



AGENDA MEMORANDUM

Public Hearing and First Reading Ordinance for the 01/14/25
Second Reading Ordinance for 01/28/25

DATE: January 14, 2025

TO: Peter Zaroni, City Manager

FROM: Michael Dice, Director Development Services
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Wastewater Trunk Line Construction and Reimbursement Agreement with MPM Development, LP for wastewater improvements for King's Landing Unit 9

CAPTION:

Ordinance authorizing a Wastewater Trunk Line Construction and Reimbursement Agreement up to \$77,285.28 with MPM Development, LP to construct a wastewater trunk line related to King's Landing Unit 9 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 \$77,285.28 to reimburse the developer in accordance with the agreement. (District 3).

SUMMARY:

MPM Development is developing 24.86 acres of single-family residential homes with approximately 104 lots to be built and is requesting funds to construct the wastewater trunk line improvements associated with the development. The estimated one-time reimbursable cost of the improvements is \$77,285.28.

BACKGROUND AND FINDINGS:

The Developer, has requested reimbursement through a reimbursement agreement for the 24.86 acres subdivision named King's Landing Unit 9 subdivision located north of Lady Claudia Street and west of London Pirate Road. The plat was approved by the Planning Commission on September 20, 2023.

The wastewater improvements consist of 174 linear feet of 15" PVC pipe. The allowable reimbursement amount is \$77,285.28. The term of the agreement is 24 months. The project is consistent with the City's Wastewater Trunk Line Construction Standards.

The project is eligible for reimbursement from the Wastewater Trunk Line 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 9 subdivision development. An alternative to utilizing trust funds to construct the wastewater trunk line 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 the developer's ability to build out his planned subdivision in a timely manner.

FINANCIAL IMPACT:

The total estimated project cost for the wastewater improvements is \$77,285.28. Agreement requires authorizing appropriation and transferring of future revenue from Water and Wastewater lot and acreage fees and additional fees from Water and Wastewater Utilities fund as presented by the City Manager to \$77,285.28 to reimburse the developer in accordance with the agreement. (District 5).

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 Distribution 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)
Reimbursement Agreement
Presentation
Location Map