



Agenda Abstract

BOARD OF COMMISSIONERS

| | |
|-------------------------|---------------|
| Meeting Date: | June 10, 2024 |
| Department: | Utilities |
| Agenda Section: | Consent |
| Public hearing: | No |
| Date of public hearing: | N/A |

PRESENTER/INFORMATION CONTACT

Utilities Director K. Marie Strandwitz, PE

ITEM TO BE CONSIDERED

Subject: Water and Sewer Extension Contract (WSEC) with cost share for Nash Place

Attachments:

Draft Water and Sewer Extension Contract

Summary:

Nash Place is a proposed four parcel development just north of Nash and Latimer streets. A proposed extension of the town's water system will consist of approximately 400 feet of 6-inch water main, a hydrant and all associated appurtenances. The parcels will connect to existing sewer without a needed extension. The developer has indicated once the site is prepared, the lots will be sold off to builders. This project was subject of an offsite extension lawsuit where the town originally requesting looping of the water system for fire flow and redundancy which has since been settled. The town for town- and system-wide needs per Section 14-57(b) of the town code of ordinances has requested the developer place 6-inch water mains instead of the 2-inch mains originally proposed in 2020 (and before the town changed its specifications to require a minimum 6-inch main for new extensions in 2023) on the site with a stub out so the town can loop the main in the future to a main on Spruce St. As such, the town per Section 14-58(a)(2) will cost share for the delta between the proposed 2-inch and 6-inch water system. Per Section 14-58(b), any reimbursement or financial participation by the town pursuant to this section may be effected by a reduction or waiver of capital facilities fees or other means to be determined by the Board of Commissioners. This is identified in the contract appendix A.

Financial impacts:

Final cost difference to be provided by the contractor upon construction. Staff estimates this to be around \$60,000. When the lots develop, the builders will pay system development fees. While the actual bedrooms are unknown as a builder/buyer will determine in the future, the WSEC reserves capacity for 4 – 4-bedroom homes. Maintenance of this water extension will be absorbed into the rates.

Staff recommendation and comments:

System modeling shows an improvement in fire flow along with volume and redundancy for this project and for surrounding homes. The project and surrounding homes will benefit from a nearby hydrant in their insurance ratings.

Action requested:

Authorize the town manager to execute the WSEC when the town attorney says it is acceptable.