



CITY OF NORMAN, OK STAFF REPORT

MEETING DATE: 01/23/2023

REQUESTER: Nathan Madenwald, Utilities Engineer

PRESENTER: Nathan Madenwald, Utilities Engineer

ITEM TITLE: CONSIDERATION OF ADOPTION, REJECTION, AMENDMENT, AND/OR POSTPONEMENT OF RESOLUTION R-2324-111: A RESOLUTION OF THE TRUSTEES OF THE NORMAN UTILITIES AUTHORITY TRANSFERRING \$100,000 FROM LEAD SERVICE LINE CONSTRUCTION ACCOUNT TO WATER LINE MAINTENANCE HEAVY DUTY CAPITAL EQUIPMENT ACCOUNT FOR THE PURCHASE OF A HYDRO-EXCAVATOR OR "POTHOLING" MACHINE.

BACKGROUND:

The Norman Utilities Authority will appropriate capital projects each fiscal year based on system needs. To meet the requirements of the new Lead and Copper Rule Revision (LCRR), staff submitted a budget request for lead service line inventorying and replacement. During the course of the work, staff determined that purchasing a hydro-excavator or "potholing machine" would be more cost efficient than leasing or renting the equipment. The estimated breakeven for the purchase compared to leasing is 22 months or less and the equipment could be used for other purposes for the Line Maintenance Division.

DISCUSSION:

Allocations were made under Lead Service Line Inventory/Replacement (Project WA0384) for the lead service line efforts. Currently, within the Construction account (31996684-46101), the available balance is \$991,300. The proposed transfer is \$100,000 and the funds will go into Water Line Maintenance Heavy Duty Capital Equipment (account 31955251-45008).

RECOMMENDATION:

Staff recommends adopting Resolution R-2324-111 to transfer \$100,000 from Lead Service Line, Construction (Account 31996684-46101; Project WA0384) into Water Line Maintenance Heavy Duty Capital Equipment (Account 31955251-45008).