



PROFESSIONAL SERVICES AGREEMENT FOR IMPACT FEE UPDATE

RS-25-120

July 15, 2025

Background and Findings

- ❑ In 2019, the City of Killeen retained Kimley-Horn and Associates, Inc. (Kimley-Horn) for the purpose of completing a study for the potential implementation of impact fees to fund a portion of the costs for water and wastewater system capital improvements required to serve new development.
- ❑ On April 13, 2021, the City Council adopted Ordinance 21-015, which implemented water and wastewater impact fees in the city effective April 14, 2021.
- ❑ On April 1, 2025, the City Council adopted the 2025 Water and Wastewater Master Plan.

Background and Findings

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- With the adoption of this new master plan, an update to the 2021 impact fees is needed to incorporate a new capital improvements plan and a current pricing structure.
- Kimley-Horn submitted a professional services agreement (PSA) to update the City's Water and Wastewater Impact Fees for a fee of \$132,920.
- Based on Kimley-Horn's work on the original impact fee structure, staff is confident that Kimley-Horn's update will greatly enhance the funding capacity of the impact fees.

Recommendation

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- City Council authorize the City Manager, or designee, to execute a Professional Services Agreement with Kimley-Horn to update the City's Water and Wastewater Impact Fees, in the amount of \$132,920 and authorize the City Manager, or designee, to execute any and all change orders within the amounts set by State and Local law.