



Town of Hilton Head Island

Town Council Workshop

**Tuesday, September 30, 2025, 1:00 PM
1 Town Center Court, Hilton Head Island, SC
Benjamin M. Racusin Council Chambers**

The meeting can be viewed on the [Town's YouTube Channel](#), the [Beaufort County Channel](#), and Spectrum Channel 1304.

- 1. Call to Order**
- 2. Adoption of the Agenda**
- 3. Workshop Discussion**
 - a. Stormwater Utility Program Update**
- 4. Public Comment - Non Agenda Items**
- 5. Adjournment**

FOIA Compliance: Public notification of this workshop has been published, posted, and distributed in compliance with the South Carolina Freedom of Information Act and the requirements of the Town of Hilton Head Island.

In accordance with the requirements of Title II of the Americans with Disabilities Act of 1990 ("ADA"), the Town of Hilton Head Island will not discriminate against qualified individuals with disabilities on the basis of disability in its services, programs, or activities. Auditory accommodations are available. Any person requiring further accommodation should contact the Town of Hilton Head Island ADA Coordinator as soon as possible but no later than 48 hours before the scheduled event.

Municipal Association of South Carolina (MASC) Civility Pledge:
"I pledge to build a stronger and more prosperous community by advocating for civil engagement, respecting others and their viewpoints, and finding solutions for the betterment of my city or town."



TOWN OF HILTON HEAD ISLAND

Town Council

TO: Town Council
FROM: Shawn Leininger, AICP, Deputy Town Manager
Shawn Gillen, Interim Assistant Town Manager
Jeff Netzing, P.E., Engineering & Public Projects Director
John Troyer, Finance Director
CC: Marc Orlando, ICMA-CM, Town Manager
DATE: September 23, 2025
SUBJECT: Stormwater Utility Program Workshop

SUMMARY:

To advance discussion and direction on the topic of the FY2026-2030 Stormwater Utility Program and funding, Town Staff will provide the attached draft presentation at the Town Council Workshop on September 30, 2025. This presentation will review the following topics:

1. FY2026-2028 Strategic Action Plan Priorities
2. Overview of Funding Source, Revenues, and Balances
3. Status of Current FY2026 Stormwater Capital Improvement Program (CIP) Projects
4. Planned FY2027-2030 Stormwater CIP Projects
5. Funding Options to Support Planned Stormwater CIP Projects

Town Staff anticipates a collaborative discussion with Town Council, to better understand and how to best advance planned Stormwater Utility Program initiatives in accordance with the FY26-28 Town Council Strategic Action Plan.

ATTACHMENTS:

1. Stormwater Utility Program Workshop Presentation (Draft)



TOWN OF HILTON HEAD ISLAND

Stormwater Utility Program Workshop

Town Council | September 30, 2025

Agenda

1. FY2026-2028 Strategic Action Plan Priorities
2. Overview of Funding Source, Revenues, and Balances
3. Status of Current FY2026 Stormwater CIP Projects
4. Planned FY2027-2030 Stormwater CIP Projects
5. Funding Options to Support Planned Stormwater CIP Projects
6. General Discussion





FY2026-2028 Strategic Action Plan Priorities



Strategic Action Plan Goals



1. Protect Island Character Through Managing Growth

Preserve Hilton Head Island's unique environmental, cultural, and community character through thoughtful and intentional management of growth. Align land use policies, regulatory tools, community design standards, and preservation strategies to guide future development — ensuring it reflects the values and expectations of the Island's residents while enhancing long-term quality of life.



2. Invest in Stormwater Management Infrastructure

Protect the Island's environmental quality, community resilience, and public safety by upgrading and maintaining a high-performing, island-wide stormwater system that adapts to changing conditions, leverages regional coordination, and aligns with Town priorities.



3. Enhance Major Corridors and Streets

Enhance major corridors and streets to improve safety, mobility, aesthetics, and overall quality of life for residents, businesses, and visitors. Address critical infrastructure needs, improve quality of life, and support economic vitality by investing in coordinated improvements to Hilton Head Island's corridors and transportation network.



4. Enhance Public Safety Readiness and Facilities

Ensure a comprehensive, modern, and community-driven public safety system for Hilton Head Island that proactively addresses emergency response, code enforcement, public space management, and law enforcement needs.



5. Support Economic Development and Business Recruitment and Retention

Foster a thriving economy recruiting high-quality jobs, retaining local businesses, supporting entrepreneurship and small businesses, and enhancing tourism and cultural assets. Align investments and partnerships to strengthen economic resilience and sustain the Island's unique character and community vibrancy.





Strategic Action Plan Goals



6. Reinforce Island Resilience

Reinforce Hilton Head Island’s environmental, economic, and community resilience to prepare for and recover from future shocks and stressors, including weather events, environmental pressures, and natural disasters.



7. Preserve, Protect, and Celebrate Gullah Geechee Culture and Heritage

Preserve, protect, and celebrate the cultural heritage, historic neighborhoods, and contributions of the Gullah Geechee community through intentional policy development, targeted investment, intergovernmental collaboration, and community-driven planning and implementation.



8. Advance Workforce Housing Opportunities

Enhance workforce housing opportunities through a balanced and long-term approach that supports economic vitality and community well-being.



9. Protect and Enhance Environmental Sustainability

Protect and enhance Hilton Head Island’s natural environment through resilient, responsible, and innovative practices that preserve our unique ecosystem and ensure long-term sustainability for future generations.



10. Enhance Community Well-being Through Implementation of the Parks and Recreation Master Plan and Program Enhancements

Enhance the Town’s park system, program, and recreational amenities to promote health, connectivity, environmental sustainability, and a high quality of life for all Hilton Head Island residents and visitors, through a community-driven, resilient, and environmentally responsible approach.





GOAL #2

Invest in Stormwater Management Infrastructure

Protect the Island's environmental quality, community resilience, and public safety by upgrading and maintaining a high-performing, island-wide stormwater system that adapts to changing conditions, leverages regional coordination, and aligns with Town priorities.

Strategy

Modernize stormwater infrastructure through capital investments, strategic program evaluation, funding partnerships, and improved system management. Ensure the Stormwater Utility (SWU) Program is sustainable, fair, and effective in mitigating flood risk, enhancing water quality, and supporting resilient growth.

Action Items

		FY26	FY27	FY28
2.1	Conduct a comprehensive Stormwater Utility Program assessment of Town, County, State and private systems infrastructure to improve operations, system management, and storm preparedness and recovery	✓	✓	✓
2.2	Prioritize capital project investment in stormwater infrastructure	✓	✓	✓
2.3	Prepare an Island Wide Stormwater Master Plan	✓	✓	✓
2.4	Assess the SWU reserves, revenues and stormwater utility rate and revenue model to support Town funding priorities	✓	✓	✓
2.5	Develop a funding strategy with local, regional, state, and federal agencies	✓	✓	✓



GOAL #2

Invest in Stormwater Management Infrastructure

Key Performance Indicators

- ☐ Number and total value of stormwater capital projects implemented annually
- ☐ Completion of SWU program assessment and prioritization framework
- ☐ Completion of updated SWU rate model adopted and aligned with capital needs
- ☐ Amount of external funding secured from federal, state, or regional sources
- ☐ Frequency and coverage of stormwater system inspections and maintenance
- ☐ Reduction in flood events or drainage complaints in targeted areas



Overview of Funding Source, Revenues, and Balances



Stormwater Utility Fund – Funding and Collection Rate Overview

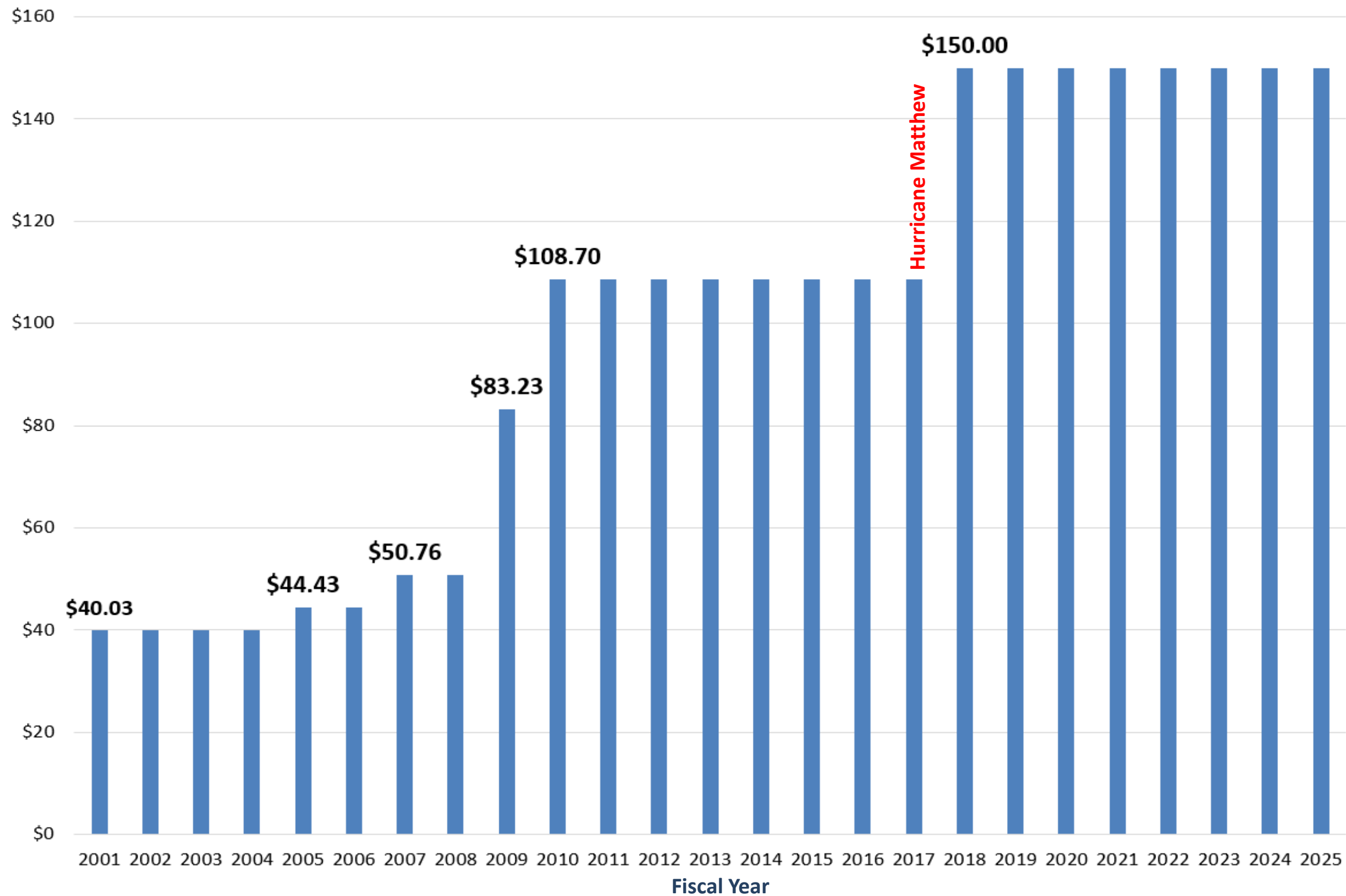
- The Stormwater Utility (SWU) formed in 2001 to provide a funding source for addressing stormwater deficiencies throughout Beaufort County.
- Beaufort County collects the fees annually and includes the fee on annual property tax bills.
- The Town sets the base Single-Family Unit (SFU) rate and determines the rate structure to be utilized. The Town is afforded an opportunity to adjust the SFU rate annually, based on the SWU IGA with Beaufort County.
- The SFU is set based on 4,906 square feet of impervious area. Fees for various parcel categories are calculated based on the base rate per the chart to the right.
- Fees for Commercial properties vary based on parcel size and total measured impervious area.
- The Current SFU rate of **\$150.00** is determined based on 3 components:
 - Administrative Fee Component (**AFC**) \$ 24.00
 - Impervious Area Component (**IAC**) \$ 105.00
 - Gross Area Component (**GAC**) \$ 21.00

	Calculation	Annual Fee
Single Family Units		
Tier 1 (< 2522 ft²)	0.5 SFU	\$ 75.00
Tier 2 (2522 ft² to 7265 ft²)	1.0 SFU	\$ 150.00
Tier 1 (> 7265 ft²)	1.5 SFU	\$ 225.00
Other Residential		
Mobile Homes, per unit	0.36 SFU	\$ 54.00
Apartments, per unit	0.39 SFU	\$ 58.50
Townhouses, per unit	0.60 SFU	\$ 90.00
Condominiums, per unit	0.27 SFU	\$ 40.50
Commercial	AFC + IAC*(IA/4,906) + GAC*Gross Area	varies
Impervious Area (IA) is measured in square feet. Gross Area is measured in acres, rounded up to the nearest full acre.		



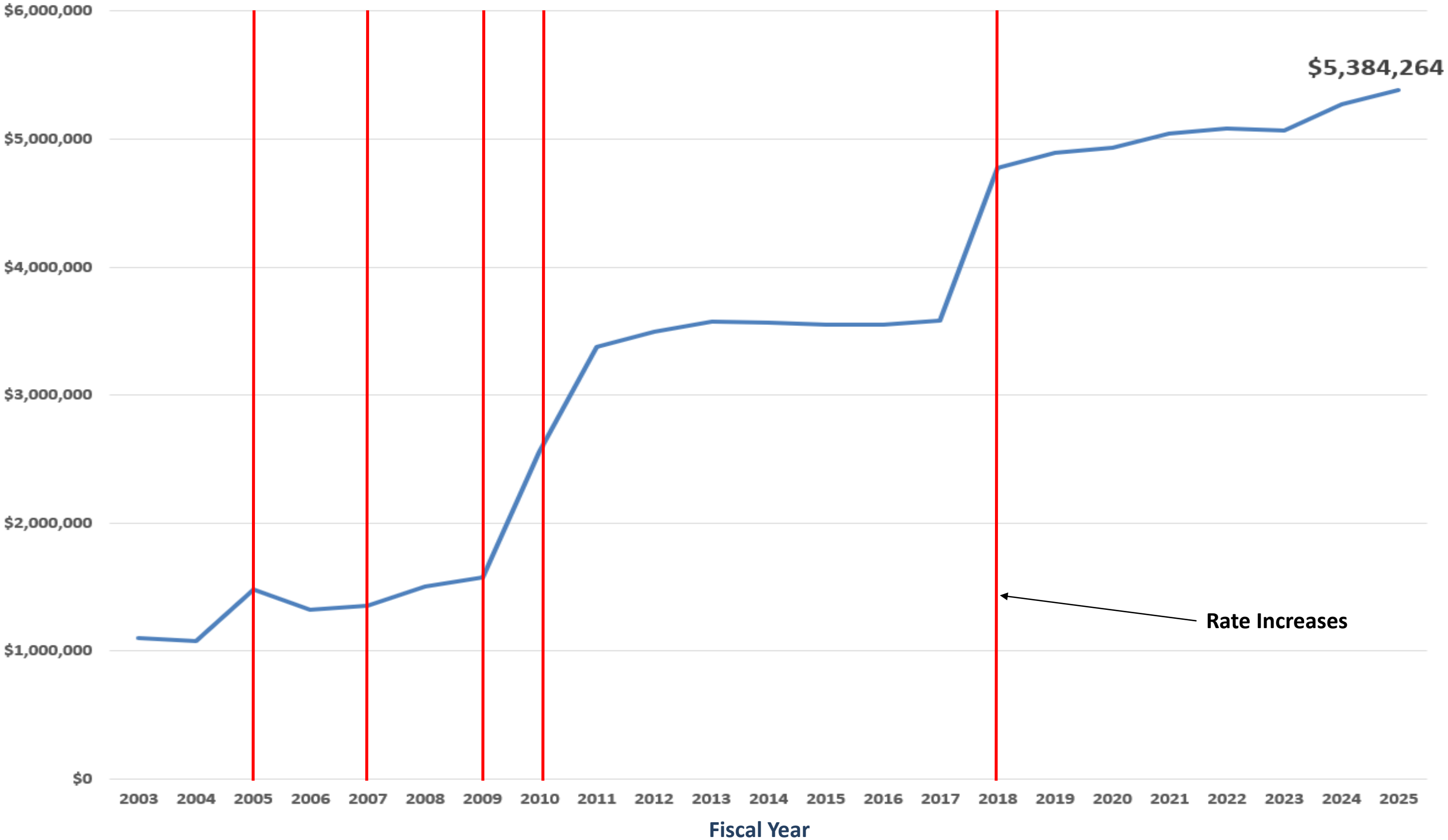
Stormwater Utility Fund – Single Family Unit (SFU) Rate History

- The Stormwater Utility was formed in 2001
- There have been five rate increases since 2005
- The current SFU rate is \$150
- The last increase, following Hurricane Matthew, was approved eight years ago (38% increase)
- No change in the rate was proposed for FY2026
- Current SFU rates for the four other SWU member entities:
 - Beaufort County: \$100
 - City of Beaufort: \$135
 - Town of Port Royal: \$ 60
 - Town of Bluffton: \$115



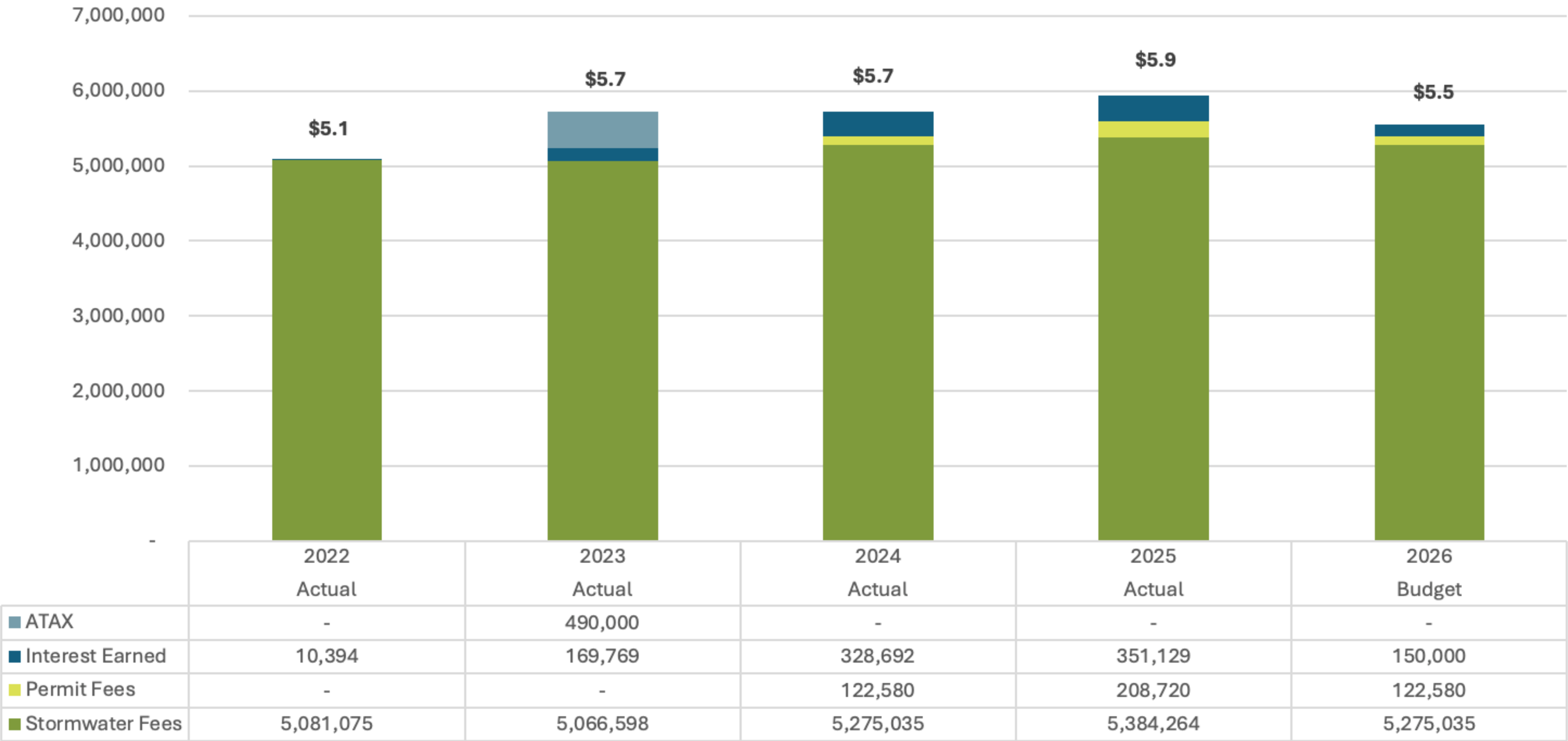


Stormwater Utility Fund – Revenue History





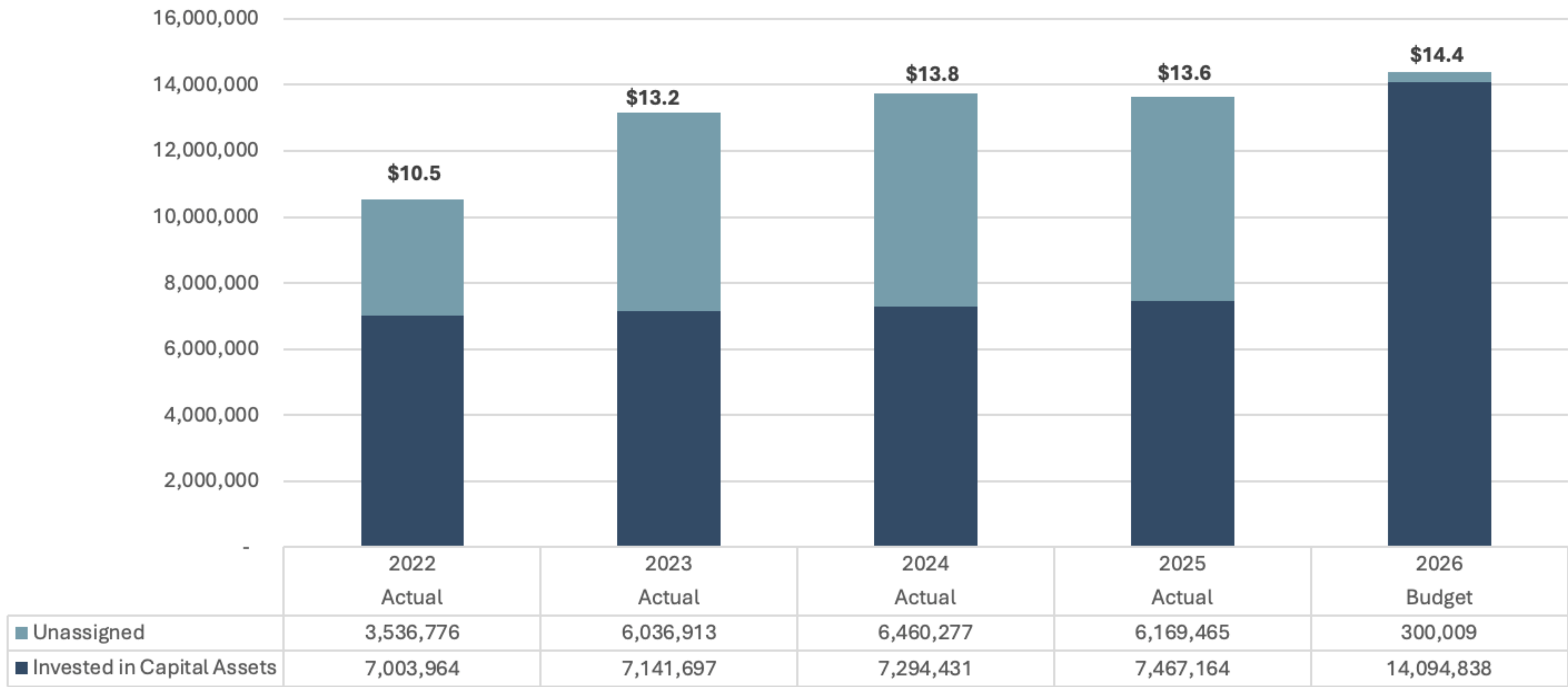
Stormwater Fund Revenues History



>> The Stormwater fee brings in just over \$5 million annually – all operating & maintenance costs are covered by these fees.

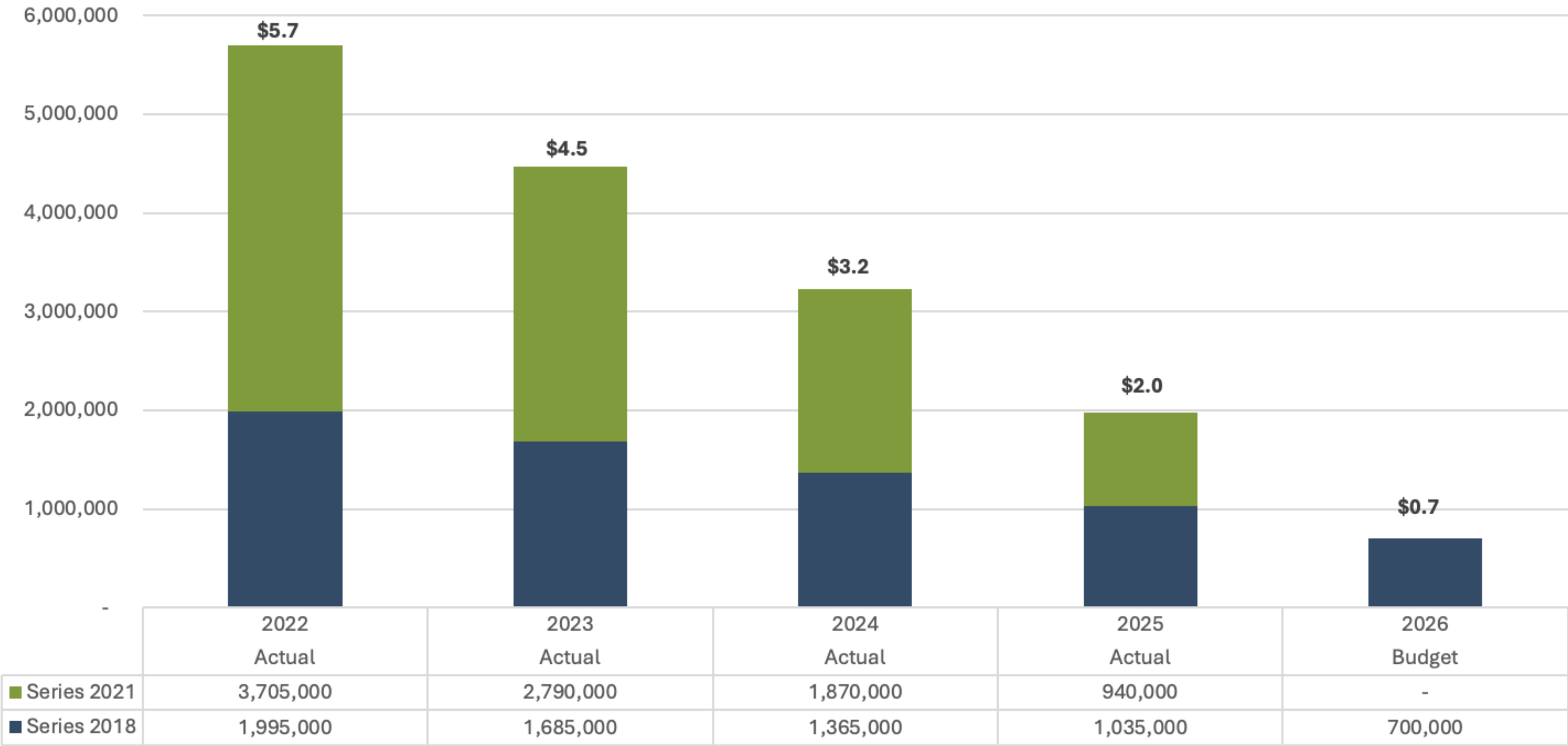


Stormwater Fund Balance History





Stormwater Debt Outstanding History





FY 2026 Proposed CIP Uses of Funds

Use of Funds	FY 2023 Actual	FY 2024 Actual	FY 2025 Revised Budget	FY 2026 Proposed Budget	FY26 to FY25 Budget \$ Change	FY26 to FY25 Budget % Change	% of Budget
Beach Program	\$ 1,153,510	\$ 2,404,079	\$ 21,599,000	\$ 48,820,000	\$ 27,221,000	126.03%	62.84%
Pathway Program	312,853	1,527,321	5,500,000	1,650,000	(3,850,000)	-70.00%	2.12%
Roadway Program	4,361,824	2,770,550	10,317,218	5,079,500	(5,237,718)	-50.77%	6.54%
Park Program	1,396,152	2,323,598	19,815,273	10,636,000	(9,179,273)	-46.32%	13.69%
Facility & Equipment Program	5,036,029	3,623,957	8,402,291	4,721,000	(3,681,291)	-43.81%	6.08%
Stormwater Program	133,993	1,088,427	2,193,310	6,350,880	4,157,570	189.56%	8.17%
Fleet Program	480,489	1,071,075	11,750,707	180,000	(11,570,707)	-98.47%	0.23%
Land Acquisition & Administration	7,826,584	12,019,174	3,225,000	250,000	(2,975,000)	-92.25%	0.32%
Housing	120,851	-	-	-	-	0.00%	0.00%
Transfers Out to Housing	-	350,000	-	-	-	0.00%	0.00%
Debt Service	-	220,558	-	-	-	0.00%	0.00%
Total Use of Funds	\$ 20,822,285	\$ 27,398,738	\$ 82,802,799	\$ 77,687,380	\$ (5,115,419)	-6.18%	100.00%



Status of Current FY2026 Stormwater CIP Projects



FY 2026 CIP Project Dashboard [\(https://hiltonheadislandsc.gov/cip/\)](https://hiltonheadislandsc.gov/cip/)

Capital Project Dashboard

The Capital Project Dashboard can be used by the general public and other interested parties to review the status of capital projects.

Adjust the filters or current map extent to refine the results

Type

☐ Beach

☐ Facilities and Equipment

☐ Fleet

☐ Land Acquisition

☐ Parks

☐ Pathways

☐ Roadways

☒ Stormwater

Reset

Select all

Phase

☐ Planning

☐ Design

☐ Construction

Fiscal Year

FY26

Type

☐ ATAX Beach Fee

Active Projects

17

75 Helmsman Way Drainage Improvements

Stormwater

Arrow Road Laydown Yard Improvements

Stormwater

Bryant Pond Restoration

Stormwater

Central Island Pump Station overhaul and Resiliency Improvements

Stormwater

Cordillo Courts Drainage Improvements

Stormwater

Gum Tree Channel Capacity Improvements at Chinaberry Crossing

Stormwater

Gum Tree Road Drainage Improvements

Stormwater

Jarvis Creek Outfall

Stormwater

Jarvis Creek Pump Station - Pump Replacements

Stormwater

Main Street Drainage Improvements

Stormwater

Moonshell Road/ Folly Field Neighborhood Drainage Improvements (25 Moonshell Road)

Stormwater

Old Woodlands - 26 Indian Trail Improvements

Stormwater

Palmetto Hall Outfall Improvements

Stormwater

Map of Hilton Head Island showing project locations

Esri, TomTom, Garmin, SafeGraph, METI/NASA, USGS, EPA, USDA, USFWS | Esri

Powered by Esri

1 of 17

75 Helmsman Way Drainage Improvements

Project ID:

On Budget

On Schedule

Description

Replacement of existing pipes with larger, elevated piping systems equipped with backflow prevention devices to address known drainage deficiencies and enhance system resilience.

Fiscal Year

FY26

Budget

\$50,000

Estimated Start Date

July 2025

Estimated End Date

June 2026

Funding Source

Stormwater Utility Fee

Spent to Date

\$0

Actual Start Date

N/A

Actual End Date

N/A

Phase

Planning

Design

Construction

Complete

Status

Assessment and planning underway

Contact

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Additional Information

Last edited by kelliu@hiltonheadislandsc.gov_hiltonhead on 7/1/2025, 3:00 PM.

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FY 2026 Stormwater CIP Projects Overview

- Current Status of Stormwater CIP Projects
 - Planning 5 Projects
 - Design 8 Projects
 - Construction 4 Projects
- Project Delivery Challenges & Opportunities
 - Easement / right-of-way acquisition
 - Contractor availability / capacity
 - Staff capacity to manage projects





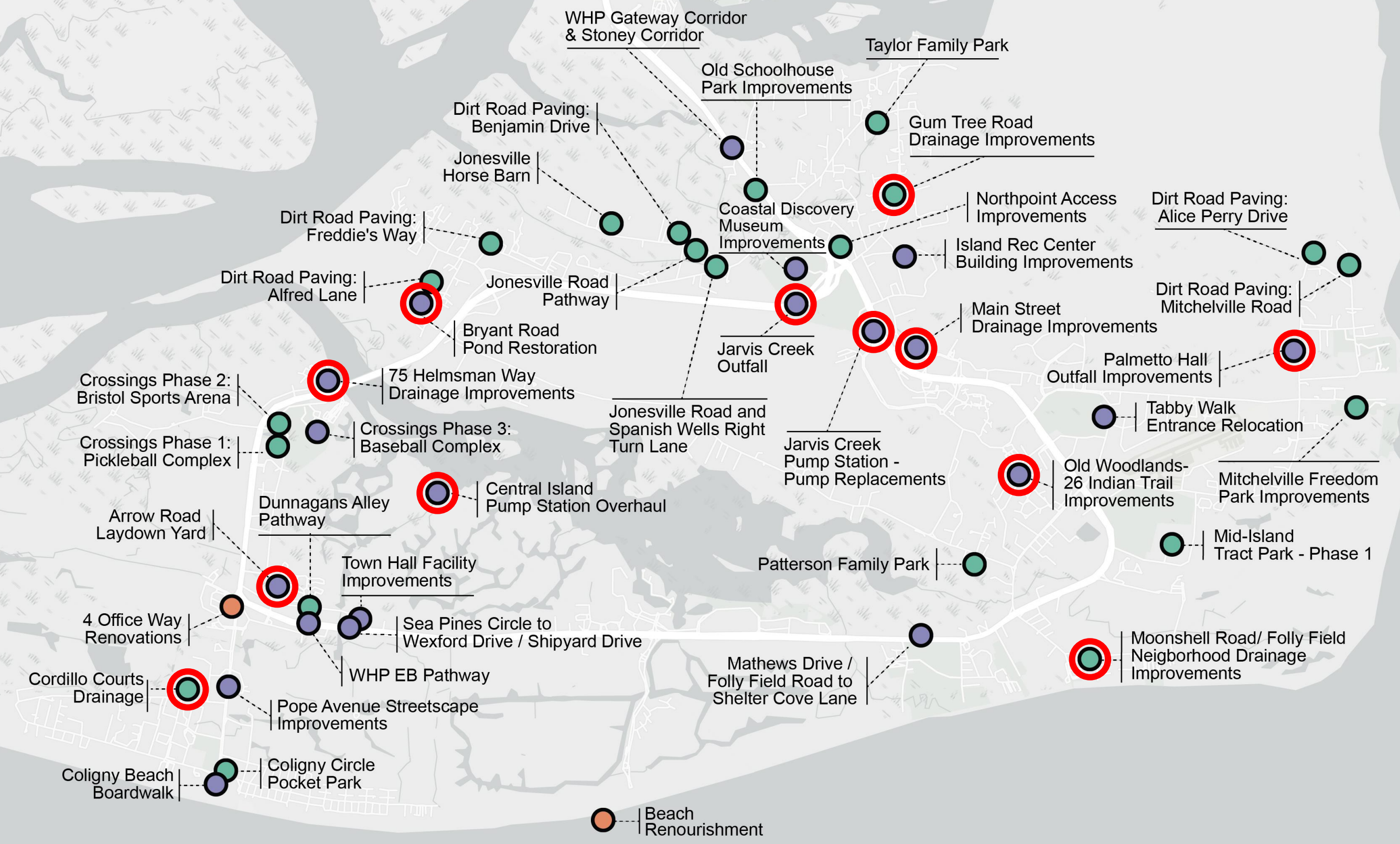
FY 2026 CIP Project Map – Current Project Status

Project Phase

Construction

Design

Planning





FY 2026 Stormwater Program Capital Improvement Projects

Project Name	FY26 Budget	Status	Project Description
Stormwater Maintenance & Improvement Program *	\$ 1,800,000	Construction	Public System Corrective Maintenance Projects
Stormwater Maintenance Agreement Program *	\$ 2,000,000	Construction	Agreements Program Projects and Reimbursements
Moonshell Road / Folly Field Neighborhood Improvements	\$ 60,000	Design	Improve ditch capacity within the neighborhood and increase pipe and ditch capacity downstream
75 Helmsman Way Drainage Improvements	\$ 50,000	Planning	Increase pipe capacity and install tidal backflow prevention devices
Bryant Road Pond Restoration	\$ 25,000	Planning	Remove organics and sediment from shallow lagoons and connect the pond to the outfall with a new pipe
Cordillo Courts Drainage Improvements	\$ 95,880	Design	Install a new piped system to address road ponding issues adjacent to the tennis courts
Gum Tree Road Drainage Improvements	\$ 120,000	Design	Adding new pipe connections and improving ditches in several locations between School Drive & Wild Horse Rd
Jarvis Creek Outfall	\$ 50,000	Design	Installing new backflow preventive devices in two locations underneath the Cross Island Parkway
Jarvis Creek Pump Station - Pump Replacements	\$ 300,000	Planning	Replacing one of four existing pumps approaching the end of their useful life
Main Street Drainage Improvements	\$ 50,000	Planning	Pipe cleaning and video inspection
Old Woodlands-26 Indian Trail Improvements	\$ 80,000	Design	Install pipe and improve ditch connections adjacent to Aquatera
Palmetto Hall Outfall Improvements	\$ 150,000	Design	Install new pipe and backflow prevention devices to mitigate risk of roadway and structure flooding in the upstream system
Water Level Monitoring	\$ 75,000	Construction	Install devices to dynamically monitor water surface elevations to aid in pre-storm preparation and to inform future CIP design
Weather Monitoring	\$ 50,000	Construction	Install weather stations to provide real-time data during storm events and to inform future CIP design
Central Island Pump Station Overhaul and Resilience Improvements	\$ 750,000	Design	Install new infrastructure and replace aging infrastructure at this critical facility located between Wexford and Log Cove Club.
Gum Tree Channel Capacity Improvements at Chinaberry Crossing	\$ 120,000	Design	Improve capacity and address public safety concerns at the roadway culvert crossing
Arrow Road Laydown Yard Improvements	\$ 75,000	Planning	Install rock in the yard to address chronic roadway tracking issues
Total	\$ 6,350,880		Including the \$500,000 Stormwater Program contingency



Planned FY2027-2030 Stormwater CIP Projects

FY2027-2030 Stormwater CIP Projects Overview

- Major investment in stormwater infrastructure is needed to preserve and enhance public safety and protect property
- Project scopes and costs are not yet fully realized for all fiscal year 2027-2030 projects
- Town considerations for project delivery include:
 - Prioritization
 - Scope
 - Schedule
 - Phasing
 - Cash versus debt
- Challenges and opportunities moving forward
 - Easement acquisition
 - Contractor availability / capacity
 - Staff capacity to manage projects



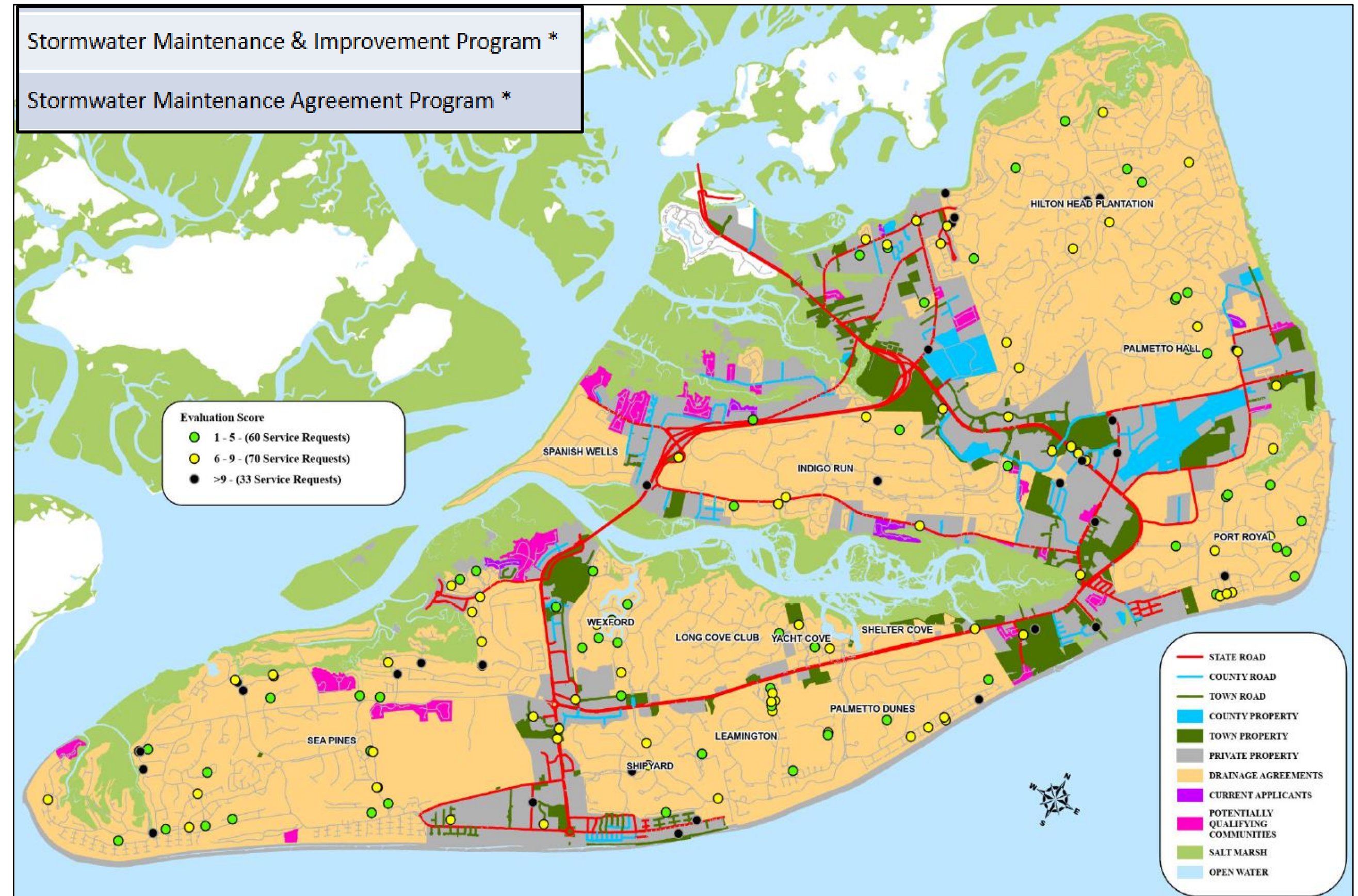


Stormwater Program Planned Capital Improvement Projects

Project Name	FY26	FY27	FY28	FY29	FY30	5-Year Total
Stormwater Maintenance & Improvement Program *	\$ 1,800,000	\$ 1,200,000	\$ 1,200,000	\$ 1,200,000	\$ 1,200,000	\$ 6,600,000
Stormwater Maintenance Agreement Program *	\$ 2,000,000	\$ 1,800,000	\$ 1,900,000	\$ 2,000,000	\$ 2,100,000	\$ 9,800,000
Moonshell Road / Folly Field Neighborhood Improvements	\$ 60,000	\$ 900,000				\$ 960,000
75 Helmsman Way Drainage Improvements	\$ 50,000	\$ 120,000	\$ 550,000			\$ 720,000
Bryant Road Pond Restoration	\$ 25,000	\$ 30,000				\$ 55,000
Cordillo Courts Drainage Improvements	\$ 95,880					\$ 95,880
Gum Tree Road Drainage Improvements	\$ 120,000	\$ 50,000				\$ 170,000
Jarvis Creek Outfall	\$ 50,000	\$ 280,000	\$ 850,000			\$ 1,180,000
Jarvis Creek Pump Station - Pump Replacements	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000		\$ 1,200,000
Main Street Drainage Improvements	\$ 50,000			\$ 600,000		\$ 650,000
Old Woodlands-26 Indian Trail Improvements	\$ 80,000	\$ 40,000				\$ 120,000
Palmetto Hall Outfall Improvements	\$ 150,000	\$ 60,000	\$ 200,000	\$ 150,000	\$ 1,500,000	\$ 2,060,000

Stormwater Program - Qualifying Corrective Maintenance Projects

- **163 Active Qualifying Service Requests**
- 59 new Service Requests since July 23 of this year. many of these are still begin evaluated.
- Service Request data is tracked dynamically throughout the year
- Project Locations
 - Public drainage system: 38
 - Agreement program: 125
- Evaluation Scores
 - Based on a 20-point scale
 - Average score is 7.0
 - None score higher than 16
- Common Fixes Required
 - Pipe repair and replacement
 - Inlet structure repair
 - Control structure repair
 - Gate repair and replacement
 - Pipe and ditch cleaning





Stormwater Program – Drainage Agreement Program Partners

26 Active Agreements	32 Potentially Qualifying
11 Original Agreement Partners, 2007 - 2012 - Hilton Head Plantation - Indigo Run - Leamington - Long Cove Club - Palmetto Dunes - Palmetto Hall - Port Royal - Sea Pines - Shelter Cove - Shipyard - Wexford 15 More Recent Partners, 2021 - 2024 - Ashton Cove - Beach City Place - Bermuda Pointe - Broad Creek Landing - Carolina Isles - Chinaberry Ridge - Jarvis Creek Club - Paddocks on Jarvis Creek - Peregrine Point - Ribaut Island - Seagrass Landing - Spanish Wells - Victoria Square - Wells East - Yacht Cove	5 Current Applicants: - Cedar Woods - Crosswinds - Fuller Pointe - Salt Creek Landing - The Estuary 27 Potentially Qualifying Communities - Calibogue Club - Carolina Place (in SP) - Graham Lane Plantation - Hammock Breeze - Hanahan Place - Hilton Head Terrace - Jarvis Creek (Walking Horse) - Lake Forest (in SP) - Lands' End (in SP) - Little Cove Cottages - Magnolia Place - Oakview - Old House Creek - Old Stoney Creek - Silver Moss - Singleton by the Beach - Singleton Place - Spanish Pointe - Sunderland Point - Tansyleaf - The Marshes on Marshland - Tidal Bluff - Tide Pointe - Timber Crest - Turtle Lane Club (in SP) - The Cottages at Leg O Mutton - Village at Singleton Beach



Stormwater Program Planned Capital Improvement Projects

Project Name	FY26	FY27	FY28	FY29	FY30	5-Year Total
Stormwater Maintenance & Improvement Program *	\$ 1,800,000	\$ 1,200,000	\$ 1,200,000	\$ 1,200,000	\$ 1,200,000	\$ 6,600,000
Stormwater Maintenance Agreement Program *	\$ 2,000,000	\$ 1,800,000	\$ 1,900,000	\$ 2,000,000	\$ 2,100,000	\$ 9,800,000
Moonshell Road / Folly Field Neighborhood Improvements	\$ 60,000	\$ 900,000				\$ 960,000
75 Helmsman Way Drainage Improvements	\$ 50,000	\$ 120,000	\$ 550,000			\$ 720,000
Bryant Road Pond Restoration	\$ 25,000	\$ 30,000				\$ 55,000
Cordillo Courts Drainage Improvements	\$ 95,880					\$ 95,880
Gum Tree Road Drainage Improvements	\$ 120,000	\$ 50,000				\$ 170,000
Jarvis Creek Outfall	\$ 50,000	\$ 280,000	\$ 850,000			\$ 1,180,000
Jarvis Creek Pump Station - Pump Replacements	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000		\$ 1,200,000
Main Street Drainage Improvements	\$ 50,000			\$ 600,000		\$ 650,000
Old Woodlands-26 Indian Trail Improvements	\$ 80,000	\$ 40,000				\$ 120,000
Palmetto Hall Outfall Improvements	\$ 150,000	\$ 60,000	\$ 200,000	\$ 150,000	\$ 1,500,000	\$ 2,060,000



Stormwater Program Planned Capital Improvement Projects

Project Name	FY26	FY27	FY28	FY29	FY30	5-Year Total
Water Level Monitoring	\$ 75,000	\$ 200,000	\$ 200,000	\$ 200,000	\$ 200,000	\$ 875,000
Weather Monitoring	\$ 50,000	\$ 40,000	\$ 40,000	\$ 40,000	\$ 40,000	\$ 210,000
Central Island Pump Station Overhaul and Resiliency Improvements	\$ 750,000	\$ 3,000,000	\$ 3,500,000			\$ 7,250,000
Ashmore Channel Resilience/278 Backflow Prevention Port Royal		\$ 15,000	\$ 30,000	\$ 300,000		\$ 345,000
Gum Tree Channel Capacity Improvements at Chinaberry Crossing	\$ 120,000	\$ 350,000				\$ 470,000
24 Pope Avenue Outfall to Shipyard			\$ 40,000	\$ 70,000	\$ 100,000	\$ 210,000
25 Dunnagans Alley Parking Lot Drainage Improvements		\$ 30,000				\$ 30,000
Airport Outfall Ditch Relocation				\$ 200,000	\$ 700,000	\$ 900,000
Arrow Road Laydown Yard Improvements	\$ 75,000					\$ 75,000
Arrow Road Outfall at Greenery			\$ 30,000	\$ 100,000	\$ 300,000	\$ 430,000
Burkes Beach Area Drainage Improvements			\$ 40,000	\$ 100,000	\$ 300,000	\$ 440,000
Gardner Channel Capacity Improvements at 278			\$ 30,000	\$ 50,000	\$ 150,000	\$ 230,000



Stormwater Program Planned Capital Improvement Projects

Project Name	FY26	FY27	FY28	FY29	FY30	5-Year Total
Marshland Road Pathway Drainage Issues		\$ 120,000	\$ 100,000	\$ 100,000	\$ 100,000	\$ 420,000
Muddy Creek South Outfall				\$ 50,000	\$ 80,000	\$ 130,000
North Forest Beach Pipe Replacements/Rehabilitation		\$ 160,000	\$ 160,000	\$ 160,000	\$ 160,000	\$ 640,000
Shipyard Pump Station Overhaul			\$ 100,000	\$ 250,000	\$ 1,800,000	\$ 2,150,000
Squire Pope Outfalls- Backflow Prevention (2 Locations)		\$ 60,000	\$ 60,000			\$ 120,000
The Links at Port Royal Improvements		\$ 50,000	\$ 100,000	\$ 500,000		\$ 650,000
Woodlake Villas/Mathews Drive Outfall Improvements		\$ 20,000	\$ 50,000	\$ 300,000		\$ 370,000
Woodward Avenue Pipe Rehabilitation			\$ 575,000			\$ 575,000
Arrow Road Powerline Channel Excavation- Capacity Improvements					\$ 200,000	\$ 200,000
Point Comfort – Sea Olive Road Outfall Improvements *	\$ 20,000	\$ 50,000				\$ 90,000
Shell Midden / Cordillo Parkway Drainage Improvements *	\$ 82,000	\$ 800,000				\$ 882,000
Stormwater Contingency **	\$ 398,000	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000
TOTALS	\$ 6,350,880	\$ 10,175,000	\$ 10,555,000	\$ 7,170,000	\$ 9,430,000	\$ 41,802,880



Stormwater CIP Funding Options



Stormwater CIP Funding Options

- The Stormwater fee brings in just over \$5 million annually – all operating & maintenance costs are covered by these fees
- Current Stormwater Fee Rate Structure allows the Town to utilize approximately \$2.5 million in annual capital improvements if no borrowing occurs
- The Finance Team suggests the Town could borrow with a 20 or 25-Year Payback period to finance more projects sooner
- The budget process would be used to prioritize specific Stormwater projects for funding
- The Finance Team recommends the Town consider any Stormwater borrowing to align with FY27 Budget Approval process timing
- Stormwater Revenue Borrowing History:
 - \$3,200,000 in 2018 Bonds payable through April 1, 2028 (\$360k payments due April 1, 2027 & 2028)
 - \$5,630,000 in 2021 Refunding Bonds will be paid off April 1, 2026, with the final \$950,000 payment
 - Future fixed payments on debt limits future budget flexibility



General Discussion



TOWN OF HILTON HEAD ISLAND

Stormwater Utility Program Workshop

Town Council | September 30, 2025