

PUBLIC HEARING

July 9, 2020 6:00 p.m.

Proposed System Development Fee Changes

Parker Water & Sanitation District will hold a public meeting on July 9, 2020, at 6:00 p.m. at the PWSD North Water Reclamation Facility, 18100 E Woodman Dr., Parker, CO, 80134 to consider adjustments to the fees charged for water and sewer service; specifically system development and clean water test fees.

PWSD recently conducted a cost of service study for system development fees based on changes to long-term capital planning, which impact the District's long-term financial analysis. According to the District's most recent master plan, the total capital improvement needs are over \$1 billion. System development fees recover the cost of infrastructure needed to serve growth from new customer connections.

The Board will be considering a mid-year adjustment to fees in July.

FEES ARE DEVELOPED CONSIDERING:

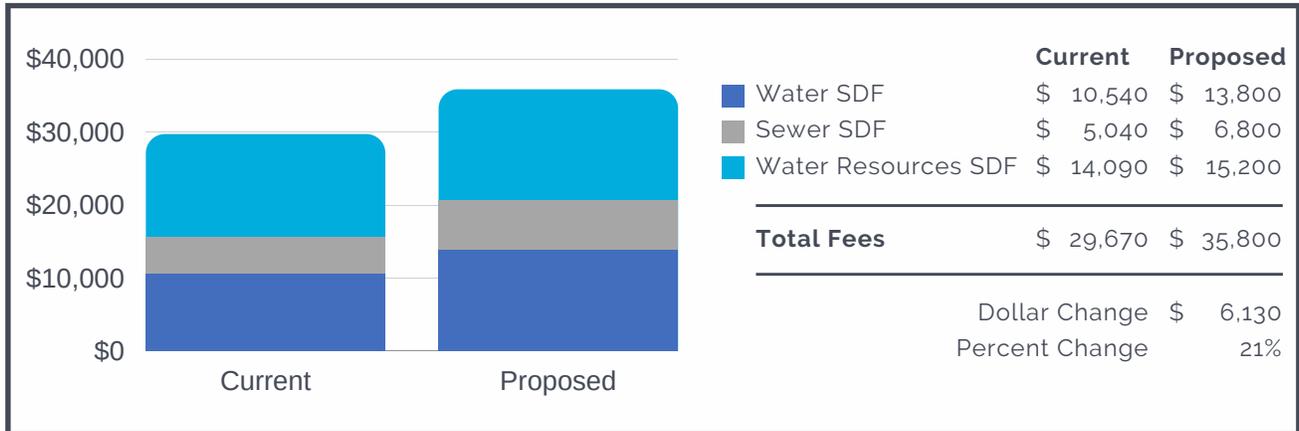
- ▶ Ten-Year CIP plus Master Plan projects required to serve the District through build-out;
- ▶ Current capacities available to serve new customers;
- ▶ Future Capacities required to serve new customers;
- ▶ Future Customers – Single Family Equivalents remaining to be assigned;
- ▶ Percentage of each project related to growth (funded by SDF fees) versus system improvement (funded by rates);
- ▶ Amount of debt and current fixed assets.

	Function		Capital Improvement Costs
Water	Source of Supply	\$	50,108,405
Water	Storage	\$	47,895,457
Water	Treatment	\$	142,928,135
Water	Transmission/Distribution	\$	34,661,471
Water	Pumping	\$	4,542,930
Sewer	Treatment	\$	139,759,309
Sewer	Interceptors/Collectors	\$	17,946,610
Sewer	General	\$	-
Water Resources	Source of Supply	\$	280,147,289
Water Resources	Raw Water Storage	\$	3,144,000
Total Expansion CIP		\$	721,133,605
Excluded Non-Expansion CIP		\$	369,225,129
Total System CIP		\$	1,090,358,734

Total System Development Fees

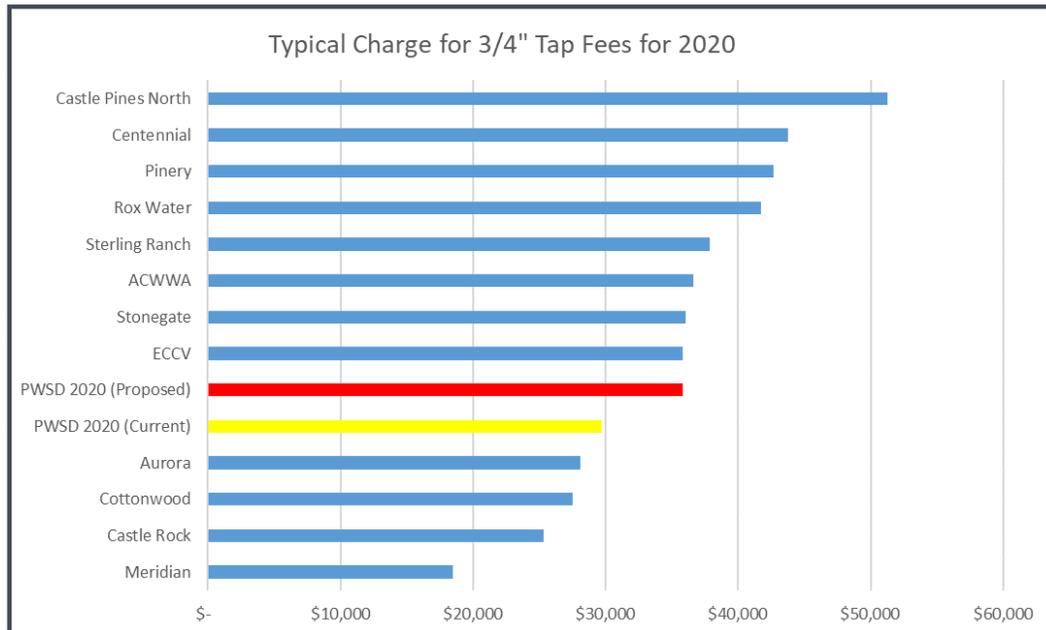
The proposed fees reflect cost increases in capital projects since the last fee update in 2014, as well as a key water filtration project that addresses discolored water issues.

The following table compares current fees to proposed fees for both water and sanitary sewer.



SDF Survey of Other Utilities

The following table reflects where the proposed PWSD fees compare in relation to other local water providers.



For more information regarding the proposed system development fee updates, please contact the District's Chief Financial Officer at (303)841-4627.