

Council Agenda Summary

May 4, 2021

Key Staff Contact: Sean Chambers, Water & Sewer Director, 970-350-9815

Title:

Consideration of a joint City Council and Water and Sewer Board resolution to dissolve the Industrial Water Bank

Summary:

The Industrial Water Bank (IWB) was created by Joint Resolution 52, 1998 to purchase, acquire, hold, and sell water to job creating industrial users. The IWB was intended to spur economic growth by providing competitively priced raw water supplies from a bank of water that Greeley had acquired at low prices. The IWB was not widely used, however, it was instrumental in attracting Leprino to build its facility in Greeley.

With the closing of the Terry Ranch master agreement now complete, the IWB needs to be dissolved. In order to not devalue the Raw Water Credits associated with the Terry Ranch agreement, a minimum price for cash-in-lieu of raw water was set that is incompatible with future industrial customers paying IWB raw water prices. Additionally, because of the raw water advantages that Greeley now enjoys, the IWB is no longer necessary to meet the objectives set in Joint Resolution 25, 1998. The Water and Sewer Board adopted the joint resolution dissolving the IWB at their April 21, 2021 meeting.

Fiscal Impact:

Does this item create a fiscal impact on the City of Greeley?	No
If yes, what is the initial, or, onetime impact?	
What is the annual impact?	
What fund of the City will provide Funding?	
What is the source of revenue within the fund?	
Is there grant funding for this item?	No
If yes, does this grant require a match?	
Is this grant onetime or ongoing?	
Additional Comments:	

Legal Issues:

Consideration of this matter is a legislative process. The City Attorney's Office has reviewed and approved the joint resolution.

Other Issues and Considerations:

None.

Strategic Work Program Item or Applicable Council Priority and Goal:

Economic Health & Development: Foster and maintain public and private investment in business development.

Infrastructure & Growth: Establish the capital and human infrastructure to support and maintain a safe, competitive, appealing and successful community.

Decision Options:

- 1) Adopt the resolution as presented; or
- 2) Amend the resolution and adopt as amended; or
- 3) Deny the resolution; or
- 4) Continue consideration of the resolution to a date certain.

Council's Recommended Action:

A motion to adopt the Resolution.

Attachments:

Joint City Council and Water and Sewer Board Resolution