



## **AGENDA MEMORANDUM**

Future Item for the City Council Meeting of May 14, 2019  
Action Item for the City Council Meeting May 21, 2019

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**DATE:** May 9, 2019

**TO:** Keith Selman, Interim City Manager

**FROM:** Dan Grimsbo, P.E., Executive Director of Utilities  
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<b>Interlocal Cooperation Agreement for Water Line Improvements</b>
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**CAPTION:**

Resolution authorizing an Interlocal Cooperation Agreement with San Patricio Municipal Water District (SPMWD) for the City to accept approximately 3,600 linear feet (LF) of water pipeline constructed by SPMWD, and to pay SPMWD an amount not to exceed \$300,000 for installing two tees, two valves, two utility vaults, and approximately 3,600 linear feet of fiber-optic cable for the City's future water distribution development.

**PURPOSE:**

The purpose of the Interlocal Agreement is to accept ownership from SPMWD of approximately 3,600 LF of Gulf Coast Growth Ventures (GCGV) PET Plant water pipeline from the tie-in to the City's water distribution system near the south end of Loma Alta Road to the SPMWD water meter located north of IH37, and to pay SPMWD an amount not to exceed \$300,000 for installing two tees, two valves, two utility vaults, and approximately 3,600 LF of fiber-optic cable for the City's future water distribution development.

**BACKGROUND AND FINDINGS:**

City of Corpus Christi has a wholesale agreement with SPMWD to provide potable water. The City will provide and sell additional quantities of treated water to SPMWD for them to sell to Gulf Coast Growth Ventures (GCGV) PET Plant. SPMWD will build a water pipeline to transport treated water to the GCGV Plant, which will tie into the City's treated water system near the south end of Loma Alta Road. The GCGV water pipeline will include a water meter north of IH37 that will be owned and managed by SPMWD.

The GCGV Water Pipeline project is anticipated to be complete in March 2020. After completion of this water line project, the City will accept ownership of approximately 3,600 LF water line from the tie-in near the south end of Loma Alta Road to the SPMWD water meter located north of IH37. In addition, the City will pay SPMWD an amount not to exceed \$300,000 for installing two tees, two valves, two utility vaults, and approximately 3,600 LF of fiber-optic cable for the City's future water distribution development.

**ALTERNATIVES:**

N.A.

**OTHER CONSIDERATIONS:**

N.A.

**CONFORMITY TO CITY POLICY:**

This conforms to the City's purchasing policies and procedures and State statutes regulating procurement.

**EMERGENCY / NON-EMERGENCY:**

Non-emergency

**DEPARTMENTAL CLEARANCES:**

Utilities Department – Water

Legal

**FINANCIAL IMPACT:**

☐ Operating      ☐ Revenue      ☒ Capital      ☐ Not applicable

<b>Fiscal Year: 2017-2018</b>	<b>Project to Date Expenditures (CIP only)</b>	<b>Current Year</b>	<b>Future Years</b>	<b>TOTALS</b>
Line Item Budget		\$300,000		\$300,000
Encumbered / Expended Amount		\$0		\$0
This item		\$300,000		\$300,000
BALANCE		\$0		\$0

**Funding Detail:**

Fund Name: Water Fund 4098 (2019 Rev Bd)

Activity: 19036-A-4098-EXP

Account No. 550910 (Construction)

Project No. 19036A San Patricio Municipal Water District Transmission Main Connection.

Sequence No. Water CIP Sequence #15

**RECOMMENDATION:**

Staff recommends approval of the Resolution as presented.

**LIST OF SUPPORTING DOCUMENTS:**

Resolution

Interlocal Cooperation Agreement

Exhibit A: Aerial Maps of Waterline

Exhibit B: City's Insurance Requirements