

Wastewater Trust Funds

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Purpose

- To encourage orderly development
- Equitably spread the cost of wastewater line extensions.
- Reimburse developers for constructing infrastructure where City infrastructure is deficient or non-existent.
 - Funds are collected from developers via Acreage Fees & Surcharge Fee

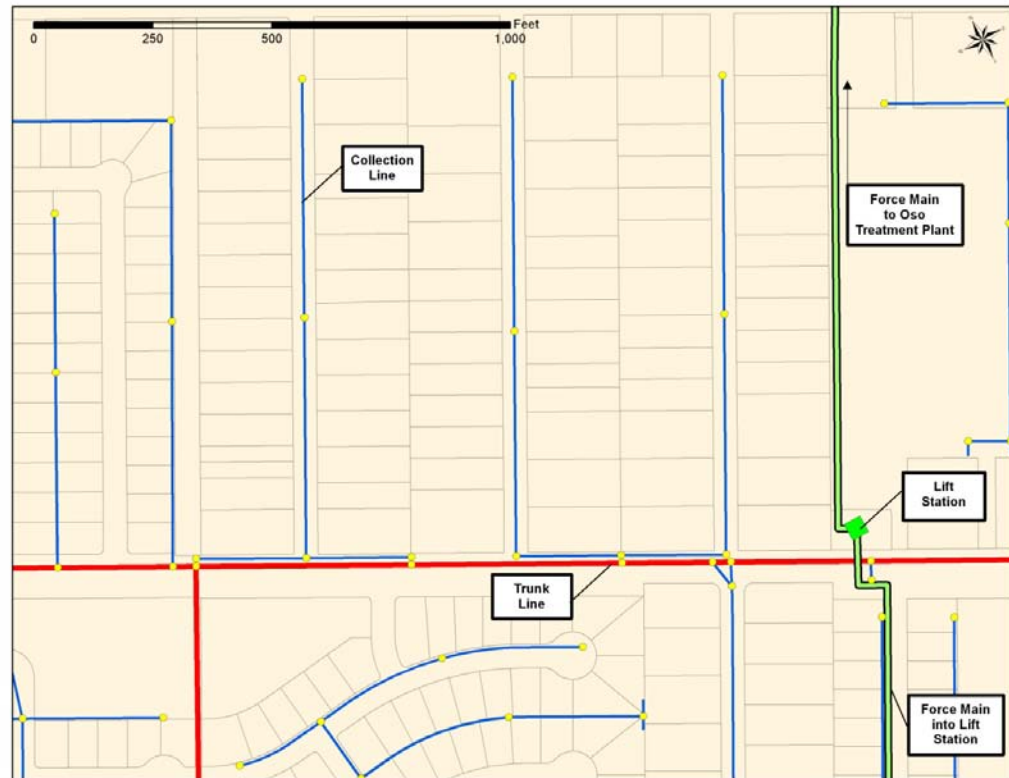
Funds

- **Collection Line**

- Off-site Collection Lines

- **Trunk System**

- Trunk Lines
- Master Planned Lift Stations
- Force Mains



Trunk System Fund

- 2004 – First Lift Station funded
 - Cost \$2.8 Million
- 2005 – Balance \$5.8 million
- 2006 to 2009 – Funded four more Lift Stations
 - Total Cost = \$6.5 million
- 2009 = Balance \$0 w/over \$2 million in Commitments
- Current = \$650k w/\$498k in Commitments
 - Net of \$152k

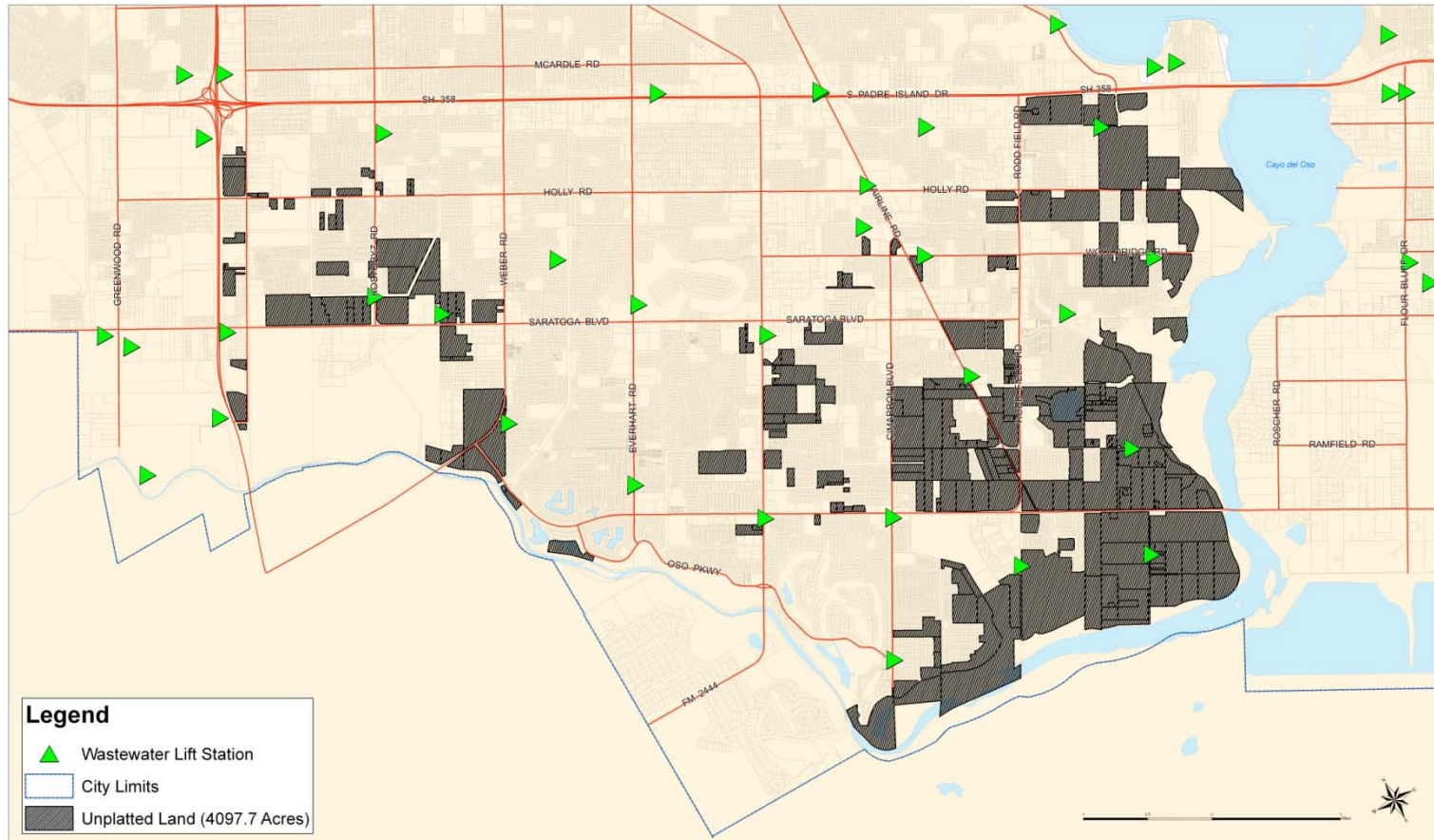
Causes

- Started Funding Master Planned Lift Stations
 - Four still not in use
- Economy hit hard times
 - Revenue from acreage fees was down

Current Costs and Revenue

- Average Costs
 - Trunk lines = \$839/Ac
 - Lift Station = \$2,047/Ac
 - Force Main = \$652/Ac
 - Total = \$3,538/Ac
- Revenue
 - Acreage Fees = \$1,528/Ac
 - Surcharge = \$269/Ac
 - Total = \$1,797

Un-platted Property



Analysis

- Un-platted Acres = 4098
- Revenue = \$7.1 Million
- Trunk Line cost = \$3.0 Million
- Available for Lift Stations = \$4.1 Million

- Average Service Area (Acres) = 450
- Cost per lift station = \$1.1 Million

- Enough to build 3 Lift Stations in another area

Recommended in May 2013

- Only increase fees to cover inflation
- UDC text amendment to change priority of reimbursement
 - Refunds to owners who did not receive service in 10 yrs
 - Trunk Lines by date of approval by City Council
 - Lift stations only when fund has balance of \$350k or greater , then by date of approval by City Council
- Exempt the area South of Oso Creek
 - Reduces refunds

Vetting of Proposals

- Met with some of the larger developers
 - Don't want any changes to the current system
 - Willing to see if other Developers would agree to 15% across the board increase in fees

Balances for all Funds

Water Trust Funds	Balance	Commitments	Net
Arterial & Transmission	\$ 2,043,754	\$ 448,349	\$ 1,595,405
Distribution Main	\$ 1,149,130	\$ 26,291	\$ 1,122,839

Wastewater Trust Funds	Balance	Commitments	Net
Trunk System	\$ 650,146	\$ 497,630	\$ 152,516
Collection Line	\$ 217,096	\$ 94,287	\$ 122,809