



December 2, 2014

To any interested parties

Subject: Fiscal Year 2013-14 AB 1600 Mitigation Fee Report

AB1600 added a new chapter to the Government Code on fees for capital improvement projects. The chapter sets forth a number of requirements that local agencies must follow if they are to collect mitigation fees from developers.

California Government Code Section 66006 requires that within 180 days after the close of each fiscal year, the local agency must prepare a public report concerning each mitigation fee fund. The report must include the fund's beginning and ending balance for the fiscal year, amount of fees and interest deposited into the fund for the fiscal year, and a description of each expenditure from the fund for that year, including identification of the improvement being funded with the fee.

California Government Code Section 66006 also requires that this report be reviewed at a regularly scheduled public meeting of the local agency. The code requires a public release of this report 15 days before the review by the legislative body at a regularly scheduled meeting.

The Indio Water Authority is publicly releasing the AB 1600 Mitigation Fee Report for the fiscal year ending June 30, 2014. This report will be reviewed by the Indio City Council on December 17, 2014 at the City Council Chambers at 150 Civic Center Mall at 5:00 PM at a public hearing.

Anyone who is interested in commenting on this report can do so by appearing at the public hearing on December 17, 2014 at the City Council Chambers or by sending written responses to Dennis Coleman, Manager of Finance and Customer Service, Indio Water Authority 83-101 Avenue 45, Indio, CA 92101. In addition, you can also comment by sending an email to dcoleman@indio.org.

If you have any questions about this report please call Dennis Coleman at (760) 625-1859.

Sincerely,

Dennis M. Coleman
Manager of Finance and Customer Service

These fees are collected to fund the construction of the water facilities and water mains. The fees charged are based on meter size. The meter size determines the user capacity needs. The capacity is that amount that is available from the Indio Water Authority system when demanded by the user. Therefore the number of Equivalent Dwelling units (EDU) is greater as the meter size (capacity) increases. The number of meters, by meter size, is estimated based on the type of development project. This fee structure was adopted on May 3, 2006 with an effective date of August 1, 2006, Ordinance 1463

Account Description	Beginning Fund Balance	FY 13/14	Ending Fund Balance
Revenues & Other Sources:			
Developer fees		1,113,714	
Interest income		30,388	
Reimbursements			
Total Sources		1,144,102	
Expenditures & Other Uses			
Capital Projects		189,862	
Project Administration/Internal Engineering		33,904	
Other		67,153	
Total Uses		290,919	
Total Available	6,545,216	853,183	7,398,399

Five Year Test	
Using First In First Out Method	
Revenues Collected	6/30/2014
Revenues Collected from 2010	1,227,747
Revenues Collected from 2011	1,133,185
Revenues Collected from 2012	952,784
Revenues Collected from 2013	3,483,168
Revenues Collected from 2014	1,144,102
Total Revenue For Last Five Years	7,940,986

Result : Five Year Spent Test Met in accordance with Government Code 66001 as there continues to be a reasonable relationship between the fee and the purpose for which it was adopted.

Capital Improvement Facilities			
Capital Improvement Facilities	FY 13/14	% Complete	% funded with fee
Polo Estates Venture - CIP Impact Fee Refund (Overpayment)	59,675	100%	100%
Plant 4 Improvements	121,655	100%	100%
SM5 Partners - Reimbursement CIP fees Tract 30452	7,478	100%	100%
Highway 111 Water Main line Madison to Monroe	41,828	5%	100%
Highway 111 Water Main line Jackson to Oasis	20,680	5%	100%
CASGEM	5,699	N/A	100%
Project Administration/Internal Engineering	33,904	N/A	
Total	290,919		

As of March 1, 2013 a Supplemental Water Supply Fee is assessed on development projects in the City of Indio. The fee provides a framework to alleviate the strain on IWA's groundwater supply and is based on future water demands for new developments. Funds will be used to pursue the development of recycled water for future growth in Indio through indirect potable reuse through injection. The fee varies based upon the development type based upon the annual consumption factor with return flows multiplied by \$5,435 and prorated by the size in acreage of the development type. This is defined in

Account Description	Beginning Fund Balance	FY 13/14	Ending Fund Balance
Revenues & Other Sources			
Developer fees		1,055,689	
Interest income		458	
Reimbursements		0	
Total Sources		1,056,147	
Expenditures & Other Uses			
Capital Projects		0	
Project Administration/Internal Engineering		0	
Total Uses		0	
Total Available	92,893	1,056,147	1,149,040

Five Year Test	
Using First In First Out Method	
Revenues Collected	6/30/2014
Revenues Collected from 2010	0
Revenues Collected from 2011	0
Revenues Collected from 2012	0
Revenues Collected from 2013	111,776
Revenues Collected from 2014	1,056,147
Total Revenue For Last Five Years	1,167,923

Result : Five Year Spent Test Met in accordance with Government Code 66001 as there continues to be a reasonable relationship between the fee and the purpose for which it was adopted.

Capital Improvement Facilities			
Capital Improvement Facilities	FY 13/14	% Complete	% funded with fee
Total	0		