



# CAPITAL IMPROVEMENTS ADVISORY COMMITTEE

## AGENDA ITEM STAFF REPORT

<b>Meeting Date:</b>  October 17, 2023	<b>Department:</b>  Planning & Development and Administration	<b>Presented By:</b>  Bryan Grimes Bill Funderburk Toni Fisher
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### **AGENDA ITEM:**

**Discussion: Water and Wastewater Impact Fee Report.**

### **BACKGROUND:**

The Planning & Zoning Commission and an E.T.J. Representative were appointed by the City Council to serve as the “Capital Improvements Advisory Committee”. The purpose of this committee is to advise the City Council on matters related to the Water and Wastewater Impact Fees and, at as it did in August 2022, assist in adopting the Land Use Assumptions, Capital Improvements Plan, and proposed Impact Fees.

Land Use Assumptions (LUA) are a description of the Service Area and projections of changes in land use, densities, and population in the Service Area over at least a 10-year period.

The Capital Improvements Plan (CIP) is based on the projections contained in the Land Use Assumptions. The CIP details the capital improvements that will be made over the term of the plan. The CIP and LUA form the basis for calculating allowable impact fees.

Impact Fees are charges and/or assessments imposed by a political subdivision on new development to generate revenue for funding or recouping the costs of capital improvements or facility expansion necessitated by and attributable to new development. An impact fee allows a city to recoup, from property developers, some of the costs new development places on city infrastructure. Tex. Loc. Gov’t. Code 395.004(4). Impact Fees may only be used to pay certain costs for: 1) Constructing capital improvements on facility expansions for water supply, treatment, and distribution facilities; 2) Wastewater collection and treatment facilities; 3) Stormwater drainage; and 4) Roadways. Tex. Loc. Gov’t. Code 395.001(1). The CIP Committee will also review the proposed Impact Fees and file comments with the Council.

### **STAFF/BOARD/COMMISSION RECOMMENDATION:**

N/A.

### **EXHIBITS:**

- Impact Fee Report for Fiscal Year 2022-23