

SALES TAX PROJECTS

Project Number: 45
Project Name: Sewer Hookups Incentive Program
Total Project Cost: \$33,100,000

Total Project Cost Notes

The attached table estimates that this program could cost up to \$33.1 million. The Committee may choose allocate only a certain amount of funds for the the sewer hookup incentive program.

Executive Project Summary:

This project is for providing incentives to landowners for sewer hookups. The Committee may choose to develop an incentive program and financing option to address the financial burden and allow for sufficient connections to ensure that maximum benefits are achieved from the public capital investment in the sewer system.

Actions Taken by the Committee:

March 28, 2013: Moved the project to a second round for consideration.

April 26, 2013: Placed into Project #49 Water Quality/Stormwater Funding for funding consideration.

Themes

- | | |
|---|---|
| <input type="checkbox"/> Regional Mobility/Transportation | <input checked="" type="checkbox"/> Economic Vitality |
| <input type="checkbox"/> Sense of Community | <input type="checkbox"/> Ecotourism/Parks |
| <input checked="" type="checkbox"/> Environmental/Water Quality | <input type="checkbox"/> Vertical Infrastructure |
| <input type="checkbox"/> Connectivity | <input type="checkbox"/> Gateways |

Detail Project Description

The attached table outlines possible scenarios for funding an incentive project for sewer connections.

Cost By Themes

| | |
|--------------|----------------------------------|
| | Regional Mobility/Transportation |
| | Sense of Community |
| \$33,100,000 | Environmental/Water Quality |
| | Connectivity |
| | Economic Vitality |
| | Ecotourism/Parks |
| | Vertical Infrastructure |
| | Gateways |

Sales Tax Septic Tank Abatement Discussion

November 29, 2012

| Project Area | Septic Tanks | | (A) | (B) | (C) | (D)** | (E) |
|---------------------------------------|----------------------|-------------------------|---|---|--|--|--|
| | With Sewer Available | Without Sewer Available | Capital Costs for Sewer (million dollars) | Connection Costs at \$12,000 per Connection (million dollars) | (A+B) Total System + Connection Cost (million dollars) | Connection Costs at \$7,000 per Connection (million dollars) | (A+D) Total System + Connection Cost (million dollars) |
| Centerville Trace ^a | 0 | 167 | \$5.0 | \$2.0 | \$7.0 | \$1.2 | \$6.2 |
| Harbinwood ^a | 0 | 400 | \$12.1 | \$4.8 | \$16.9 | \$2.8 | \$14.9 |
| Woodville ^a | 0 | 1274 | \$24.5 | \$15.3 | \$39.8 | \$8.9 | \$33.4 |
| Woodville (Urban Fringe) ^a | <u>0</u> | <u>1,671</u> | <u>\$33.4</u> | <u>\$20.1</u> | <u>\$53.5</u> | <u>\$11.7</u> | <u>\$45.1</u> |
| Co. subtotal | | 3,512 | \$75.0 | \$42.2 | \$117.2 | \$24.6 | \$99.6 |
| City Septic Tanks ^b | <u>1044</u> | <u>174</u> | <u>\$5.2</u> | <u>\$14.6</u> | <u>\$19.8</u> | <u>\$8.5</u> | <u>\$13.7</u> |
| Total = | 1044 | 3,686 | \$80.2 | \$56.8 | \$137.0 | \$33.1 | \$113.3 |

a: From Leon County Sales Tax Workshop Agenda Materials

b: From City Underground Utilities to serve 174 OSTDs

Proposal for Including an Incentive to Connect:

- Use sales tax revenue to provide grant for connecting within 12 months of availability.
 - Would be available to all County residents, including those within the City.
 - City and County should consider jointly adopting a policy of enforcing state law requiring connection within 12 months.
- ** Reduced connection charges based on economies of scale and cost averaging for a large number of connections.**

Previous Project Information for:

Project #45

Sewer Hookups Incentive Program

Note: Based on direction from the Committee at the March 28, 2013 Sales Tax Committee meeting, below is a list of previous project(s) that were merged or modified to create a holistic project for the Committee's consideration.

Project Name: Sales Tax Septic Tank Abatement Discussion (*Previously Project #39*)

Sales Tax Septic Tank Abatement Discussion
November 29, 2012

| Project Area | Septic Tanks | | (A) | (B) | (C) | (D)** | (E) |
|---------------------------------------|----------------------|-------------------------|---|---|--|--|--|
| | With Sewer Available | Without Sewer Available | Capital Costs for Sewer (million dollars) | Connection Costs at \$12,000 per Connection (million dollars) | (A+B) Total System + Connection Cost (million dollars) | Connection Costs at \$7,000 per Connection (million dollars) | (A+D) Total System + Connection Cost (million dollars) |
| Centerville Trace ^a | 0 | 167 | \$5.0 | \$2.0 | \$7.0 | \$1.2 | \$6.2 |
| Harbinwood ^a | 0 | 400 | \$12.1 | \$4.8 | \$16.9 | \$2.8 | \$14.9 |
| Woodville ^a | 0 | 1274 | \$24.5 | \$15.3 | \$39.8 | \$8.9 | \$33.4 |
| Woodville (Urban Fringe) ^a | <u>0</u> | <u>1,671</u> | <u>\$33.4</u> | <u>\$20.1</u> | <u>\$53.5</u> | <u>\$11.7</u> | <u>\$45.1</u> |
| Co. subtotal | | 3,512 | \$75.0 | \$42.2 | \$117.2 | \$24.6 | \$99.6 |
| City Septic Tanks ^b | <u>1044</u> | <u>174</u> | <u>\$5.2</u> | <u>\$14.6</u> | <u>\$19.8</u> | <u>\$8.5</u> | <u>\$13.7</u> |
| Total = | 1044 | 3,686 | \$80.2 | \$56.8 | \$137.0 | \$33.1 | \$113.3 |

a: From Leon County Sales Tax Workshop Agenda Materials

b: From City Underground Utilities to serve 174 OSTDs

Proposal for Including an Incentive to Connect:

- Use sales tax revenue to provide grant for connecting within 12 months of availability.
 - Would be available to all County residents, including those within the City.
 - City and County should consider jointly adopting a policy of enforcing state law requiring connection within 12 months.
- ** Reduced connection charges based on economies of scale and cost averaging for a large number of connections.**