ROUND MOUNTAIN WATER AND SANITATION DISTRICT RESOLUTION NUMBER 2020-03

A RESOLUTION IMPLEMENTING A COMPREHENSIVE WATER AND SEWER MAIN LINE EXTENSION REBATE POLICY

WHEREAS, Round Mountain Water and Sanitation District (District) operates in accordance with the rules and regulations set forth in Resolution 1975-1, and

WHEREAS, the District Board of Directors finds inconsistent and limiting language related to the existing rebate policy as set forth in Resolution 1975-1, and

WHEREAS, in order to provide a more consistent and equitable solution,

NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE ROUND MOUNTAIN WATER AND SANITATION DISTRICT, COLORADO THAT:

The new comprehensive "Water and Sewer Main Line Extension Rebate Policy" (see attached document) will be instituted and will supersede all existing rebate policies. This new policy will replace all rebate language currently existing in Resolution 1975-1.

ADOPTED, this 20th day of February 2020

ATTE&T:

Steve Lasswell, Vice Chair

Charles Bogle, Chairman

Water and Sewer Line Extension Rebate Policy

It shall be the policy of the Round Mountain Water and Sanitation District (RMWSD) that developers extending water and sewer main lines four hundred (400) feet or farther, which meet RMWSD's specifications for acceptance as a public line, will be allowed to collect a partial reimbursement for installation costs from persons connecting to the main that the developer has laid for a period of ten (10) years after the completion of the line. RMWSD will collect this fee at the time of connection and will forward payment to the developer's last known address. It is the responsibility of the developer to inform RMWSD as to any change of address.

Only those who own property adjacent to the main will be required to pay this fee before connecting to the main.

Anyone extending a main from the endpoint of a developer's previous work will not be required to pay this fee. This exemption does not apply to an extension that serves any form of development that would prevent further extension of the main, limiting the new line to serve only one development (example: cul-de-sac). Before construction begins, the developer of such a property must pay their line installation reimbursement, based on the linear frontage of the development adjacent to the existing main.

The amount of fee to be charged will be calculated using the following method:

- Step 1. Total Price per Foot = Total line construction cost ÷ Total linear feet of constructed line
- Step 2. Price per Foot of Frontage = Total price per foot $\div 2$
- **Step 3. Contractor Capital Rebate Fee =** Price per foot of frontage **X** Total linear feet of property to be served

Example:

- **Step 1.** $$10,000 \div 500 \text{ ft} = $20 \text{ total price per foot}$
- **Step 2.** $$20 \div 2 = 10 **Per foot of frontage**
- Step 3. \$10 X 100 ft of property frontage = \$1000 Contractor Capital Rebate Fee

In calculating the construction cost, the developer may use all costs associated with the installation of the permanent structure of pipe and appurtenances, including engineering costs and permit fees. Expenses such as equipment depreciation, interest on borrowed money or overtime for laborers will not be reimbursed. All costs must be verified and approved by RMWSD before calculation of the total construction cost. Any developer wanting to make use of this policy must approach RMWSD and enter into an agreement with RMWSD before completing the construction of the line.

Once an agreement is entered, it will be recorded against those adjacent parcels of property.

Each development and line extension is unique. As such, each agreement will be unique and may contain elements not within this general policy, but which are, in the RMWSD's sole opinion, appropriate for the development in question.