

### System Development Fees

The Davie County Board of Commissioners approved the new system development fee policy January 2, 2018, effective June 30 2018.

System development fees are defined as one-time charges assessed against new development as a way to recover a proportional share of the cost of capital facilities constructed to provide service capacity for new customers connecting to the East Davie Sewer District sewer system. These fees are not assessed against customers who are already connected to the East Davie Sewer District collection system.

Davie County Public Utilities has always assessed a system development fees to new customers and development in Davie County. In October 2017 a new North Carolina general statute 162A Article 8 “System Development Fees” was passed requiring all utilities that charge this fee have a uniform authority or an equal method of calculating the fees. Some of the highlights of this new statute are as follows;

- A system development fee adopted by a local governmental unit under any lawful authority other than this Article and in effect on October 1, 2017, shall be conformed to the requirements of this Article not later than July 1, 2018.
- A system development fee shall be calculated based on a written analysis, which may constitute or be included in a capital improvements plan, and which:
  - a. Is prepared by a financial professional or a licensed professional engineer qualified by experience and training or education to employ generally accepted accounting, engineering, and planning methodologies to calculate system development fees for public water and sewer systems, and
  - b. Documents in reasonable detail the facts and data used in the analysis and their sufficiency and reliability.

Davie County contracted with Raftelis Financial Consultants, Inc. to develop the cost-justified wastewater system development fees for Eastern Davie Sewer District. This report is available on the Davie County website (<http://www.daviecountync.gov/DocumentCenter/View/4245>) Departments >Public Utilities> Eastern Davie Wastewater Information. If you may have any other questions please feel free to contact Johnny Lambert, Director of Public Utilities during normal business hours 8:00AM to 5:00PM at 298 E. Depot Street Mocksville, NC 27028.

