiscal year ending June 30, 2021.

**ATTACHMENTS:**

Resolution

Annual Development Fees Report for the fiscal year ending June 30, 2021.

ZONE 7  
ALAMEDA COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT

BOARD OF DIRECTORS

RESOLUTION NO. 21-91

INTRODUCED BY DIRECTOR SMITH MCDONALD  
SECONDED BY DIRECTOR FIGUERS

**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; and

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, 2021.

ADOPTED BY THE FOLLOWING VOTE:

AYES: DIRECTORS FIGUERS, GAMBS, GREEN, PALMER, SANWONG, SMITH MCDONALD


NOES: NONE

ABSENT: DIRECTOR RAMIREZ HOLMES

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 15, 2021.

DocuSigned by:

By:   
ED24C39E3617445  
Vice President, Board of Directors

**Zone 7 Water Agency Annual Development Fee Report  
For Fiscal Year Ended June 30, 2021  
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's water supply, treatment, and delivery systems. The connection charge, per equivalent dwelling unit (5/8-inch meter), effective 01/01/2020 through 06/30/2021 was \$29,440. A separate charge for Dougherty Valley was \$28,250 effective 01/01/2020 through 06/30/2021.

**Beginning Fund Balance** **\$ 92,676,489**

Revenue and Transfers In:

Acct. No.	Description	FYTD Actuals
4311	Connection Fees - Treated	12,041,652
4312	Connection Fees - DVSA	1,567,875
4611	Interest from Investments	348,200
4621	Interest from Other Sources	34,028
4811	Cost Share Agreement Revenue	9,625
4814	DWR Refunds	2,752,934
4890	Other Revenue	5,030

*Total Revenue	\$ 16,759,344
----------------	---------------

\*Transfers from trust not included in this report

Expenses:

Project No	Description	Start-End (FY)	FYTD Actuals
COM0001	Water Conservation - General (20%)	On-going	5,188
COM0002	Efficient Washer Rebate Program (20%)	2000 - 2022	2,250
COM0004	CIP Management (75%)	On-going	22,347
COM0005	Water Quality Management Implementation Plan	On-going	4,865
COM0011	Chain of Lakes Planning (35%)	On-going	21,079
COM0033	PPWTP Upgrades (70%)	2017 - 2022	17,830,759
COM0034	PPWTP Ozonation (50%)	2017 - 2022	7,994,063
COM0038	Chain of Lakes (COL) Pipeline	2019 - 2026	157,214
COM0039	NC Administration Building HVAC System Replacement (3%	2019 - 2022	8,831
COM0040	2020 Tri-Valley Municipal and Industrial Water Demand Stu	2020 - 2022	61,912
EXP0002	South Bay Aqueduct Enlargement	2003 - 2035	13,667,609
EXP0004	Water Supply Planning and Projects	On-going	21,711
EXP0014	Los Vaqueros Reservoir Expansion Project Planning <sup>1</sup>	2016 - 2023	11,067
EXP0015	Sites Reservoir - Phase I <sup>1</sup>	2017 - 2025	35,005
EXP0001	Miscellaneous Expansion Program Costs:		
	Debt Service Costs	On-going	322,627
	Financial Planning	On-going	47,446
	DWR - SWP Fixed/Variable Costs	On-going	3,000,000
	Water Utility Planning	On-going	117,131
	Pension Expense - GASB 68 Adjustment	On-going	(139,147)
	OPEB Expense - GASB 75 Adjustment	On-going	(13,163)

Total Expenses	\$ 43,178,794
----------------	---------------

<sup>1</sup>Project expenses adjusted for trust transfers

Excess Revenue Over (Under) Expenditures	\$ (26,419,450)
--	-----------------

Encumbrances, Commitments, and Reserves FYTD

<b>Reserve balance for Projects @ 06/30/2021</b>	<b>\$ 66,257,038</b>
--	----------------------

# Zone 7 Water Agency Annual Development Fee Report

For Fiscal Year Ended June 30, 2021

## 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 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 (71) and SDA 7-1 Trust Fund (90) were transferred to the Flood Protection and Storm Water Drainage Development Impact Fee Fund (NWS Fund 210) 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 06/30/2021.

<b>Beginning Fund Balance</b>			<b>\$ 69,648,891</b>
Revenue and Transfers In:			
Acct. No.	Description		FYTD Actuals
4314	Flood Protection/Drainage DIF		2,557,376
4611	Interest from Investments		717,374
Total Revenue and Transfers In			\$ 3,274,750
Expenditures:			
Project No.	Description	Start-End (FY)	FYTD Actuals
COM0004	CIP Management (5%)	On-going	596
COM0011	Chain of Lakes Planning (28%)	On-going	16,863
COM0013	Flow Studies - Steelhead Restoration (50%)	2007 - 2023	1,883
COM0015	Sediment Study - SFE 2010 (41%)	2011 - 2026	37,573
COM0030	Arroyo Mocho Medeiros Project (57%)	2016 - 2023	15,175
COM0039	NC Administration Building HVAC System Replacement (1%)	2019 - 2022	2,944
GRT0007	EPA Grant - Arroyo Mocho Concannon		1,896
DIF0001	Miscellaneous DIF Program Costs:		
	DIF Administration	On-going	66,933
	Flood Protection/DIF General Planning	On-going	57,910
	Flood Protection/DIF Financial Planning	On-going	6,436
Total Expenditures			\$ 208,209
Excess Revenue Over (Under) Expenditures			\$ 3,066,541
Encumbrances, Commitments, and Reserves FYTD			\$ 804,229
<b>Fund Balance - Reserved for Projects @ 06/30/2021</b>			<b>\$ 71,911,203</b>