



## TOWN OF KILL DEVIL HILLS

*Land Where Flight Began*

MEMORANDUM

January 9, 2017

TO: Mayor and Board of Commissioners

FROM: Debora P. Diaz, Town Manager 

REF: New Business

### 2. Recommended revision of water initial hook-up fee schedule

At the December 12, 2016 meeting the Board of Commissioners heard a request from Eddie Goodrich on behalf of the developer of the proposed Marriott Town Suites for a revision in the fee structure for initial hook-up fees (IHF) as applicable for hotel/motel units. As currently written, the IHF for hotels/motels is either one IHF (\$4,000) per habitable room, or one IHF per three rooms. Mr. Goodrich requested interpretation of or as it pertained to calculation of the per unit fees.

Staff has reviewed the language in the Town's fee schedule and agrees that based on estimated water usage an IHF adjustment should be made that more accurately reflects the development's effect on the Town's water system. The following strikethrough and underlined addition is recommended to amend the fee schedule as it pertains to initial IHFs for multi-family development:

#### Section 10 – 2016/2017 FY Budget Ordinance

##### Initial Hook-up Fees

###### Multifamily

1. ~~Condos, townhouses, cottage courts, apartments, duplexes, mobile homes and other types of multifamily units one initial hook-up fee per habitable unit.~~
2. ~~Hotel, motels and campgrounds, assisted living, and nursing homes one initial hook-up fee per each habitable unit or one initial hook-up fee per every three units.~~
1. Condos, townhouses, cottage courts, apartments, duplexes, mobile homes and other types of multifamily units – one initial hook-up fee per unit.

2. Hotels and motels, assisted living and nursing homes –
  - a. one initial hook-up fee per each unit that provides independent living accommodations including separate areas for 1. sleeping (bedroom); 2. bathing and waste disposal (bathroom); and, 3. food preparation with cooking facilities (kitchen or kitchenette).
  - b. Efficiency or kitchenette unit including hotel or motel units that provide an area for food preparation with cooking facilities (kitchen or kitchenette) but without a separate sleeping area (bedroom) calculated at one initial hook-up fee for every two units.
  - c. Standard room without food preparation and cooking facilities (kitchen) calculated at one initial hook-up fee for every three units.

Staff recommends the Board of Commissioners approve this amendment to the initial water initial hook-up fee schedule for multi-family development as presented and a motion will be in order.