

City of Meridian Assessment Fees (Connection Fees, Water & Sewer)

- ▶ Six years since City last updated these fees.
- ▶ Methodology is in alignment with accepted practice defined in Idaho Law.
- ▶ Fees are intended to recover a proportionate share of system assets from new connecting customers.
- ▶ Agenda:
 - ▶ Calculation Method
 - ▶ Fees



Calculation Methodology

Based on ID case law: Loomis n.4

Current System Replacement Value - Unfunded Depreciation – Debt

System Capacity



Water Connection Fee

- Proposed

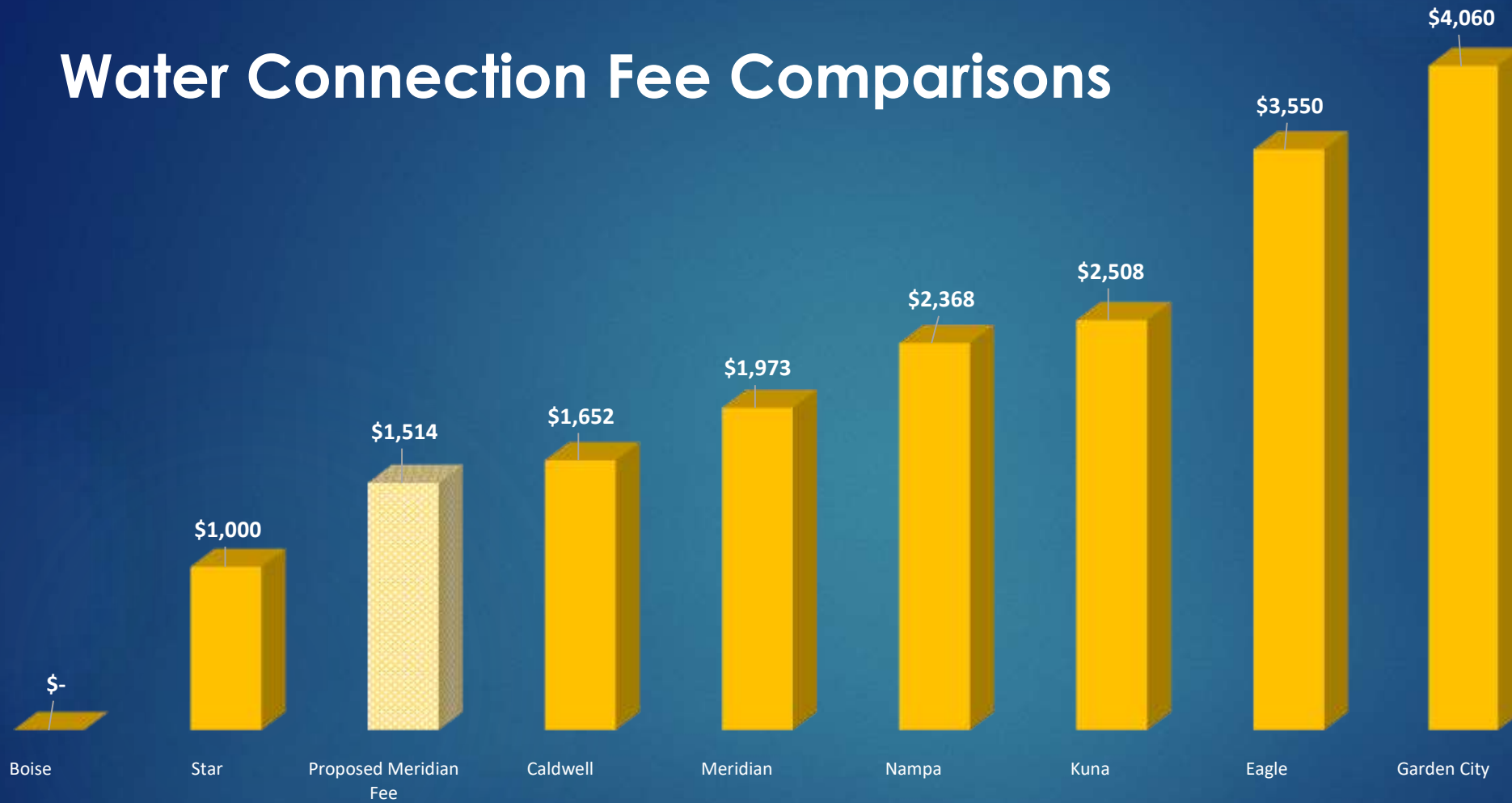
$$\frac{\$228,765,556 - \$39,150,089 - \$0}{38,710,000} = \$4.90$$

Calculated New Fee

$$\$4.90 \times 309 (\# \text{ of ERUgpd}) = \mathbf{\$1514} \text{ per Water Connection}$$



Water Connection Fee Comparisons



Wastewater Connection Fee

- Proposed

$$\frac{\$401,719,950 - \$78,813,018.00 - \$0}{9,129,600 \text{ (System Rated Capacity FY25)}} = \$35.37$$

Calculated New Fee

$$\$35.37 \times 153 (\# \text{ of ERUgpd}) = \mathbf{\$5411} \text{ per Wastewater Connection}$$



Wastewater Connection Fee Comparisons



Combined Water/Sewer Connection Fee Comparisons



Schedule for Connection Fee Change

- ▶ **Sept. 13th** – Meet with BCA at Association's Monthly Meeting - **Complete**
- ▶ **Sept. 23rd and 30th** – Public Notice appears in paper - **Complete**
- ▶ **Oct. 4th** – Public Hearing & decision on adoption of fees - **Tonight**
- ▶ **Nov. 1st** – Fees to be in effect