



# Entrance Charge Program

## June 2020

### ***I. Purpose.***

The Entrance Charge Program is established to create a fund to support the Capital Improvement Program projects.

### ***II. Authority.***

The Entrance Charge Program is established pursuant to authority granted in the District Charter, Private & Special Law 1981, Chapter 103, and as amended

### ***III. Basis of Calculation.***

The Entrance Charge Program is based on the volume of flow generated by the average dwelling unit, determined historically to be 175 gallons per day (gpd). The program uses the flow unit as the basic unit in determining the amount of the charge. As a unit of measurement, the flow unit allows comparison of residential and non-residential uses, so that all categories of projects constructed can be consistently and uniformly assessed their fair portion of the construction, operation and maintenance cost of sanitary sewer facilities.

### ***IV. Applicability of Charge.***

#### **A. General.**

The Entrance Charge Program shall apply to all development connecting to District facilities after the effective date of the Program, which is June 18, 2020 .

#### **B. Vacancy.**

For development or use that has in the past been connected to District facilities, but that has since become vacant:

1. if there is no change in use or flow from an existing property previously connected to District facilities, then the entrance charge connection fee will not apply, regardless of the length of time the property has been out of use;

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2. any significant change in either the nature or quantity of use by a property will subject the property to the Entrance Charge Program.

**C. Change of use.**

For development that has in the past been connected to District facilities, and which is now proposed for a change in occupancy or use, determination of applicability of the entrance charge is made based on a comparison of current use of the property to the proposed change in use:

1. If proposed use is less than or equal to current use, then no entrance charge is assessed;
2. if proposed use is greater than current use, an entrance charge is assessed.

**D. Fractional flows.**

For residential development, the minimum impact of any proposed new development is considered to be one flow unit.

For non-residential development:

1. For new construction or a new use (i.e. not previously existing), the minimum impact of any proposed new development is one flow unit;
2. where it involves an existing building proposed for an increase or change in use:
  - a. when proposed additional flow is less than 90 gallons per day, the minimum impact of the proposed development is one half (0.5) flow unit;
  - b. when proposed additional flow is 90 gallons per day or greater, the minimum impact of the proposed development is calculated as the projected average daily increase in flow (gpd) divided by 175 gallons per day.

**E. Private systems connecting.**

For development served by private systems, connecting directly or indirectly to District facilities an entrance charge will be assessed, in accordance with provisions of this program. Additionally, the private development may be required to install and maintain a wastewater flow-metering device, satisfactory to the District.

**V. Calculation of Entrance Charge.**

**A. General.**

The fundamental consideration in calculating the amount of the entrance charge is the net amount of new flow generated for treatment and disposal by the District, based on the number of flow units proposed by a developer. The rate per flow unit is set forth in schedule G. of the District's currently adopted rate and fee schedule.

- No permit applications will be accepted prior to approval by Planning Board. This does not apply to projects that do not need PB approval.
- Upon permit application, the permit rate will be locked in for one year. Developers will have a year to construct the project and connect to the system.
- "Connection" means sewer line is installed and brought through building foundations. Buildings do not need to be complete or occupied.
- Fees must be paid in full prior to issuance of a permit, connection, inspection, and final approval by BSD.
- If a project is not complete in one year, applicants (developers) must apply for a new permit to complete the project. The current rates at the time of the new application will apply.
- For larger projects making multiple connections, fees for each building or unit may be assessed and collected as each one connects to the system.

**B. Residential development.**

For residential development, each living unit will be viewed as a flow unit:

1. a single-family residence will equate to one flow unit;
2. for multiple-family residential development, each living unit will equate to one flow unit;
3. an accessory apartment is considered one flow unit.

The amount of the entrance charge will then be calculated by multiplying the number of flow units to be developed by the proposed project by the current rate as set forth in schedule G. of the District's adopted rate and fee schedule.

**C. Non-residential development.**

Application for permit to connect to District facilities requires that the applicant present engineering design data, satisfactory to the District, projecting the amount of average daily wastewater flow to be generated by the proposed new development.

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The impact of a proposed development is calculated by dividing the projected new flow (gpd) by 175 gallons per flow unit per day to determine the number of flow units from the proposed project. The amount of the entrance charge connection fee will then be calculated by multiplying the number of flow units to be developed by the proposed project by the current fee as set forth in schedule G. of the District's adopted rate and fee schedule. This is the same as the process for residential development.

**VI. *Use of Proceeds.***

Proceeds of the Entrance Charge Program are dedicated exclusively to support the District's Capital Improvement Program.

**VII. *Petition for Re-calculation.***

**A. *General.***

The entrance charge amount depends on reasonably accurate projection of the amount of new flow to be generated by a proposed development.

Recognizing the difficulty in accurately projecting the quantity of this new flow for non-residential development and anticipating that on occasion actual new flow generated by a non-residential development may differ materially from its projection, this provision sets forth criteria for re-calculation of the entrance charge.

**B. *Criteria.***

This provision will apply only to new non-residential development.

1. Re-calculation of the entrance charge amount may be petitioned once, and only once by the non-residential developer, or ratepayer, or the District.
2. Application for re-calculation will be made in writing to the District no later than the termination date stated in the permit to connect.
3. All rights attending to either party under this provision of the Entrance Charge Program terminate after the termination date.
4. Application for re-calculation will be based on recorded consumption data, over any period up to but not exceeding 3 years of use following connection.
5. Any entrance charge paid at the time the permit to connect was issued which is in excess of the re-calculated entrance charge amount will be refunded by the District to the petitioner, provided that all other conditions pertaining to this provision are satisfactorily met.
6. Any entrance charge re-calculated in an amount greater than the amount of the entrance charge paid at the time the permit to connect was issued will

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be billed to and payable by the developer or ratepayer, in accordance with terms in effect at the time, provided that all other conditions pertaining to this provision are satisfactorily met.

7. A minimum variance of ten percent (10 %) shall apply, below which neither party shall have a right of re-calculation.
8. There will be no refund of entrance charge monies paid by a developer if the entrance charge funds paid have been used by the District for expansion of existing facilities to serve flow that was projected to be generated by the new development.
9. Monies refunded by the District to a developer or ratepayer as a consequence of consumption review and entrance charge re-calculation will be limited to the specific amount paid, and no other consideration (e.g. interest earned) will be provided.
10. It is the responsibility of the petitioner for re-calculation to ensure that all conditions for petition, including the stated time limit, are observed.

**C. Right of Waiver.**

The Board reserves the right to waive any requirement listed or to vacate any conclusion indicated under this provision that is, in its sole discretion, materially mitigated by circumstances specific to the case. This decision by the Board shall be final.

**VIII. Related.**

**A. Inspection.**

The applicant should be aware that inspection of construction in progress by District personnel is absolutely essential. Failure on the part of the developer, the project owner, or the project contractor to notify the District so that inspection as the work proceeds can be scheduled may result in the work having to be re-excavated for inspection, at no cost to the District. In addition, the applicant may be charged for inspection services by the District if they fail to give prior notice.

The applicant should be aware that the permit to connect entitles the applicant to a "reasonable" period of inspection of the work by the District. A reasonable period for purposes of the District permitting and inspection program is up to four (4) hours. Inspection in excess of this amount of time, which may be required due to size and scope of the proposed new project, will occur at the expense of the applicant, in addition to the amount due for the calculated entrance charge.

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**B. Extension.**

The Entrance Charge Program does not cover costs to extend sewers into currently unsewered areas, and that the applicant is responsible for costs of any such extensions necessary to serve the applicant's project, as outlined in the District's Facilities Extension Policy.

**C. Sanitary sewer service piping.**

The Entrance Charge Program does not cover costs to provide sanitary sewer service piping from mainline sewers into property proposed for development, and the applicant is responsible for costs of any such service piping necessary to serve the applicant's project.

**IX. Adoption.**

The Entrance Charge Program was adopted by the District Board of Trustees on October 13, 1993, and as amended on June 18, 2020.

**X. Effective Date.**

The Entrance Charge Program as revised is effective immediately upon adoption, i.e. June 18, 2020 .

**XI. Amendments.**

2020 Revision:

First vote:

May 21, 2020

Second vote:

June 18, 2020