

3/18/88
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AN ORDINANCE ESTABLISHING A WATER AREA
CONNECTION CHARGE AND A WATER AREA IMPACT
CHARGE FOR THE TOWN OF GREENWOOD

BE IT ORDAINED by the Town Council of The Town of
Greenwood, in Council met, in the manner following, to wit:

Section 1. Purpose.

The purpose of this Ordinance is to establish appropriate provisions for the construction and expansion of the water distribution system of the Town and to be assured that the cost of such construction and expansion is borne by those who receive the benefit thereof.

Section 2. Definitions.

(a) Area connection charge shall be that one-time fee, rate, charge or assessment imposed by the Town Council on an owner or owners of a new, remodeled or restored residential, commercial, institutional or industrial structure or structures, or any combination thereof, to which water service is provided or is to be provided by The Town of Greenwood to defray the cost of reviewing, planning, designing, expansion or enlargement, or any combination thereof, of existing water distribution facilities or the cost of planning, designing and construction of new facilities, or any combination thereof, including new wells, said charge to be imposed and paid by the owner at a time or times prescribed by the Town Council.

(b) Area Impact Charge shall be that one-time fee, rate, charge or assessment imposed by the Town Council on an owner of a new, remodeled, restored or enlarged residential, commercial, institutional or industrial structure or structures, or any combination thereof, to which water service is provided or to be provided by The Town of Greenwood which had not previously been served by The Town of Greenwood and which, while not requiring the expansion of the water distribution system or the construction of new facilities, contributes to the decreasing of an adequate reserve for furnishing water service within the area served by The Town of Greenwood and shall be a pro rata share of the use of the capacity of the water distribution system determined by the Town Council based upon the size of the property, the use to which the property is to be put, and the amount determined by the Town Council to be sufficient to compensate The Town of Greenwood for any capital expansion costs required to plan, design, acquire and construct facilities with adequate capacity to serve new users of the water distribution system. The Area Impact Charge shall be payable at a time or times determined by the Town Council.

(c) Water capital reserve account shall mean and include an account established in a bank or trust company into which shall be deposited all funds received from the payment of the area connection charge and area impact charge and from which

funds shall be expended only for the purpose of paying the principal of and interest on any bonds issued for the construction, installation, repair, maintenance or replacement of water lines, the making of emergency repairs, major renovations, or extensions or expansion, or any combination thereof, to the water distribution system, including repairs and renovations to the wells, as determined by the Town Council.

Section 3. Computation of Area Connection Charge.

When it is necessary that new water facilities, except for water distribution lines and service lines, be reviewed, planned, designed, constructed, or any combination thereof, or that existing water facilities be revised, enlarged or expanded because of new, remodeled or restored residential, commercial, institutional or industrial structure or structures, or any combination thereof, the Area Connection Charge shall be eighty percent (80%) of the total cost of such review, planning, design or new construction or eighty percent (80%) of the cost of such review, planning, design enlargement or expansion, it having been determined that the benefit generally to the residents and property owners of The Town of Greenwood of such new, enlarged, or expanded facilities is twenty percent (20%).

When it is necessary that new water distribution pipelines or mains be constructed or installed because of new, remodeled or restored residential, commercial, institutional or industrial structure or structures, or any combination thereof,

the Area Connection Charge shall be eighty percent (80%) of the cost of the engineering construction, installation, or extension of such water distribution pipelines or mains, it having been determined that the benefit generally to the residents and property owners of The Town of Greenwood of such new or extended water pipelines or mains is twenty percent (20%). The total cost of all service lines from the water distribution line to the building to be served shall be entirely that of the owner.

Section 4. Computation of Area Impact Charge.

When a new, remodeled, restored or enlarged residential, commercial, institutional or industrial structure or structures, or any combination thereof, is connected or is to be connected to the water distribution system decreasing the reserve for furnishing water service to the residents and property owners of The Town of Greenwood, although not requiring the construction of new facilities or the expansion or enlargement of existing facilities, the Area Impact Charge shall be the cost of constructing new facilities to serve the number of units of the type and use to be connected to the water distribution system at the time the charge is imposed. The cost of all service lines from the water distribution main to the building to be served shall be entirely that of the owner.