

## **RESOLUTION NO. 2006-457**

Adopted by the Sacramento City Council

June 20, 2006

### **AMENDMENT OF THE MEMORANDUM OF UNDERSTANDING (MOU) WITH SACRAMENTO COUNTY REGIONAL SANITATION DISTRICT AND APPROVAL OF THE GUIDELINES FOR THE ALLCOATION AND AWARDING OF TREATMENT CAPACITY BANK CREDITS**

#### **BACKGROUND**

- A. The Sacramento Regional County Sanitation District (SRCSD) established an Economic Development Treatment Capacity Bank (Bank) in June 2000.

The City of Sacramento received the June 2000 initial allocation of 7,971 Equivalent Single Family Dwellings (ESDs) from the Bank. At the time, SRCSD limited local jurisdictions to using a maximum of 15 percent of its total allocation for residential purposes. The City of Sacramento subsequently received another allocation of 756 ESDs in March 2005, bringing the total ESDs to 8,727.

- B. The City of Sacramento requested greater latitude to use the credits to assist in housing development.
- C. In response to the City's request, SRCSD reconvened the Stakeholders' Working Group to discuss the proposed additional flexibility for residential purposes, to recommend a methodology for allocation of additional excess capacity that the District has purchased, to recommend disbursement guidelines for the District's own allocation from the Bank, and to address other administrative actions.
- D. The proposed amendment will expand the additional 15 percent annual allocation to also include infill and transit-oriented housing. This permits each local jurisdiction to have more flexibility in using the Bank.
- E. As of June 2006, the City of Sacramento has issued a total of approximately 2659 ESDs in sewer credits since the program's inception: 1331 ESDs for non-residential and 1308 ESDs for residential projects.

#### **BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:**

1. Approve the amended MOU between the Sacramento County Regional Sanitation District and the City and authorizes the City Manager to execute the amended MOU.

2. Approve the Guidelines for the allocation and awarding of Treatment Capacity Bank Credits Credits for commercial development, Downtown, low-income, and infill / transit-oriented development projects, as described in Exhibit 1.

Attachment: Exhibit A: Guidelines for Sewer Credit Allocation

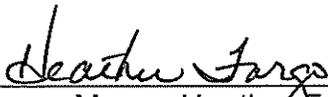
Adopted by the City of Sacramento City Council on June 20, 2006 by the following vote:

Ayes: Councilmembers Cohn, Fong, Hammond, McCarty, Pannell, Sheedy, Tretheway, Waters, and Mayor Fargo.

Noes: None.

Abstain: None.

Absent: None.

  
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Mayor, Heather Fargo

Attest:

  
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Shirley Concolino, City Clerk