

CITY of REPUBLIC

Established 1871

Exhibit M

AGENDA ITEM STAFF ANALYSIS

Project/Issue Name: Bill #07-10 An Ordinance Authorizing the City Administrator to Execute a Sewer Cost Share and Reimbursement Agreement with Wallace Development LLC.

Submitted by: David Brock, Public Works Director

Date: February 26, 2007

Issue Statement

A formal agreement setting forth the City's participation in the construction of a regional sewer lift station and the decommissioning of an existing sewer lift station.

Discussion and/or Analysis

Indian Trails Phase II is a 10 acre developing subdivision located in the 1500 Block of South Illinois Avenue and owned by Wallace Development LLC. The approved construction plans for the development include the construction of a lift station designed to serve 243.5 acres as well as the wastewater flow currently processed by existing Lift Station #3. Lift Station #3 was constructed in 1987 and it is in fair condition. The telemetry system is outdated and the pumps are due for major rebuild. The insured replacement cost for LS # 3 is \$51,975.

Staff is submitting for Board consideration a proposed agreement with the developer for a cost share to construct the regional pump station. In basic terms, the developer pays for the proportionate cost for the subdivision, the City contributes the proportionate share for the existing sewer connections in the area and the developer fronts the money for the remaining costs. As the area develops, the City must collect a connection fee and reimburse the developer for their added expense. Preliminary estimates for each party's participation are:

Estimated Cost Share	Prorated share	% of total
Indian Trails II	\$ 25,945	12%
Existing	\$ 42,809	20%
Future (Indian Trails)	\$ 146,071	68%

Sewer connection fees are authorized by Section 705.250 of the Republic Municipal Code. There are currently three active sewer connection fees resulting from the City 2000 sewer expansion. The 2007 budget included \$56,500 for developer agreements in anticipation of this cost share project.

Recommended Action

David Brock, Public Works Director respectfully recommends the passage and approval of Bill Number 07-10 authorizing the City Administrator to execute the Sewer Cost Share and Reimbursement Agreement with Wallace Development L.L.C.