

EQUAL NON-RESIDENTIAL STREET LIGHTING FEE FOR ALL



Current Street Lighting Fee Philosophy



Businesses

Churches

Schools

Businesses, Churches, and Schools Pay Based On Frontage
(90 ft. of Frontage = \$3.25)

Proposed Street Lighting Fee Philosophy



Businesses

Churches

Schools

Businesses will pay \$28.08 annually
(\$2.34 x 12 months) when
they renew a business license.

Churches and schools will pay \$2.34
per month on their individual utility bill.

Why change the billing method for businesses?

The business license system provides a more accurate and efficient means to make sure every business is charged the exact same fee. **Home-occupied businesses will only be charged one street lighting fee through their normal monthly utility bill.**

Why will churches and schools still be billed on their individual utility accounts?

Each church and school property has their own utility account and does not have to obtain a business license from the City to legally operate. As such, the best way to assess a fee to every church and school in Orem is through their utility bill.

Open House

January 24, 2019 6-8pm
City Council Chambers



Community News & Information
56 North State Street
Orem, UT 84057

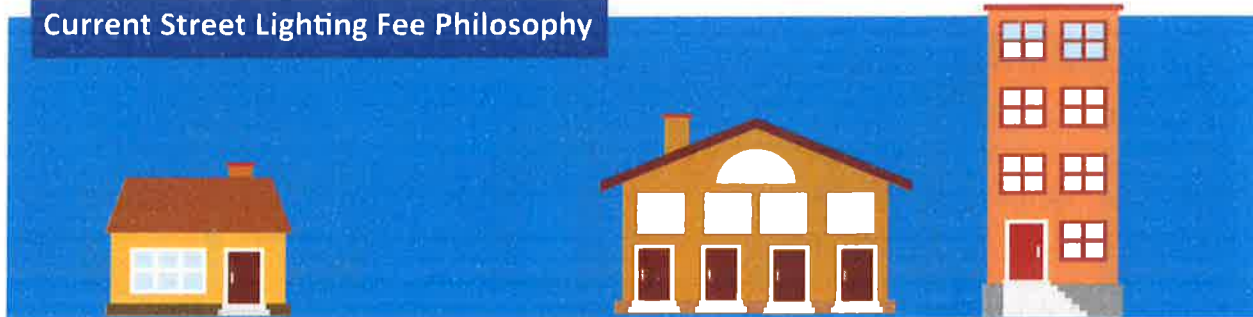
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PERMIT NO. 8

EQUAL RESIDENTIAL STREET LIGHTING FEE FOR ALL



Current Street Lighting Fee Philosophy



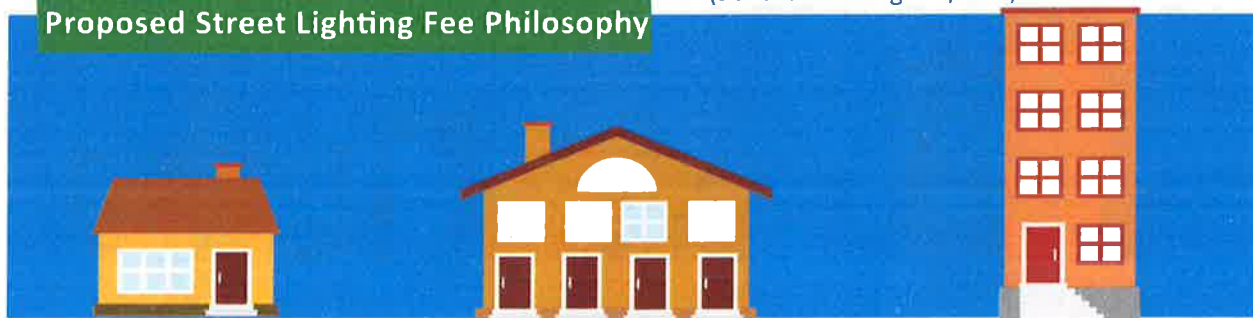
Single Family Home

\$3.25 per month

Multi-Unit Complexes

Multi-Unit Complexes Pay Based On Frontage
(90 ft. of Frontage = \$3.25)

Proposed Street Lighting Fee Philosophy



Single Family Home

\$ 2.34 per month
(Fee is reduced)

4-Plex

\$ 2.34 x 4 units
= \$9.36 per month

12-unit Apartment Complex

\$ 2.34 x 12 units
= \$28.08 per month

What is the street lighting fee?

The proposed operations lighting fee of \$2.34 is the monthly fee used to pay for the ongoing operations and maintenance of the City street lighting system. The fee will be billed every month to all residential living units within the City boundaries. The ability to safely drive and walk in the City at night is the basis for charging every living unit the same fee.

Why the street lighting fee?

EQUALITY

All residents in the City of Orem benefit from the street lighting system. Street lights enhance the safety, security, walkability, and drivability in the City. In recent years, single-family homes have been paying the majority of the costs associated with the street lighting system. This modified fee structure broadens the billing base where every residential unit pays the same amount.

OPERATIONS & MAINTENANCE

The current street lighting fee of \$3.25 is used to pay for the costs associated with the construction of the street lighting system. As this capital investment is paid, a modified fee needs to be created to pay for the system's ongoing expenses. Thus, a fee of \$2.34 will be used for the operations and maintenance of City street lights.

When will this change take effect?

If the City Council approves these changes, the fee schedule will be implemented over a four-year period starting on July 1, 2019.

Find out more by visiting utilities.orem.org