



450 S. Parish Avenue  
Johnstown, CO 80534  
970.587.4664  
JohnstownCO.gov

## TOWN COUNCIL AGENDA COMMUNICATIONS

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**AGENDA DATE:** March 18, 2024

**SUBJECT:** Xcel Energy Off-Site Distribution Line Extension Agreements supporting the new Water Treatment Plant

**ACTION PROPOSED:** Consider Approval of the Xcel Energy Off-Site Distribution Line Extension Agreements Between the Town of Johnstown and Xcel Energy

**ATTACHMENTS:**

1. Xcel Off-Site Distribution Line Extension Agreements Packet
2. Xcel Off-Site Construction Drawings

**PRESENTED BY:** Ellen Hilbig, Utilities Director

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### AGENDA ITEM DESCRIPTION:

Enclosed for your review and consideration is a request to execute the attached packet of agreements with Xcel Energy for Off-Site Distribution Line Improvements in the amount of \$571,434,31 to support electrical infrastructure upgrades for the new Water Treatment Plant.

The electrical system at the current Water Treatment Plant is maxed out and requires infrastructure improvements to several locations along the Johnstown electrical grid to be able support the future electrical load of the new facility. The off-site improvements include upgrades at the substation located off of WCR 19, new underground electrical and supporting infrastructure along the south side of SH60 from Telep to Colorado Blvd and along Colorado Blvd to the plant.

The improvements included in these agreements only cover the off-site requirements of the project. There will be a second agreement executed with Xcel Energy for the facility site improvements required for the Water Treatment Plant project.

Documents included in Attachment 1 requiring signature are the following:

1. Off-Site Distribution Extension Agreement (Construction) **\$549,275.07**
2. Non-Refundable Quote Letter (Design & Cost Estimate) **\$22,059.24**
3. Frost Agreement
4. Contingency List

*The Community that Cares*

The Town budgeted \$30 million in the 2024 budget for the Water Treatment Plant project to cover construction costs and will be required to address project funding to cover the total project costs in the budget year 2025 & 2026.

**STRATEGIC PLAN ALIGNMENT:**

- Healthy & Resilient Economy
  - *Drive projects and initiatives that promote Johnstown as a premier destination for business*
  - *Cultivate local and regional partnerships that ensure the long term success and growth of Northern Colorado*
- Quality Infrastructure & Facilities
  - *Establish and maintain levels of service*
  - *Ensure future viability of infrastructure and facilities*
  - *Repair and maintain existing infrastructure, facilities and equipment*

**LEGAL ADVICE:**

Xcel's Standard Contract

**FINANCIAL ADVICE:**

The Town budgeted \$30 million in the 2024 budget for the Water Treatment Plant project to cover construction costs and will be required to address project funding to cover the total project costs in the budget year 2025 & 2026.

**RECOMMENDED ACTION:** Staff supports approval of the Xcel Energy Off-Site Distribution Line Extension Agreements between the Town of Johnstown and Xcel Energy.

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**SUGGESTED MOTIONS:**

**For Approval:** I move to approve the Xcel Energy Off-Site Distribution Line Extension Agreements in the amount of \$571,434,31 as presented and authorize the Town Manager to sign the Agreement.

**For Denial:** I move to deny the Xcel Energy Off-Site Distribution Line Extension Agreements as presented.

*Reviewed and Approved for Presentation,*

  
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Town Manager