



SEPTIC TO SEWER

NOVEMBER 7 CITY COUNCIL MEETING

MARY WINTERS, CITY ATTORNEY

TOM HICKMANN, EIPD DIRECTOR

SUSANNA JULBER, SNR. PROJECT & POLICY ANALYST



- Council decision process-recap
- Proposed program and motions for tonight's Regular Session
- Outstanding issues
- Look ahead to December 5th & 19th

SEPTIC TO SEWER CONVERSION PROGRAM HIGHLIGHTS



Neighborhood extension program:

- Establishes an application process and factors for consideration for neighborhoods to apply;
- Anticipates \$2.5M annually for the program;
- Requires a connection fee to recover all or part of the cost of laterals.

CIP Program:

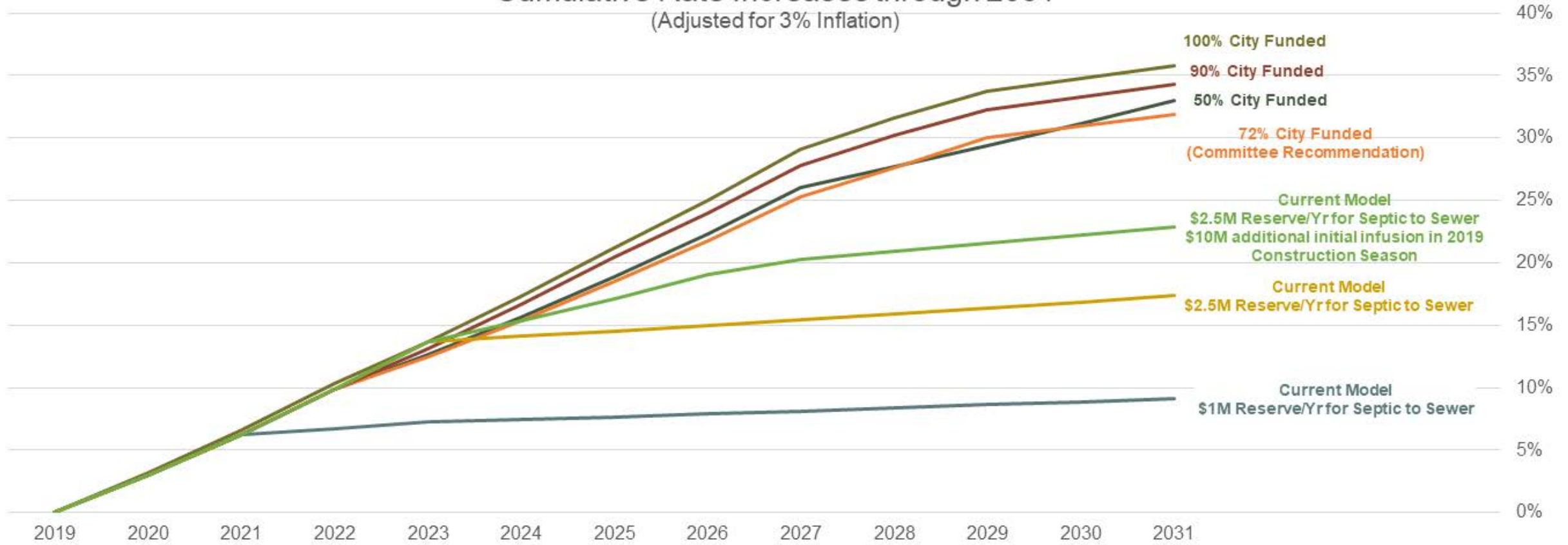
- Sets a strategy for those areas with frontage along sewer CIP projects;
- Requires a connection fee to recover all or part of the cost of laterals.

Establishes an assistance program/ process for those that qualify as **low income to offset connection fees.**

RATE IMPACTS



Cumulative Rate Increases through 2031 (Adjusted for 3% Inflation)



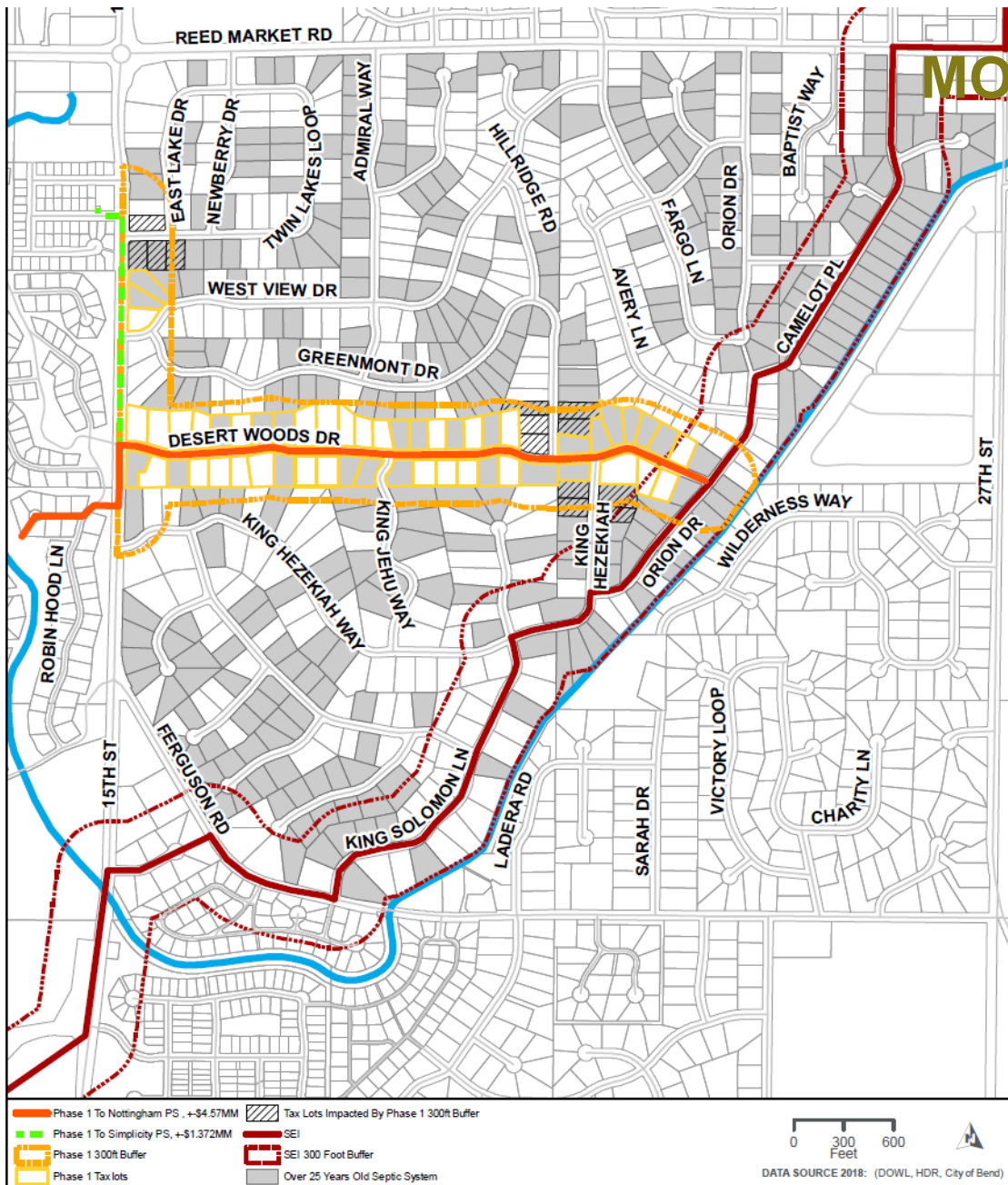


Motion 1:

- Authorizes City Attorney's office to bring back Bend Code language 12/5/18.
- Establishes a citywide **septic to sewer conversion program** with an ability to transition residents off septic systems:
 - **Neighborhood sewer extension program** with approval criteria, an application process, funding, incentives, timing, and a safety net.
 - Conversion program for properties with frontage along sewer **CIP projects**.
- Removes reference from 300 foot rule in Bend Code.



MOTION 2: INITIAL INVESTMENT



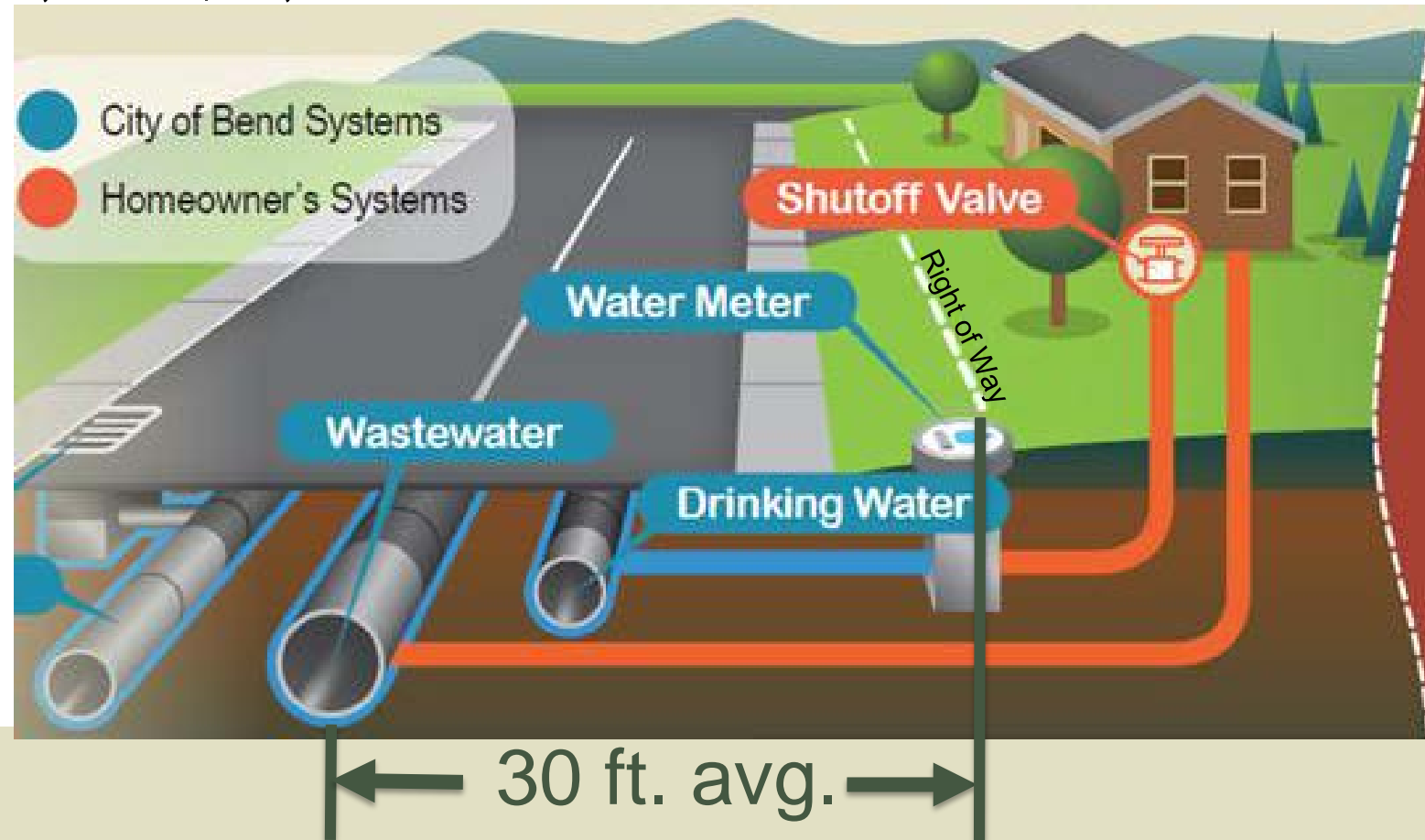
Initial \$10M CIP project investment

- Connects Nottingham to SEI via Desert Woods Drive
- Allows City to retire 2 pump stations
- Connects approx. 60 homes
- High concentration of aging systems
- Approx. \$6M project cost with additional funds remaining to serve another local project in first 2-3 years.

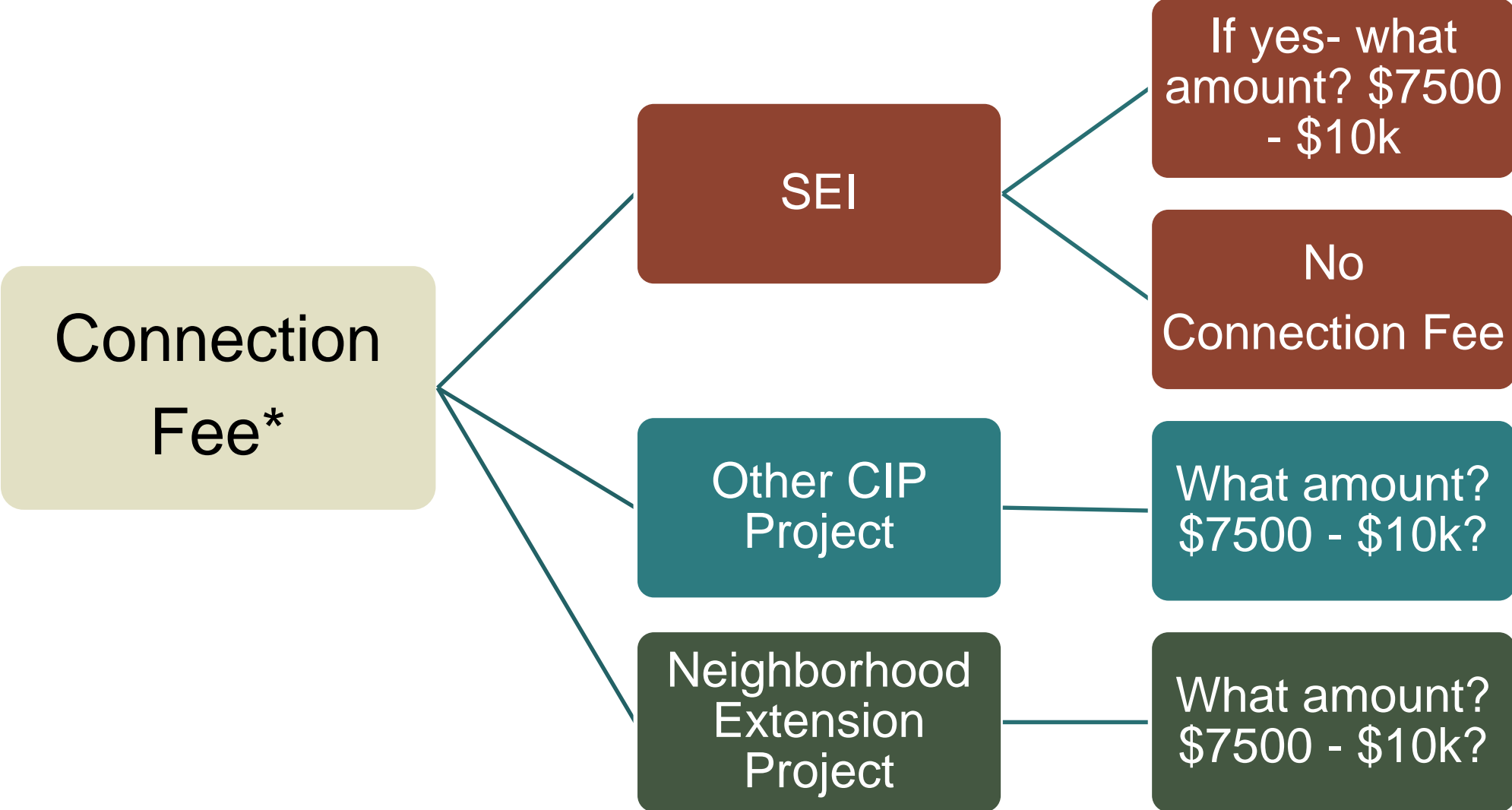
SERVICE CONNECTION FEE



- Residential street right-of-way is typically 60 ft. wide
 - 30 ft. assumed average service
 - SEI Service costs = \$250 - \$350 /ft.
 - Potential Connection Fee = \$7,500 - \$10,000
 - Main line in street - City ratepayers paying \$800-\$2000/ft.

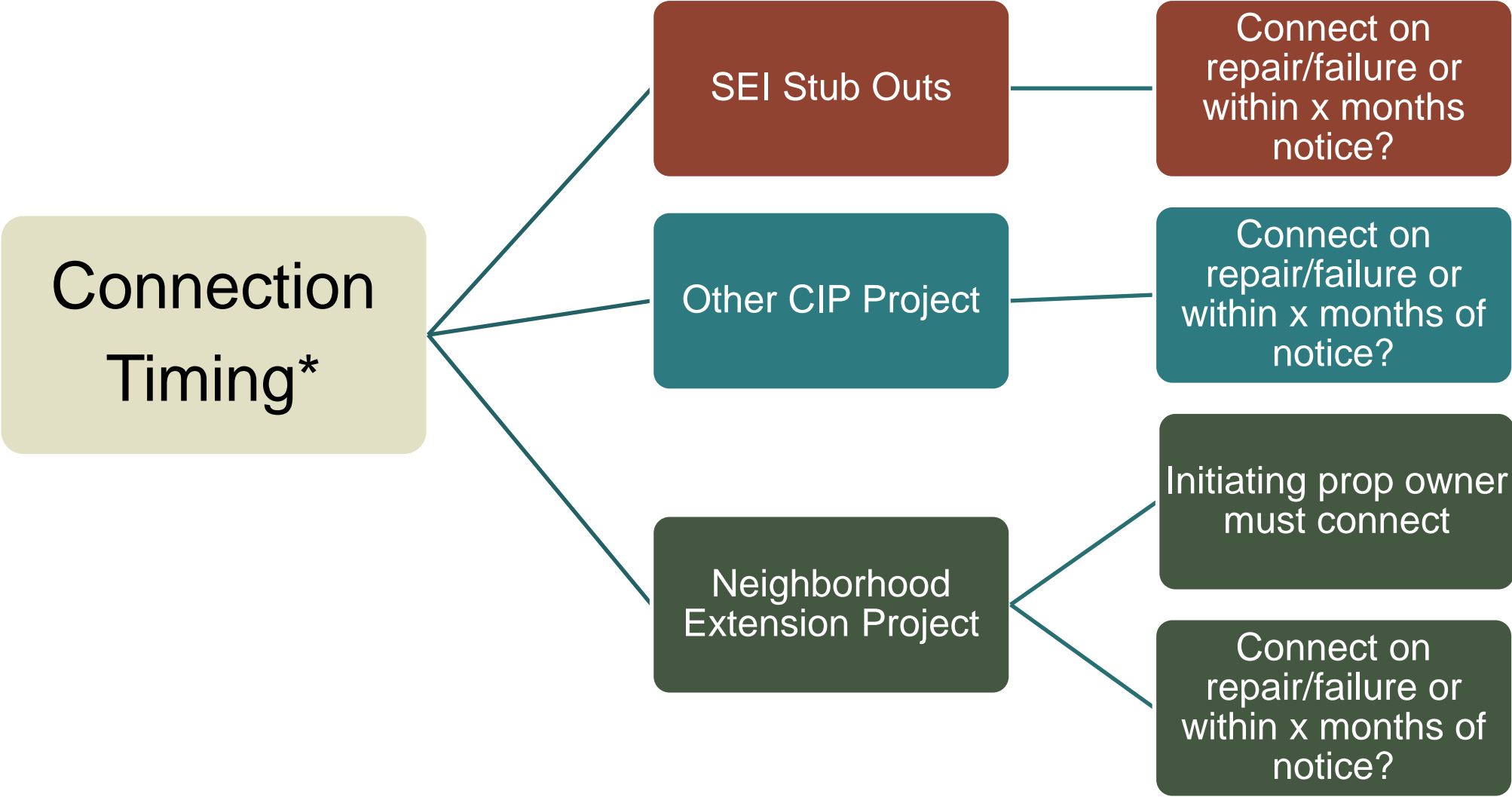


OUTSTANDING ISSUES- DIRECTION FOR 12/5/18



* Assumes all categories pay SDCs in effect at the time of connection. Connection Fee is separate charge to recover partial cost of laterals and reinvest in citywide program.

OUTSTANDING ISSUES- DIRECTION FOR 12/5/18



*Assumes implementation of incentive program of 50% reduction in Connection Fee if connection within year of notice of completion.



- Vote on Motions at tonight's Regular Session
- Direction on outstanding issues at tonight's Regular Session
- Bend Code amendments first reading December 5
- Second Reading December 19