#### **RESOLUTION NO. 2024-050**

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ELK GROVE DECLARING ITS INTENTION TO ANNEX TERRITORY TO STORM WATER DRAINAGE FEE ZONE 2 (ANNEXATION NO. 66), AND TO LEVY STORM WATER DRAINAGE ASSESSMENTS FOR CERTAIN PROPERTIES PURSUANT TO THE BENEFIT ASSESSMENT ACT OF 1982

**WHEREAS**, California Health and Safety Code section 5471(a) provides the City of Elk Grove (the "City") with the authority to prescribe and collect fees for storm drainage systems provided the property is not classified as an exempt use; and

**WHEREAS**, the City Council (the "City Council") of the City has determined to undertake proceedings pursuant to the Benefit Assessment Act of 1982, being California Government Code sections 54703 *et seq*. (the "Act"), to levy assessments to finance the costs of stormwater drainage and to equitably distribute the costs among benefited landowners in developing areas; and

**WHEREAS**, the City Council adopted Ordinance No. 30-2004 amending Chapter 15.10 of the Elk Grove Municipal Code adding a "Levy of Charge in South Elk Grove Storm Drainage Utility Fee Area" which established a storm drainage utility fee over the southern areas of the City, an area commonly referred to as Zone 2; and

WHEREAS, Pursuant to Elk Grove Municipal Code 15.10.030, in lieu of the fee described in Elk Grove Municipal Code Section 15.10.020, there is hereby levied by the City of Elk Grove on all parcels which are within Zone 2 on the map shown in Elk Grove Municipal Code Section 15.10.080, and on any other parcels for which the City of Elk Grove shall have complied with applicable laws governing the levying of such fees, other than those classified as an exempt use, a storm drainage service fee to be collected as set forth in this section. A single-family residential parcel shall pay a monthly charge equal to the administrative charge, \$3.00 per unit per month, as well as a per unit service charge of \$18.57 per month for each residential dwelling unit. Each multi-family and non-residential parcel shall pay a monthly charge equal to the administrative charge, \$3.00 per unit per month, as well as a per-acre charge of \$269.58 per month, prior to the application of impervious factors. The current total monthly rate for the proposed projects for FY 2023-24 is \$1,641.02; and

**WHEREAS**, in accordance with the Act, the amount of assessments to be levied on certain additional property described therein (referred to herein as the "annexed property"), which would be deemed a part of Storm Water Drainage Fee Zone 2 if the assessments are levied; and

**WHEREAS**, the annexed property will be located within a zone of benefit referred to as "Storm Water Drainage Fee Zone 2.

**NOW, THEREFORE, BE IT RESOLVED** by the City Council of the City of Elk Grove as follows:

**1. Recitals**. The above recitals are true and correct.

- **2.** <u>Public Hearing</u>. On Wednesday, June 12, 2024, at 6:00 p.m. or as soon thereafter as the matter may be heard, at City Hall, 8400 Laguna Palms Way, Elk Grove, California, the City Council shall hold a public hearing on the question of the levy of the proposed assessments.
- **3.** <u>Notice of Public Hearing</u>. The City Clerk is directed to give notice of the public hearing by:
  - a. publishing a notice in the form attached hereto as Exhibit A once a week for two successive weeks in *The Elk Grove Citizen*. The first publication shall be no later than May 3, 2024, and publication shall be completed by May 17, 2024; and
  - b. posting a notice in the form attached hereto as Exhibit A in at least three public places within the City; and
  - c. mailing a notice and ballot in substantially the form attached hereto as Exhibit B to the record owners of each identified parcel within the annexed property. Mailing shall be completed by April 26, 2024.
- **4. Effective Date**. This resolution shall take effect from and after the date of its passage.

**PASSED AND ADOPTED** by the City Council of the City of Elk Grove this 24<sup>th</sup> day of April 2024

BOBBIE SINGH-ALLEN, MAYOR of the CITY OF ELK GROVE

ATTEST:

SON LINDGREN CITY CLERK

APPROVED AS TO FORM:

JONATHAN P. HOBBS, CITY ATTORNEY

#### Exhibit A

### [Form of Published and Posted Notice]

#### **CITY OF ELK GROVE**

### NOTICE OF HEARING ON ANNEXATION INTO STORM WATER DRAINAGE FEE ZONE 2 CONCERNING STORM WATER DRAINAGE FEE ZONE 2 ASSESSMENTS

**Notice is hereby given that** on Wednesday, **June 12, 2024**, at **6:00 p.m**., or as soon thereafter as the matter may be heard, at the City Hall, 8400 Laguna Palms Way, Elk Grove, California, the City Council of the City of Elk Grove shall hold a public hearing prepared and filed in connection with proposed Storm Water Drainage Fee Zone 2 assessments on property identified. The City has mailed a notice to each affected property owner specifying the amount of the proposed assessment on the owner's property. At the public hearing, the City Council shall hear and consider all protests.

Dated:		
	Jason Lindgren, City Clerk, City of Elk Grove	

#### **Exhibit B-1**

# [Form of mailed Notice] Notice of Public Hearing

TO: ATTN: Dr. Devan Dalla

VED Hospitality Group LLC (APN: 119-1970-021-0000)

FROM: City Clerk

City of Elk Grove

DATE: April 24, 2024

SUBJECT: Storm Water Drainage Fee Zone 2 Ballot Proceeding

The purpose of this notice is to provide you with information about the assessment ballot proceeding being conducted by the City of Elk Grove and its effect on real property that you own. Please be advised of the following:

- A hearing will be held on June 12, 2024, at 6:00 p.m., or as soon thereafter as the matter may be heard at the City Hall, 8400 Laguna Palms Way, Elk Grove, California.
- The reason for the assessment is to fund the maintenance and operation of storm water drainage systems serving property proposed to be added to the City of Elk Grove Storm Water Drainage Fee Zone 2.

Your property is expected to have parcels comprised of 1.84 non-residential acres, which would result in an estimated assessment of \$399.82 per month (plus inflation adjustments) going forward from that time. The fee will adjust annually by a Consumer Price Index (CPI) at the beginning of each fiscal year. As this fee is billed bi-monthly, the fee for every two months in Fiscal Year 2023-24 is an estimated \$799.65; and

- Assessment duration: in perpetuity.
- How the assessment was calculated:

A single-family residential parcel shall pay a monthly charge equal to the administrative charge + (unit service charge (USC) x each residential dwelling unit). All other nonexempt parcels shall pay a monthly charge equal to the administrative charge + (USC x parcel area in square feet x the impervious factor ÷ number of drainage units per one (1) equivalent residential unit). The number of drainage units per one (1) equivalent residential unit shall be adopted by resolution of the City Council. The initial amount of the administrative charge (the maximum rate for fiscal year 2004 – 2005) is One and 74/100<sup>ths</sup> (\$1.74) Dollars. The initial amount of the unit service charge (the maximum rate for Fiscal Year 2004 – 05) shall be Ten and 86/100<sup>ths</sup> (\$10.86) Dollars. "Unit service charge," for

purposes of this section, means the cost of storm drainage services attributable to storm drainage from one (1) equivalent residential unit. The impervious factors (IF) to be used in the calculations set forth in subsection (C) of this section shall be based on the following table:

Property Category	Impervious Factor
Commercial/office	0.80
Industrial	0.70
High density residential	0.60
Institutional/medium density residential	0.50
Low impervious development	0.10

For purposes of this section, the terms "high density residential" and "medium density residential" have the meanings specified in Elk Grove Municipal Code Title 23.

The maximum administrative charge and unit service charge (USC) will be increased annually as of July 1<sup>st</sup>, commencing July 1, 2005, by the percentage change in the Consumer Price Index (CPI) – All Urban Consumers for the San Francisco-Oakland-San Jose areas. [Ord. 11, 2010 §3, eff. 6-25-2010]

Enclosed with this notice, you will find an assessment ballot. Please follow the directions on the assessment ballot to express your view on the proposed assessment.

- 1. Ballots may be mailed or delivered to the City Clerk at any time, but **MUST** be received not later than the conclusion of the public hearing described above. At any time prior to the conclusion of the public hearing, you may withdraw your ballot and submit a changed or new ballot in place of the ballot previously submitted.
- 2. At the conclusion of the public hearing, the City Clerk will tabulate the ballots received, including those received during the public hearing.
- 3. The City will not impose the assessment if there is a majority protest. A majority protest exists if, upon the conclusion of the hearing, ballots submitted in opposition to the assessment exceed the ballots submitted in favor of the assessment. Ballots shall be weighted according to the proportional financial obligation of the affected property.

#### Exhibit B-2

# [Form of mailed Notice] Notice of Public Hearing

TO: ATTN: Jim Hensley

Hensley Family Trust

(APN: 119-0151-031-0000; 119-0151-033-0000)

FROM: City Clerk

City of Elk Grove

DATE: April 24, 2024

SUBJECT: Storm Water Drainage Fee Zone 2 Ballot Proceeding

The purpose of this notice is to provide you with information about the assessment ballot proceeding being conducted by the City of Elk Grove and its effect on real property that you own. Please be advised of the following:

- A hearing will be held on June 12, 2024, at 6:00 p.m., or as soon thereafter as the matter may be heard at the City Hall, 8400 Laguna Palms Way, Elk Grove, California.
- The reason for the assessment is to fund the maintenance and operation of storm water drainage systems serving property proposed to be added to the City of Elk Grove Storm Water Drainage Fee Zone 2.

Your property is expected to have parcels comprised of 36 single family residential units, which would result in an estimated assessment of \$776.52 per month (plus inflation adjustments) going forward from that time. The fee will adjust annually by a Consumer Price Index (CPI) at the beginning of each fiscal year. As this fee is billed bi-monthly, the fee for every two months in Fiscal Year 2023-24 is an estimated \$1,553.04; and

- Assessment duration: in perpetuity.
- How the assessment was calculated:

A single-family residential parcel shall pay a monthly charge equal to the administrative charge + (unit service charge (USC) x each residential dwelling unit). All other nonexempt parcels shall pay a monthly charge equal to the administrative charge + (USC x parcel area in square feet x the impervious factor ÷ number of drainage units per one (1) equivalent residential unit). The number of drainage units per one (1) equivalent residential unit shall be adopted by resolution of the City Council. The initial amount of the administrative charge (the maximum rate for fiscal year 2004 – 2005) is One and 74/100<sup>ths</sup> (\$1.74) Dollars. The initial amount of the unit service charge (the maximum rate for Fiscal Year 2004 – 05) shall be Ten and 86/100<sup>ths</sup> (\$10.86) Dollars. "Unit service charge," for

purposes of this section, means the cost of storm drainage services attributable to storm drainage from one (1) equivalent residential unit. The impervious factors (IF) to be used in the calculations set forth in subsection (C) of this section shall be based on the following table:

Property Category	Impervious Factor
Commercial/office	0.80
Industrial	0.70
High density residential	0.60
Institutional/medium density residential	0.50
Low impervious development	0.10

For purposes of this section, the terms "high density residential" and "medium density residential" have the meanings specified in Elk Grove Municipal Code Title 23.

The maximum administrative charge and unit service charge (USC) will be increased annually as of July 1<sup>st</sup>, commencing July 1, 2005, by the percentage change in the Consumer Price Index (CPI) – All Urban Consumers for the San Francisco-Oakland-San Jose areas. [Ord. 11, 2010 §3, eff. 6-25-2010]

Enclosed with this notice, you will find an assessment ballot. Please follow the directions on the assessment ballot to express your view on the proposed assessment.

- 1. Ballots may be mailed or delivered to the City Clerk at any time, but **MUST** be received not later than the conclusion of the public hearing described above. At any time prior to the conclusion of the public hearing, you may withdraw your ballot and submit a changed or new ballot in place of the ballot previously submitted.
- 2. At the conclusion of the public hearing, the City Clerk will tabulate the ballots received, including those received during the public hearing.
- 3. The City will not impose the assessment if there is a majority protest. A majority protest exists if, upon the conclusion of the hearing, ballots submitted in opposition to the assessment exceed the ballots submitted in favor of the assessment. Ballots shall be weighted according to the proportional financial obligation of the affected property.

#### Exhibit B-3

# [Form of mailed Notice] Notice of Public Hearing

TO: Mark F. Priest

(APN: 119-0151-032-0000)

FROM: City Clerk

City of Elk Grove

DATE: April 24, 2024

SUBJECT: Storm Water Drainage Fee Zone 2 Ballot Proceeding

The purpose of this notice is to provide you with information about the assessment ballot proceeding being conducted by the City of Elk Grove and its effect on real property that you own. Please be advised of the following:

- A hearing will be held on June 12, 2024, at 6:00 p.m., or as soon thereafter as the matter may be heard at the City Hall, 8400 Laguna Palms Way, Elk Grove, California.
- The reason for the assessment is to fund the maintenance and operation of storm water drainage systems serving property proposed to be added to the City of Elk Grove Storm Water Drainage Fee Zone 2.

Your property is expected to have parcels comprised of three single family residential units, which would result in an estimated assessment of \$64.71 per month (plus inflation adjustments) going forward from that time. The fee will adjust annually by a Consumer Price Index (CPI) at the beginning of each fiscal year. As this fee is billed bi-monthly, the fee for every two months in Fiscal Year 2023-24 is an estimated \$129.42; and

- Assessment duration: in perpetuity.
- How the assessment was calculated:

A single-family residential parcel shall pay a monthly charge equal to the administrative charge + (unit service charge (USC) x each residential dwelling unit). All other nonexempt parcels shall pay a monthly charge equal to the administrative charge + (USC x parcel area in square feet x the impervious factor ÷ number of drainage units per one (1) equivalent residential unit). The number of drainage units per one (1) equivalent residential unit shall be adopted by resolution of the City Council. The initial amount of the administrative charge (the maximum rate for fiscal year 2004 – 2005) is One and 74/100<sup>ths</sup> (\$1.74) Dollars. The initial amount of the unit service charge (the maximum rate for Fiscal Year 2004 – 05) shall be Ten and 86/100<sup>ths</sup> (\$10.86) Dollars. "Unit service charge," for

purposes of this section, means the cost of storm drainage services attributable to storm drainage from one (1) equivalent residential unit. The impervious factors (IF) to be used in the calculations set forth in subsection (C) of this section shall be based on the following table:

Property Category	Impervious Factor
Commercial/office	0.80
Industrial	0.70
High density residential	0.60
Institutional/medium density residential	0.50
Low impervious development	0.10

For purposes of this section, the terms "high density residential" and "medium density residential" have the meanings specified in Elk Grove Municipal Code Title 23.

The maximum administrative charge and unit service charge (USC) will be increased annually as of July 1<sup>st</sup>, commencing July 1, 2005, by the percentage change in the Consumer Price Index (CPI) – All Urban Consumers for the San Francisco-Oakland-San Jose areas. [Ord. 11, 2010 §3, eff. 6-25-2010]

Enclosed with this notice, you will find an assessment ballot. Please follow the directions on the assessment ballot to express your view on the proposed assessment.

- 1. Ballots may be mailed or delivered to the City Clerk at any time, but **MUST** be received not later than the conclusion of the public hearing described above. At any time prior to the conclusion of the public hearing, you may withdraw your ballot and submit a changed or new ballot in place of the ballot previously submitted.
- 2. At the conclusion of the public hearing, the City Clerk will tabulate the ballots received, including those received during the public hearing.
- 3. The City will not impose the assessment if there is a majority protest. A majority protest exists if, upon the conclusion of the hearing, ballots submitted in opposition to the assessment exceed the ballots submitted in favor of the assessment. Ballots shall be weighted according to the proportional financial obligation of the affected property.

### **EXHIBIT C-1**

# Official Ballot City of Elk Grove Storm Water Drainage Fee Zone 2

Assessor's Parcel Number(s):	119-1970-021-0000
Name(s) of Property Owner(s):	VED Hospitality Group LLC
Property Owner's Address:	Attn: Dr. Devan Dalla 3108 E Pintail Way Elk Grove, CA 95757
Proposed Monthly Assessable Amount (2023-24 base year) (assessable after building permit applied for)	\$399.82
Inflation Adjustment Formula:	The maximum administrative charge and unit service charge (USC) will be increased annually as of July 1st, commencing July 1, 2005, by the percentage change in the Consumer Price Index (CPI) – All Urban Consumers for the San Francisco-Oakland-San Jose areas [Ord. 11-2010 §3, eff. 6-25-2010]
<ul> <li>To express your view on the adjustment, place a check is sign and date the ballot.</li> <li>After completing your ballot ballot to the City Clerk at 84</li> <li>Ballots may be sent or dereceived not later than the assessment and inflation at</li> </ul>	the proposed assessment and the proposed inflation mark in the space before the word "YES" or "NO," then to the space before the word "YES" or "NO," then to the space before the word "YES" or "NO," then to the space before the word "YES" or "NO," then to the space before the word "YES" or "NO," then to the space before the word "YES" or "NO," then the space before the word "YES" or "NO,"
Yes, I/we approve to adjustment limit described No, I/we do not approve to the contract of the	BY MARKING AND SIGNING BELOW the proposed assessment and the proposed inflation cribed above for the parcel identified in this ballot. Suppose the proposed assessment and the proposed limit described above for the parcel identified in this
I/we hereby declare under penal parcel listed above.	ty of perjury that I am/we are the record owner(s) of the

Date

Signature of Record Owner

# **EXHIBIT C-2**

# Official Ballot City of Elk Grove Storm Water Drainage Fee Zone 2

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Assessor's Parcel Number(s):	APN: 119-0151-031-0000; 119-0151-033-0000
Name(s) of Property Owner(s):	Hensley Family Trust
Property Owner's Address:	Attn: Jim Hensley 5412 Lawnview Way Elk Grove, CA 95758
Proposed Monthly Assessable Amount (2023-24 base year) (assessable after building permit applied for)	\$776.52
Inflation Adjustment Formula:	The maximum administrative charge and unit service charge (USC) will be increased annually as of July 1st commencing July 1, 2005, by the percentage change in the Consumer Price Index (CPI) – All Urban Consumers for the San Francisco-Oakland-San Jose areas [Ord. 11-2010 §3, eff. 6-25-2010]
<ul> <li>To express your view on tadjustment, place a check right sign and date the ballot.</li> <li>After completing your ballot ballot to the City Clerk at 84</li> <li>Ballots may be sent or de received not later than the assessment and inflation ac</li> </ul>	completing and Delivering This Ballot the proposed assessment and the proposed inflation mark in the space before the word "YES" or "NO," there is, seal it in an envelope and mail or deliver this entire 101 Laguna Palms Way, Elk Grove, California, 95758. Elivered to the City Clerk at any time, but MUST be a conclusion of the public hearing on the proposed djustment limit set for June 12, 2024, at 6:00 p.m. or as the er may be heard, at the City Hall, 8400 Laguna Palms
<b>Yes</b> , I/we approve t adjustment limit desc <b>No</b> , I/we do not ap	BY MARKING AND SIGNING BELOW he proposed assessment and the proposed inflation cribed above for the parcel identified in this ballot. prove the proposed assessment and the proposed limit described above for the parcel identified in this
I/we hereby declare under penal parcel listed above.	ty of perjury that I am/we are the record owner(s) of the

Date

Signature of Record Owner

### **EXHIBIT C-3**

# Official Ballot City of Elk Grove Storm Water Drainage Fee Zone 2

Assessor's Parcel Number(s):	APN: 119-0151-032-0000
Name(s) of Property Owner(s):	Mark F. Priest
Property Owner's Address:	Mark F. Priest 5171 Tegan Road Elk Grove, CA 95758
Proposed Monthly Assessable Amount (2023-24 base year) (assessable after building permit applied for)	\$64.71
Inflation Adjustment Formula:	The maximum administrative charge and unit service charge (USC) will be increased annually as of July 1st, commencing July 1, 2005, by the percentage change in the Consumer Price Index (CPI) – All Urban Consumers for the San Francisco-Oakland-San Jose areas [Ord. 11-2010 §3, eff. 6-25-2010]
<ul> <li>To express your view on the adjustment, place a check is sign and date the ballot.</li> <li>After completing your ballot ballot to the City Clerk at 84</li> <li>Ballots may be sent or dereceived not later than the assessment and inflation at</li> </ul>	the proposed assessment and the proposed inflation mark in the space before the word "YES" or "NO," then to the space before the word "YES" or "NO," then to the space before the word "YES" or "NO," then to the space before the word "YES" or "NO," then to the space before the word "YES" or "NO," then the space before the word "YES" or "NO," the space before the word "YES" or "NO," the space before the word "YES" or "NO," the space be
Yes, I/we approve to adjustment limit described No, I/we do not approve to the contract of the	BY MARKING AND SIGNING BELOW the proposed assessment and the proposed inflation cribed above for the parcel identified in this ballot. Suppose the proposed assessment and the proposed limit described above for the parcel identified in this
I/we hereby declare under penal parcel listed above.	ty of perjury that I am/we are the record owner(s) of the

Date

Signature of Record Owner

### CERTIFICATION ELK GROVE CITY COUNCIL RESOLUTION NO. 2024-050

STATE OF CALIFORNIA	)	
COUNTY OF SACRAMENTO	)	ss
CITY OF ELK GROVE	)	

I, Jason Lindgren, City Clerk of the City of Elk Grove, California, do hereby certify that the foregoing resolution was duly introduced, approved, and adopted by the City Council of the City of Elk Grove at a regular meeting of said Council held on April 24, 2024 by the following vote:

AYES: COUNCILMEMBERS: Singh-Allen, Brewer, Robles, Spease, Suen

NOES: COUNCILMEMBERS: None

ABSTAIN: COUNCILMEMBERS: None

ABSENT: COUNCILMEMBERS: None

Vason Lindgren, City Clerk City of Elk Grove, California