

OLSEN PIONEERING AMENDMENT
CITY COUNCIL MEETING
MARCH 17, 2022

The original agreement for recovering cost of installing an 8-inch waterline in 6800 South reads:

The estimated cost for the water main extension is \$60,000 including design and construction. Applicant is entitled to reclaim up to 70% of the cost from other lots that develop along this main. The period to collect shall be 10 years following the construction of the culinary main. This shall be done on a per connection basis. Each connection to this main shall contribute \$2500.00. The City does not have the resources to track service connections for reimbursement and it shall be the applicant's responsibility to notify the City when new connections are to be made.

Due to the increased cost of development since the approval of the annexation agreement, costs have increased sharply. It is estimated that the total cost of the installation of the waterline is nearing \$120,000. The Olsen family is asking that the connection amount and the period of recovery be reconsidered to allow for a chance to help offset the initial cost to bring water to their residences. As part of the offset cost, the Olsen family is also asking that the Council consider waiving the connection and impact fee for the two connections for their existing houses.

The applicant would like to amend the agreement to read:

The estimated cost for the water main extension is ~~\$60,000~~ \$120,000 including design and construction. Applicant is entitled to reclaim up to 70% of the cost from other lots that develop along this main. The period to collect shall be ~~10~~ 15 years following the construction of the culinary main. This shall be done on a per connection basis. Each connection to this main shall contribute ~~\$2500.00~~ \$5000.00. The City does not have the resources to track service connections for reimbursement and it shall be the applicant's responsibility to notify the City when new connections are to be made.

