

## Water & Wastewater Impact Fee 2018 Update

Water and Wastewater Commission, 8 August 2018

Martin Tower, Division Manager



# Impact Fee Basics

## Impact Fee

*“...a charge or assessment imposed by a political subdivision against new development in order to generate revenue for funding or recouping the costs of capital improvements or facility expansions necessitated by and attributable to the new development” (Texas LGC 395.001.4)*

## Land Use Assumptions (Section 2)

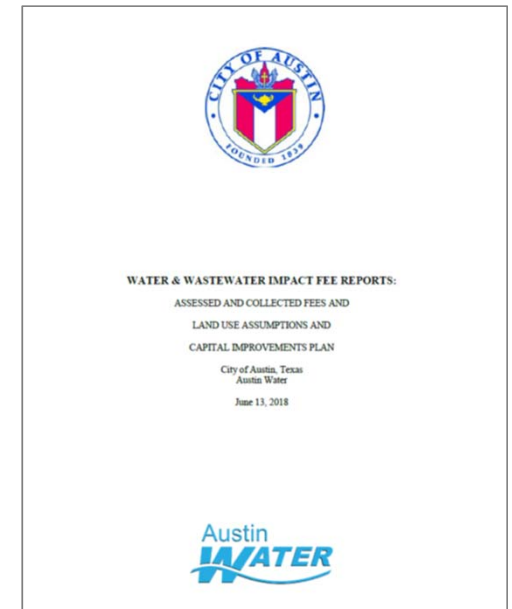
*What infrastructure capacity will be consumed by new development?*

## Capital Improvements Plan (Section 3)

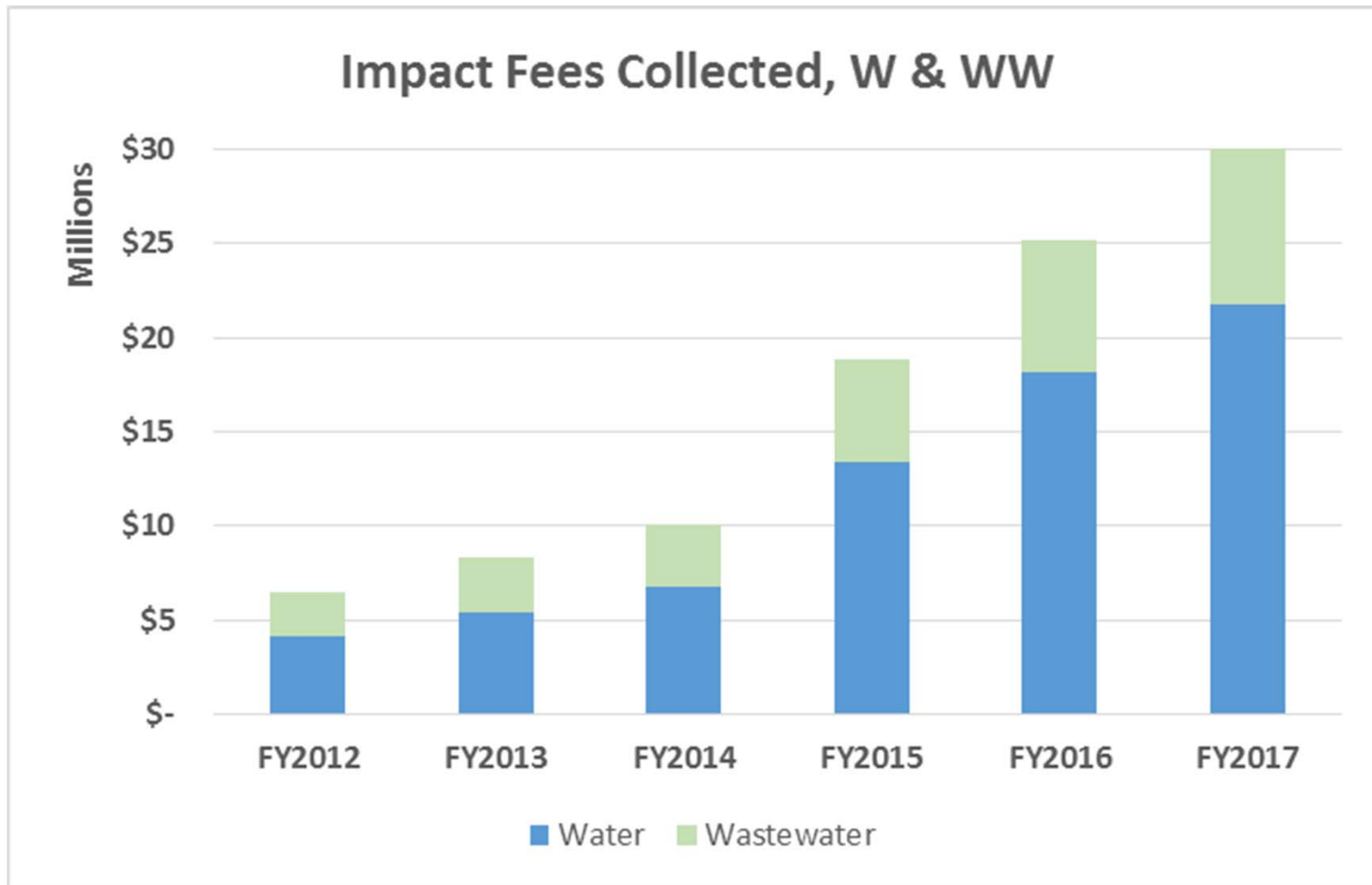
*What is that infrastructure capacity worth?*

## Assessed & Collected Fees (Section 1)

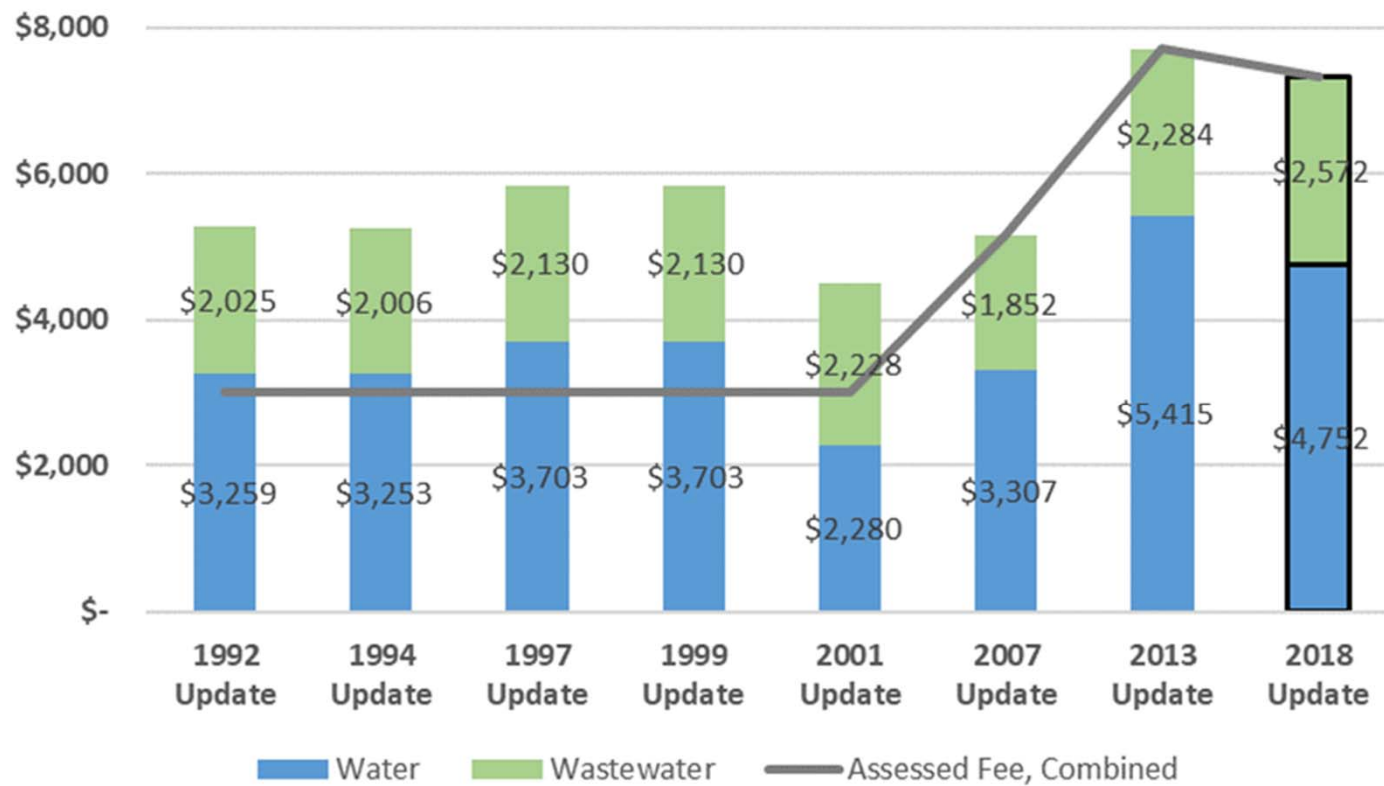
*How much are we going to charge?*



# Historical Fee Collections



# Maximum Allowable Fees (by Service Unit)



## Key Insights

- **Strong Growth** of our customer base continues
- **Compact & Connected** development is enabling efficient Infrastructure Investments
- **Water Conservation** is making infrastructure investments go farther

# Update Process

## **Milestones to Date**

- AW Staff began work on Impact Fee Update in Jan '17
- IFAC review of LUA & CIP elements July '17, Nov '17, Jan '18, Apr '18
- IFAC recommended adoption of LUA, CIP, & Fees 5/21/18

## **Next Steps**

- Council Hearing set for August 30, 2018
- Council Ordinance requested Sept 11, 2018 with FY19 Budget

# Questions?

## **Martin Tower**

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