

KING COUNTY

1200 King County Courthouse 516 Third Avenue Seattle, WA 98104

Signature Report

November 15, 2010

Ordinance 16958

	Proposed No. 2010-0532.2 Sponsors Patterson
1	AN ORDINANCE regarding surface water management;
2	revising surface water management service charge; and
3	amending Ordinance 7590, Section 8, as amended,
4	Ordinance 7590, Section 9, as amended, and K.C.C.
5	9.08.080 and Ordinance 7590, Section 9, as amended, and
6	K.C.C. 9.08.080.
7	STATEMENT OF FACTS:
8	1. On April 28, 1986, the King County Council adopted Ordinance 7590,
9	which established the surface water management program to provide a
10	comprehensive approach to surface and storm water problems including
11	"basin planning, land use regulation, construction of facilities,
12	maintenance and public education." On December 2, 1991, the council
13	increased the services provided by the surface water management program
14	and set a rate structure and service charges by adopting Ordinance 10187.
15	On November 19, 2001, the council passed Ordinance 14261,
16	acknowledging that the costs to provide surface water management
17	services had increased due to the ordinary impacts of inflation and due to
18	increased and more stringent federal and state requirements for the proper
19	management of surface water quality and quantity. On November 13,

20	2006, the council passed Ordinance 15638, acknowledging that the soon to
21	be effective new National Pollutant Discharge Elimination System
22	("NPDES") permit would require King County's compliance with more
23	stringent requirements.
24	2. Since establishment of the surface water management program in 1986,
25	the requirements for proper management of surface water quality and
26	quantity have continued to become more stringent. The current NPDES
27	municipal storm water permit requires King County's compliance with
28	more stringent requirements during the permit period, which runs from
29	January 2007 until February 2012. The permit mandates a wide variety of
30	programs and actions to manage surface water and improve water quality.
31	The permit's schedule for implementing such programs and actions has
32	resulted in escalating costs for each succeeding year of the current permit
33	term. These programs and actions must be documented in the King
34	County's storm water management program ("SWMP"), which the permit
35	requires, as a matter of permit compliance, to be updated and reported on
36	to the Washington State Department of Ecology ("Ecology") each year.
37	Future compliance will continue to be based on increasingly more
38	stringent requirements for actions that must be performed as part of the
39	SWMP. Noncompliance with the terms of the permit can result in
40	enforcement actions both by Ecology and third party citizen suits, seeking
41	fines, penalties or rulings directing the expenditure of county funds. King
42	County's SWMP will be subject to a new NPDES permit and additional

43	requirements that are scheduled to go into effect in 2012. Operations
44	impacted by this new NPDES permit will include King County roads,
45	solid waste, transit, parks, airport, development and environmental
46	services, as well as surface water management services.
47	3. The King County surface water management program has documented
48	capital construction needs in the current six-year Capital Improvement
49	Program ("CIP") at a total cost of approximately \$37.13 million. These
50	capital projects are necessary to protect life and property as well as to
51	maintain or restore ecological functions.
52	4. The costs of NPDES permit compliance and of implementing the
53	SWMP, including capital project costs, together with the ordinary impacts
54	of inflation, will increase the funding levels needed to provide surface
55	water management services to property owners within King County
56	necessitate an increase in the surface water management service charge.
57	5. The current one hundred and eleven dollars per residential parcel fee
58	charged by King County is insufficient to meet the projected funding
59	needs and is significantly below the mean of one hundred forty-three
60	dollars charged by comparable local jurisdictions.
61	6. An increase in the base amount of the surface water management
62	charge from one hundred and eleven dollars to one hundred forty-three
63	dollars per residential parcel, a thirty-two dollar increase, and
64	corresponding adjustments in the rates for classes of nonresidential

65	property are needed to meet the rising costs for providing necessary
66	surface water management services to protect public health and safety.
67	7. It is in the public interest, and is necessary for the protection of health,
68	safety and welfare of the residents of King County, that the necessary
69	costs of providing surface water management services continue to be
70	funded and that such costs continue to be charged against those parcels
71	benefiting from such services and/or contributing to the increase of surface
72	water runoff.
73	8. Parcels owned by federally recognized tribes or members of such tribes
74	that are located within the historical boundaries of a reservation are not
75	subject to the Surface Water Management ("SWM") charges provided for
76	in K.C.C. chapter 9.08.
77	BE IT ORDAINED BY THE COUNCIL OF KING COUNTY
78	SECTION 1. A. Section 2 of this ordinance provides for service charges for
79	surface water management services rendered to property owners in King County.
80	B. These service charges are authorized under RCW 36.89.080, and are assessed
81	under K.C.C 2.99.030.
82	SECTION 2. Ordinance 7590, Section 8, as amended, and K.C.C 9.08.070 are
83	each hereby amended to read as follows:
84	A. The service charges shall be based on the relative contribution of increased
85	surface and storm water runoff from a given parcel to the surface and storm water
86	management system. The percentage of impervious surfaces on the parcel and, the total
87	parcel acreage and any mitigating factors as provided in K.C.C 9.08.080 will be used to

88	indicate the relative	contribution of increased surface and sto	orm water runoff from the
89	parcel to the surface	and storm water management system.	The relative contribution of
90	increased surface an	d storm water runoff from each parcel w	vill determine that parcel's
91	share of the service	charge revenue needs. The service char	ge revenue needs of the
92	program are based u	pon all or any part, as determined by the	e council, of the cost of
93	surface and storm w	ater management services or to pay or se	ecure the payment of all or
94	any portion of any is	ssue of general obligation or revenue bo	nds issued for that purpose.
95	B. The divis	ion shall determine the service charge for	or each parcel within the
96	service area by the f	ollowing methodology:	
97	Residential a	nd very lightly developed nonresidentia	l parcels shall receive a flat
98	rate service charge f	or the reasons set forth in K.C.C 9.08.06	50. Light to very heavily
99	developed parcels sh	nall be classified into the appropriate rate	e category by their percentage
100	of impervious surfac	e coverage. Land use codes or data col	lected from parcel
101	investigations, or bo	th will be used to determine each parcel	's percentage of impervious
102	surface coverage. A	fter a parcel has been assigned to the ap	propriate rate category, the
103	service charge for th	e parcel will be calculated by multiplyir	ng the total acreage of the
104	parcel times the rate	for that category.	
105	C. There is l	nereby imposed upon all developed prop	perties in the service area
106	annual service charg	es as follows:	
107	Class	Impervious Surface %	Rate
108	Residential	NA	\$((111.00))
109			133.00/parcel/year
110	Very Light	0 to less than or equal to 10%	\$((111.00))

111			133.00/parcel/year
112	Light	greater than 10% to	\$((277.39))
113		less than or equal to 20%	320.61/acre/year
114	Moderate	greater than 20% to less	\$((597.85))
115		than or equal to 45%	702.61/acre/year
116	Moderately Heavy	greater than 45% to less	\$((1,005.67))
117		than or equal to 65%	1,199.36/acre/year
118	Heavy	greater than 65% to less	\$((1,363.76))
119		than or equal to 85%	1,641.53/acre/year
120	Very Heavy	greater than 85% to less	\$((1,737.74))
121		than or equal to 100%	2,046.72/acre/year
122	County Roads	NA	Set in accordance
123			with RCW
124			90.03.525
125	State Highways	NA	Set in accordance
126			with RCW
127			90.03.525
128	The minimun	n service charge in any class shall be ((one hundred eleven dollars))
129	one hundred thirty-th	ree dollars per parcel per year. Mobile	e home parks' maximum
130	annual service charge	es in any class shall be ((one hundred e	leven dollars)) <u>one hundred</u>
131	thirty-three dollars tin	nes the number of mobile home spaces	3.
132	D. The count	y council will review the surface water	management service charges
133	annually to ensure the	e long term fiscal viability of the progra	am and to guarantee that debt

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covenants are met. The program will use equitable and efficient methods to determineservice charges.

E. When a parcel with impervious surface is divided by the boundary of the service area and a portion of the parcel's impervious surface drains into the service area, the parcel shall be charged as otherwise provided herein on the basis of the lands and impervious surfaces which drain into the service area. When the director has determined that the impervious surface of a parcel, divided by the boundary of the service area, completely drains outside of the service area, the parcel will be exempt from the rates and charges of this chapter.

F. The King County council by ordinance may supplement of alter charges within specific basins and subbasins of the service area so as to charge properties or parcels of one basin or subbasin for improvements, studies or maintenance which the council deems to provide service or benefit the property owners of one or more basins or subbasins.

147 <u>SECTION 3.</u> A. Section 4 of this ordinance provides for service charges for
 148 surface water management services rendered to property owners in King County.

B. These service charges are authorized under RCW 36.89.080, and are assessed
under K.C.C. 2.99.030.

151 <u>SECTION 4.</u> Ordinance 7590, Section 9, as amended, and K.C.C. 9.08.080 are
152 each hereby amended to read as follows:

A. Any person billed for service charges may file a request for rate adjustment with the division within three years of the date from which the bill was sent. However, filing of such a request does not extend the period for payment of the charge.

- B. Requests for rate adjustment may be granted or approved by the director onlywhen one of the following conditions exists:
- The parcel is owned and is the personal residence of a person or persons
 determined by the county assessor as qualified for a low income senior citizen property
 tax exemption authorized under RCW 84.36.381. Parcels qualifying under this
 subsection B.1. shall be exempt from all charges imposed in K.C.C. 9.08.070;

162 2. The acreage of the parcel charged is in error;

3. The parcel is nonresidential and the actual impervious surface coverage of the
parcel charged places it in a different rate category than the rate category assigned by the
division;

4. The parcel is nonresidential and the parcel meets the definition of open space
in K.C.C 9.08.010. Parcels qualifying under this subsection B.4. will be charged only for
the area of impervious surface and at the rate which the parcel is classified under using
the total parcel acreage;

170 5. The parcel is served by one or more flow control or water quality treatment 171 facilities required under K.C.C. chapter 9.04, or can be demonstrated by the property owner to provide flow control or water quality treatment of surface and storm water to 172 173 the standards in K.C.C. chapter 9.04, and any such facility is maintained at the expense of the parcel owner to the standards required by the department. In addition to the previous 174 175 requirement, any source control best management practices applicable to the facilities or 176 activities occurring on the parcel must be implemented pursuant to the standards in 177 K.C.C. chapter 9.12 to prevent contaminants from entering surface water, storm water, or ground water. Nonresidential parcels except in the light category qualifying under this 178

subsection shall be charged at the rate of ((one)) two lower rate category than as classified by its percentage of impervious surface coverage. Nonresidential parcels in the light rate category qualifying under this subsection shall be charged at the rate of ((one hundred eleven dollars)) one hundred thirty-three dollars per ((aere)) parcel per year. Residential parcels and parcels in the very light category qualifying under this subsection shall be charged ((fifty-five dollars and fifty cents)) sixty-six dollars and fifty cents per parcel per year;

186 6. The parcel contains at least sixty-five percent forest and no more than twenty 187 percent impervious surface, the runoff from which is dispersed through the forested area 188 to the standards in the surface water management fee protocols, resulting in an effective impervious are of no more than ten percent for the entire parcel. In addition to the 189 190 previous requirement, and source control best management practices applicable to the 191 facilities or activities occurring on the parcel must be implemented in accordance with 192 the standards in K.C.C. chapter 9.12 to prevent contaminants from entering surface water, storm water, or ground water. Nonresidential parcels, except parcels in the light 193 194 category, qualifying under this subsection shall be charged at the rate of one lower rate 195 category than as classified by its percentage of impervious surface coverage. 196 Nonresidential parcels in the light rate category qualifying under this subsection shall be charged at the rate of ((one hundred eleven dollars)) one hundred thirty-three dollars per 197 198 acre per year. Residential parcels and parcels in the very light category qualifying under 199 this subsection shall be charged ((fifty five dollars and fifty cents)) sixty-six dollars and fifty cents per parcel per year; 200

201	7. The parcel is not served by a flow control or water quality treatment facility,
202	and the parcel's pervious surface is used to absorb the runoff from its impervious surface
203	to the standards in the surface water management fee protocols. In addition to the
204	previous requirement, any source control best management practices applicable to the
205	facilities or activities occurring on the parcel must be implemented in accordance with
206	the standards in K.C.C. chapter 9.12 to prevent contaminants from entering surface water,
207	storm water, or ground water. Nonresidential parcels that qualify under this subsection,
208	and that do not qualify under this section shall receive a discount based on the percentage
209	of impervious surface from which runoff is absorbed or dispersed according to the
210	standards in the surface water management fee protocols. The maximum discount
211	allowed shall be twenty-five percent and shall be reduced below twenty-five percent in
212	accordance with a schedule developed by the department based on the relative reduction
213	of impact to the surface and storm water management system;
214	8. The parcel is owned or leased by a public school district which provides
215	activities which directly benefit the surface water management program. The activities
216	may include: curriculum specific to the issues and problems of surface and storm water
217	management, and student activities in the community to expose students to the efforts
218	required to restore, monitor or enhance the surface and storm water management system.
219	Pursuant to RCW 36.89.085, the amount of the rate adjustment shall be determined by
220	the director based upon the cost of the activities to the school district but not to exceed
221	the value of the activity to the surface water management program. Determination of
222	which activities qualify for the surface water management service charge reduction will
223	be made by the division. Reductions in surface water management service charges will

224	only be granted to school districts which provide programs that have been evaluated by
225	the division. The rate adjustment for the school district activity may be applied to any
226	parcel in the service area which is owned or operated by the school district;
227	9. The parcel is owned by a federally recognized tribe or member of such tribe
228	and is located within the historical boundaries of a reservation and thus is not subject to
229	the charges provided for in this chapter; or
230	10. The service charge bill was otherwise not calculated in accordance with this
231	chapter.
232	C. The dollar amount of debt service on revenue or general obligation bonds
233	issued to finance storm water control facilities shall not be reduced by the rate
234	adjustments referred to in subsection B.5., 6. and 7. of this section.
235	D. The property owner shall have the burden of proving that the rate adjustment
236	sought should be granted.
237	E. Decisions on requests for rate adjustments shall be made by the director based
	L. Decisions on requests for rate augustinents shall be made by the director based
238	on information submitted by the applicant and by the division within thirty days of the
238 239	
	on information submitted by the applicant and by the division within thirty days of the
239	on information submitted by the applicant and by the division within thirty days of the adjustment request except when additional information is needed. The applicant shall be
239 240	on information submitted by the applicant and by the division within thirty days of the adjustment request except when additional information is needed. The applicant shall be notified in writing of the director's decision. If an adjustment is granted which reduces
239 240 241	on information submitted by the applicant and by the division within thirty days of the adjustment request except when additional information is needed. The applicant shall be notified in writing of the director's decision. If an adjustment is granted which reduces the charge for the current year or two prior years, the applicant shall be refunded the
239 240 241 242	on information submitted by the applicant and by the division within thirty days of the adjustment request except when additional information is needed. The applicant shall be notified in writing of the director's decision. If an adjustment is granted which reduces the charge for the current year or two prior years, the applicant shall be refunded the amount overpaid in the current and two prior years.

due and payable under K.C.C. 9.08.100. The director may include in the bill the amountundercharged for two previous billing years in addition to the current bill.

G. Decisions of the director on requests for rate adjustments shall be final unless within thirty days of the date the decision was mailed, the applicant submits in writing to the director a notice of appeal setting forth a brief statement of the grounds for appeal and requesting a hearing before the King County hearing examiner. The examiner's decision shall be a final decision pursuant to K.C.C 20.24.080

253 SECTION 5. The council intends that applications for a two-rate discount on 254 surface water management fees, as authorized in K.C.C. 9.08.080.B.5, shall no longer be 255 accepted on or after January 1, 2013, or upon the effective date of an ordinance creating 256 and implementing a new fee credit program, whichever comes first. If a new fee credit 257 program is created and implemented, it should be a replacement for the two-rate discount 258 provided for in 2011 and 2012, and should repeal section 6 of this ordinance. A new fee 259 credit program should provide for a base one-rate reduction, with additional fee credits 260 granted upon compliance with specified flow control or water quality protection standards. 261

262 <u>SECTION 6.</u> Ordinance 7590, Section 9, as amended, and K.C.C. 9.08.080 are
263 each hereby amended to read as follows:

A. Any person billed for service charges may file a request for rate adjustment with the division within three years of the date from which the bill was sent. However, filing of such a request does not extend the period for payment of the charge.

B. Requests for rate adjustment may be granted or approved by the director onlywhen one of the following conditions exists:

269	1. The parcel is owned and is the personal residence of a person or persons
270	determined by the county assessor as qualified for a low income senior citizen property
271	tax exemption authorized under RCW 84.36.381. Parcels qualifying under this
272	subsection B.1. shall be exempt from all charges imposed in K.C.C. 9.08.070;
273	2. The acreage of the parcel charged is in error;
274	3. The parcel is nonresidential and the actual impervious surface coverage of the
275	parcel charged places it in a different rate category than the rate category assigned by the
276	division;
277	4. The parcel is nonresidential and the parcel meets the definition of open space
278	in K.C.C 9.08.010. Parcels qualifying under this subsection B.4. will be charged only for
279	the area of impervious surface and at the rate which the parcel is classified under using
280	the total parcel acreage;
280 281	the total parcel acreage;5. The parcel is served by one or more flow control or water quality treatment
281	5. The parcel is served by one or more flow control or water quality treatment
281 282	5. The parcel is served by one or more flow control or water quality treatment facilities required under K.C.C. chapter 9.04, or can be demonstrated by the property
281 282 283	5. The parcel is served by one or more flow control or water quality treatment facilities required under K.C.C. chapter 9.04, or can be demonstrated by the property owner to provide flow control or water quality treatment of surface and storm water to
281 282 283 284	5. The parcel is served by one or more flow control or water quality treatment facilities required under K.C.C. chapter 9.04, or can be demonstrated by the property owner to provide flow control or water quality treatment of surface and storm water to the standards in K.C.C. chapter 9.04, and any such facility is maintained at the expense of
281 282 283 284 285	5. The parcel is served by one or more flow control or water quality treatment facilities required under K.C.C. chapter 9.04, or can be demonstrated by the property owner to provide flow control or water quality treatment of surface and storm water to the standards in K.C.C. chapter 9.04, and any such facility is maintained at the expense of the parcel owner to the standards required by the department. In addition to the previous
281 282 283 284 285 286	5. The parcel is served by one or more flow control or water quality treatment facilities required under K.C.C. chapter 9.04, or can be demonstrated by the property owner to provide flow control or water quality treatment of surface and storm water to the standards in K.C.C. chapter 9.04, and any such facility is maintained at the expense of the parcel owner to the standards required by the department. In addition to the previous requirement, any source control best management practices applicable to the facilities or
281 282 283 284 285 286 287	5. The parcel is served by one or more flow control or water quality treatment facilities required under K.C.C. chapter 9.04, or can be demonstrated by the property owner to provide flow control or water quality treatment of surface and storm water to the standards in K.C.C. chapter 9.04, and any such facility is maintained at the expense of the parcel owner to the standards required by the department. In addition to the previous requirement, any source control best management practices applicable to the facilities or activities occurring on the parcel must be implemented pursuant to the standards in

291 classified by its percentage of impervious surface coverage. Nonresidential parcels in the

light rate category qualifying under this subsection shall be charged at the rate of one hundred thirty-three dollars per parcel per year. Residential parcels and parcels in the very light category qualifying under this subsection shall be charged sixty-six dollars and fifty cents per parcel per year;

296 6. The parcel contains at least sixty-five percent forest and no more than twenty 297 percent impervious surface, the runoff from which is dispersed through the forested area to the standards in the surface water management fee protocols, resulting in an effective 298 impervious are of no more than ten percent for the entire parcel. In addition to the 299 300 previous requirement, and source control best management practices applicable to the 301 facilities or activities occurring on the parcel must be implemented in accordance with 302 the standards in K.C.C. chapter 9.12 to prevent contaminants from entering surface water, 303 storm water, or ground water. Nonresidential parcels, except parcels in the light category, qualifying under this subsection shall be charged at the rate of one lower rate 304 305 category than as classified by its percentage of impervious surface coverage. 306 Nonresidential parcels in the light rate category qualifying under this subsection shall be 307 charged at the rate of one hundred forty-three dollars per acre per year. Residential parcels and parcels in the very light category qualifying under this subsection shall be 308 309 charged seventy-one dollars and fifty cents per parcel per year; 310 7. The parcel is not served by a flow control or water quality treatment facility, 311 and the parcel's pervious surface is used to absorb the runoff from its impervious surface 312 to the standards in the surface water management fee protocols. In addition to the

313 previous requirement, any source control best management practices applicable to the

314 facilities or activities occurring on the parcel must be implemented in accordance with

315	the standards in K.C.C. chapter 9.12 to prevent contaminants from entering surface water,
316	storm water, or ground water. Nonresidential parcels that qualify under this subsection,
317	and that do not qualify under this section shall receive a discount based on the percentage
318	of impervious surface from which runoff is absorbed or dispersed according to the
319	standards in the surface water management fee protocols. The maximum discount
320	allowed shall be twenty-five percent and shall be reduced below twenty-five percent in
321	accordance with a schedule developed by the department based on the relative reduction
322	of impact to the surface and storm water management system;
323	8. The parcel is owned or leased by a public school district which provides
324	activities which directly benefit the surface water management program. The activities
325	may include: curriculum specific to the issues and problems of surface and storm water
326	management, and student activities in the community to expose students to the efforts
327	required to restore, monitor or enhance the surface and storm water management system.
328	Pursuant to RCW 36.89.085, the amount of the rate adjustment shall be determined by
329	the director based upon the cost of the activities to the school district but not to exceed
330	the value of the activity to the surface water management program. Determination of
331	which activities qualify for the surface water management service charge reduction will
332	be made by the division. Reductions in surface water management service charges will
333	only be granted to school districts which provide programs that have been evaluated by
334	the division. The rate adjustment for the school district activity may be applied to any
335	parcel in the service area which is owned or operated by the school district;

336	9. The parcel is owned by a federally recognized tribe or member of such tribe
337	and is located within the historical boundaries of a reservation and thus is not subject to
338	the charges provided for in this chapter; or

339 10. The service charge bill was otherwise not calculated in accordance with this340 chapter.

C. The dollar amount of debt service on revenue or general obligation bonds issued to finance storm water control facilities shall not be reduced by the rate adjustments referred to in subsection B.5., 6. and 7. of this section.

344 D. The property owner shall have the burden of proving that the rate adjustment345 sought should be granted.

E. Decisions on requests for rate adjustments shall be made by the director based on information submitted by the applicant and by the division within thirty days of the adjustment request except when additional information is needed. The applicant shall be notified in writing of the director's decision. If an adjustment is granted which reduces the charge for the current year or two prior years, the applicant shall be refunded the amount overpaid in the current and two prior years.

F. If the director finds that a service charge bill has been undercharged, then either an amended bill shall be issued which reflects the increase in the service charge or the undercharged amount will be added to the next year's bill. This amended bill shall be due and payable under K.C.C. 9.08.100. The director may include in the bill the amount undercharged for two previous billing years in addition to the current bill.

357 G. Decisions of the director on requests for rate adjustments shall be final unless358 within thirty days of the date the decision was mailed, the applicant submits in writing to

the director a notice of appeal setting forth a brief statement of the grounds for appeal andrequesting a hearing before the King County hearing examiner. The examiner's decision

shall be a final decision pursuant to K.C.C 20.24.080.

362 SECTION 7. A. Sections 1 through 5 of this ordinance take effect January 1,

2011. 363

B. Section 6 of this ordinance takes effect January 1, 2013.

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Ordinance 16958 was introduced on 10/4/2010 and passed by the Metropolitan King County Council on 11/15/2010, by the following vote:

> Yes: 6 - Ms. Drago, Mr. Phillips, Mr. Gossett, Ms. Patterson, Ms. Lambert and Mr. Ferguson

No: 3 - Mr. von Reichbauer, Ms. Hague and Mr. Dunn Excused: 0

> KING COUNTY COUNCIL KING COUNTY, WASHINGTON

2010 NOV 22 RECEIVED COUNTY COUNC Robert W. Ferguson, Chair

PH N:

ATTEST:

Menons

Anne Noris, Clerk of the Council

APPROVED this 22 day of NOVEMBER 2010.

Dow Constantine, County Executive

Attachments: None