**RESOLUTION 19- 07**

**RESOLUTION ADOPTING ANNUAL INFLATION UPDATE FOR SYSTEM DEVELOPMENT CHARGES REIMBURSEMENT OF ADMINISTRATIVE FEES**

**Whereas,** Ordinance 08-01, Section 8 (4) allows for the periodic adjustment of the System Development Charge and Reimbursement / Administrative Fees based on the Construction Cost Index as published in the Engineering News Record (ENR Index) and further ORS 223.304(8) allows for annual adjustment of the System Development Charges and Reimbursement / Administrative Fees for the district based on inflation as set forth below.

**Whereas,** the Oceanside Water District last updated its System Development Charges and Reimbursement / Administrative Fees April 1, 2019 based on the ENR Index as of October 2018.

**Whereas,** the Engineering News Record (ENR Index), the index referred to in Ordinance 08-01, which is updated monthly and establishes cost ratios for construction projects, adjusting for inflation, materials and labor costs and changes in the industry that affect engineering and construction costs was at 11183 for October 2018; and is 11326 for October 2019 or an increase of 1.28%; and

**Whereas,** the Oceanside Water District finds it most expedient to update the System Development Charges and Reimbursement / Administrative Fees rate sections of prior Ordinances and Resolutions with the System Development Charges and Reimbursement *I* Administrative Fees as set forth in Tables 1, 2 and 3, which is attached. To be effective April 1, 2020, which allows for adequate notice of the proposed System Development Charges and Reimbursement / Administrative Fee Rate change.

**Whereas,** the Oceanside Water District will review the ENR Index for October on an annual basis in December of each year and adjust its System Development Charges and Reimbursement/Administrative Fees to be effective April 1st of the following year upon approval by the Oceanside Water District Board at its December meeting each year or as soon thereafter as practical; and

**Whereas,** ample notice of the proposed System Development Charges and Reimbursement / Administrative Fees for the ensuing years will be noted in the minutes of the December Meeting as well as posted to the Water District's web site at owd-oregon.org as well as provided to those parties requesting to be notified of any proposed change to the System Development Charges and Reimbursement/ Administrative Fees.

**PASSED and APPROVED** this 17th day of December 2019 to be effective April 1, 2020.

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Henry Wheeler, Chairperson OWD Commissioner