



AGENDA MEMORANDUM
Public Hearing and First Reading Ordinance for the 10/22/24
Second Reading Ordinance for 10/29/24

DATE: October 22, 2024
TO: Peter Zanoni, City Manager
FROM: Al Raymond, Director Development Services
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Wastewater Trunk System Construction and Reimbursement Agreement
with MPM Development for wastewater improvements for King's Landing Unit 6.

CAPTION:

Ordinance authorizing a Wastewater Trunk System Construction and Reimbursement Agreement up to \$440,829.12 with MPM Development to construct a required wastewater trunk system related to King's Landing Unit 6 subdivision located north of the Lady Alexa Dr. and Lady Claudia St. intersection; and authorizing future transfer and appropriation of Water and Wastewater Trust Fund revenue up to \$440,829.12 to reimburse the developer in accordance with the agreement. (District 3).

SUMMARY:

MPM Development is developing 10.08 acres for various homes and is requesting funds to construct the wastewater trunk system improvements associated with the development. The estimated one-time cost of the improvements is **\$440,829.12**.

BACKGROUND AND FINDINGS:

The Developer, MPM Development has requested reimbursement through a wastewater trunk system construction and reimbursement agreement for the 10.08-acre subdivision named King's Landing Unit 6.

The wastewater collection line improvements consist of **1,096 linear feet of 15" PVC pipe**. The term of the agreement is **24** months. The project is consistent with the City's Wastewater Trunk System Construction Standards.

The project is eligible for reimbursement from the Sanitary Sewer Trunk System Trust Fund per UDC Section 8.5.2.E.

ALTERNATIVES:

This project will improve and facilitate the development of the new King's Landing Unit 6 Subdivision. An alternative to utilizing trust funds to construct the wastewater trunk system improvements would be to

construct them with a city-initiated CIP project. This option would most likely delay the construction until the required funding for the improvements could be programmed into the CIP budget and would most likely impact on the developer's ability to build out his planned subdivision in a timely manner.

FINANCIAL IMPACT:

The total estimated project cost for the Sanitary Sewer Trunk System improvements is **\$440,829.12**. Agreement requires appropriating and transferring of future revenue from Water and Wastewater lot and acreage fees and pro-rata fees to the Sanitary Sewer Trunk System Trust Fund to reimburse the developer per the agreement. The funding is part of the 2025 Fiscal Year initiatives.

FUNDING DETAIL:

Fund: 4030 Water Arterial Transmission & Grid Main Trust Fund
Organization/Activity: 21805 Water Arterial Transmission and Grid Main Trust
Mission Element: 777
Project # (CIP Only): **N/A**
Account: 540450 Reimbursement to Developers

Fund: 4030 Water Arterial Transmission & Grid Main Trust Fund
Organization/Activity: 21806 Water Distribution Main Trust
Mission Element: 777
Project # (CIP Only): **N/A**
Account: 540450 Reimbursement to Developers

Fund: 4220 Sewer Trunk System Trust Fund
Organization/Activity: 21800 Sewer Trunk System Trust
Mission Element: 777
Project # (CIP Only): **N/A**
Account: 540450 Reimbursement to Developers

Fund: 4220 Sewer Trunk System Trust Fund
Organization/Activity: 21801 Sewer Collection Line Trust
Mission Element: 777
Project # (CIP Only): **N/A**
Account: 540450 Reimbursement to Developers

RECOMMENDATION:

Staff recommends approval. The project is in accordance with UDC Section 8.5.2.E.

LIST OF SUPPORTING DOCUMENTS:

- Ordinance (with exhibit)
- Presentation
- Certification of Funds
- Location Map