STAFF REPORT
CITY OF GREEN COVE SPRINGS, FLORIDA

TO: City Council Regular Session   **MEETING DATE:** April 20, 2021

FROM: Mike Null, Assistant City Manager

SUBJECT: Council approval of the second amendment to the interlocal agreement with Clay County Utility Authority allowing the City to serve CCUA an additional 200 ERUs with the option for an additional 100 ERUs. *Mike Null*

BACKGROUND

The City has an interlocal agreement with Clay County Utility Authority (CCUA) that defines our respective service areas and the relationship between our two entities. This agreement along with the first amendment are attached for reference.

Currently, the City serves approximately 25 water customers within CCUA's territory. In these cases, we bill CCUA as our customer and CCUA resells the water to their customers. CCUA also serves water to a portion of Magnolia Point as a stop-gap measure to solve low pressure issues in the higher-elevation areas until the City can complete improvements to the water system that are currently under design.

This second addendum allow for the City to temporarily serve CCUA with up to 200 ERUs of water and sewer service until such time as they can complete construction of new water and wastewater plants to serve a new development just south of the City's water and sewer utility service area. There is also an option for CCUA to request an additional 100 units if needed.

Staff recommends approval of this amendment to the interlocal agreement.

FISCAL IMPACT

The City's water and wastewater departments will receive revenue for water delivered to CCUA until such time as CCUA takes over service to the customers. All temporary improvements will be funded by either the developer or CCUA and will likely stay in place in the event of future emergencies to the benefit of either utility.

RECOMMENDATION

Approve the second amendment to the interlocal agreement with Clay County Utility Authority (CCUA) allowing the City to serve CCUA an additional 200 ERUs with the option for an additional 100 ERUs.