

HAILEY SEWER EXTENSION SERVICES POLICY

January 28, 2008

The City of Hailey has received requests for extension of its municipal sewer services outside of the Hailey city limits. The Hailey City Council believes the extension of its municipal sewer system is appropriate in limited circumstances. The City of Hailey will only consider the extension of its municipal sewer system beyond the Hailey City limits under the following circumstances:

1. There must be capacity in the present sewer collection and treatment system. When measuring capacity in the municipal sewer treatment system, there must be adequate capacity to serve all undeveloped property in Hailey measured at the highest legal density for the undeveloped property.
2. Any extension shall not negatively impact existing users.
3. All new users in an extension shall pay the pro rata cost of connection into the entire municipal sewer system. The pro rata cost of connection shall be calculated by dividing the cost of a normal expansion of the sewer system by the number of units that could be served by such an expansion.
4. All new users in an extension shall pay for all future costs related to upgrades to existing system (*e.g.*, upgrades required by regulatory agencies such as DEQ).
5. All new users in an extension shall pay at least the same user fees charged to Hailey residents.
6. All new users in an extension shall pay at least the same connection fee charged to Hailey residents.
7. The new use seeking an extension shall pay for all infrastructure needed for the extension.
8. The new use seeking an extension shall provide additional consideration (*e.g.*, cash or land) and/or material benefit(s) (*e.g.*, public facility) to the citizens of Hailey. The consideration and benefits shall be determined in the sole and absolute discretion of the City of Hailey.
9. Money paid for sewer upgrades, user fees and connection fees shall be collected and paid into sewer funds. Other consideration may be used for non-sewer purposes.

10. The City Council must find that the extension of the municipal sewer system will not conflict with Hailey's Comprehensive Plan, Municipal Code or other land use polices.
11. Before a new extension is permitted, a written contract shall be entered into between the City and the new user(s), with provisions addressing, among other things, payment of all fees, costs and expenses described herein, termination of services and a consent to annexation pursuant to Idaho Code §50-222, as amended. In addition, any contract shall provide that users of the municipal sewer system outside of the Hailey city limits shall not have any right to vote in Hailey general or special elections. The provisions of the contract shall run with the land to be served by the municipal sewer system.
12. The extension of the municipal sewer system shall only occur if part or all of the property to be served is within the Hailey's Area of City Impact established under Idaho Code §67-6526, as amended.