

RESOLUTION 2010 - 11

A RESOLUTION OF FREMONT COUNTY, IDAHO, ESTABLISHING THE 2010 SEWER CAPITALIZATION FEE PURSUANT TO SECTION 13.01.181 OF THE FREMONT COUNTY CODE.

WHEREAS, the Board of County Commissioners of Fremont County, Idaho has established and reviewed the sewer capitalization fee pursuant to Fremont County Code 13.01.181;

BE IT RESOLVED BY THE BOARD OF COUNTY COMMISSIONERS OF FREMONT COUNTY, IDAHO, THAT PURSUANT TO FREMONT COUNTY CODE SECTION 13.01.181, THE FOLLOWING FEES AND CHARGES ARE HEREBY ESTABLISHED:

A. Pursuant to Section 13.01.181 of the Fremont County Code, a sewer capitalization fee is hereby adopted in the sum of \$4462.50 for the Macks Inn/Island Park System, and \$4462.50 for the Last Chance/Ponds System, all per equivalent user, as calculated and determined as set forth herein.

B. This fee is adopted to cover the costs of replacing the existing sewer system and extensions thereof with the objective of said system being self-supporting.

C. Sewer Connection Fee.

(1) The basis for the sewer capitalization fee (also referred to as the Aconnection fee@) for those persons or entities connecting to the sewer is to charge the value of that portion of the existing collection, treatment, and disposal system that the new user will utilize by connecting to that system. The value of the system is determined each year by taking the original construction cost for each major capital improvement to the system and determining the cost to replace that improvement in that particular year. This is accomplished by determining the engineering news record construction costs index (ENR(CCI)) in the year that the improvements were made and the year that the connection fee is being determined. The ENR(CCI) for the year that the connection fee is being calculated is divided by the ENR(CCI) for the year in which the improvements were made. This value is then multiplied by the original cost for the improvements. The value obtained is the estimated cost to replace the improvements at the time the connection fee is calculated. The gross value to replace the system must be adjusted by subtracting the remaining bond principal, if any, to be retired and the unfunded depreciation to obtain the net value.

(2) The remaining bond principal to be paid for bond retirement is determined from the bond retirement schedule each year. The remaining bond interest is not subtracted from gross system value.

Microfilm No. 527677  
At 12<sup>th</sup> Day April 2010  
At 10:04 O'Clock AM  
ABBIE MACE  
FREMONT CO RECORDER  
Fee \$ 0 Deputy  
Recorded at Request of  
Clerk Abbie Mace

(3) The unfunded depreciation is figured from the date of implementation of the new user charge ordinance. The basis for determining the yearly depreciation is to distribute the original cost of the improvement uniformly over the life of the improvement. The life of each improvement is assigned as follows:

Waste Water Treatment Plant	20 years
Collection and Interceptor System	40 years
Pump Stations	20 years

(4) The cumulative unfunded depreciation from the date of implementation of the user charge ordinance to the year that the connection fee is being determined for is subtracted from the gross system value, along with the remaining bond principal to obtain the net system value. The following is the equation for determining the net system value of any system component or combination of system components:

Net system value = gross system value minus remaining bond principal minus cumulative unfunded depreciation.

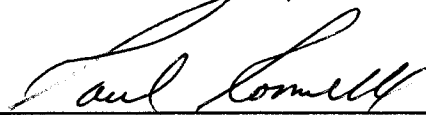
(5) The connection fee is then determined by dividing the net system value by the design capacity of the system component expressed in equivalent users. The design capacity of the system component is determined by the county engineer based upon county policy and sound engineering practices.

D. The owner or agent of all properties connecting to the public sewer system shall pay said fee per equivalent connection or fraction thereof prior to issuance of a building permit or permit to connect to said system, whichever is earlier.

E. This resolution shall be in full force and effect 30 days after its passage.

PASSED THIS 12th DAY OF APRIL, 2010, BY THE BOARD OF COUNTY COMMISSIONERS OF FREMONT COUNTY, IDAHO.

BOARD OF COUNTY COMMISSIONERS  
FREMONT COUNTY, IDAHO

  
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PAUL ROMRELL, CHAIRMAN

ATTEST:

  
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ABBIE MACE, CLERK

