RESOLUTION TO ADOPT AN UPDATED SUPPORTING ANALYSIS FOR SYSTEM DEVELOPMENT FEES AND SELECT THE CALCULATION METHODS FOR SYSTEM DEVELOPMENT FEES

WHEREAS, pursuant to Article 8 of Chapter 162A of the North Carolina General Statutes, the Public Water and Sewer System Development Fee Act (the "Act"), a local government may charge system development fees for new development in accordance with the Act; and

WHEREAS, the Act provides that prior to considering the adoption of a system development fee, a system development fee supporting analysis must be written, with public comment solicited; and

WHEREAS, the Act requires that a system development fee supporting analysis be updated at least every five years; and

WHEREAS, the previous system development fee supporting analysis concerning the water and sewer system owned by Union County was conducted in 2023; and

WHEREAS, Union County has procured and published a written updated system development fee supporting analysis in accordance with N.C.G.S. §§ 162A-205 and 162A-209, including providing a means to submit written comments for consideration by the preparer of the updated analysis for possible modifications or revisions; and

WHEREAS, Union County has published and posted a notice of a public hearing for June 2, 2025, and held such hearing on this date, prior to consideration of adoption of the updated system development fee supporting analysis, selection of system development fee calculation method, and adoption of system development fees; and

WHEREAS, as set forth herein, the Board adopts the updated system development fee supporting analysis and elects the calculation methods as the predicates for water and sewer system development fees; and

WHEREAS, the Board plans to adopt system development fees pursuant to the system development fee supporting analysis and calculation methods adopted and selected herein as part of Union County's Fiscal Year 2026 budget.

NOW THEREFORE, BE IT RESOLVED by the Union County Board of Commissioners as follows:

- 1. The Board adopts and approves the updated system development fee supporting analysis prepared for Union County by Stantec Consulting Services, Inc., attached as Exhibit A hereto, in accordance with N.C.G.S. § 162A-209.
- 2. Based upon planned expansion of certain water capacity infrastructure, the Board elects the incremental cost method as the predicate for Union County's water system development fees. The calculated maximum water system development fee under the updated analysis using the incremental method calculation is \$4,669 per equivalent residential unit ("ERU").
- 3. Based upon limited sewer capacity and planned expansion of certain sewer infrastructure, the Board elects the incremental cost method as the predicate for Union County's sewer system development fees. The calculated maximum sewer system development fee under the updated analysis using the incremental cost method is \$10,800 per ERU.
- 4. This Resolution is effective upon adoption.

Adopted this the 2nd day of June, 2025.

| ATTEST: | |
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| Lynn G. West, Clerk to the Board | Melissa Merrell, Chair Union County Board of Commissioners |