

# Mayor and Council Communication

DATE: 05/24/22

M&C FILE NUMBER: M&C 22-0398

LOG NAME: 60TRADITION 36-INCH NS3 WMCC

**SUBJECT**

(CD 7 and ETJ) Adopt Attached Ordinance to Establish a Water Main Capacity Charge in the Amount of \$283,231.00 per Million Gallons per Day for a 36-Inch Northside III Water Transmission Main to Serve the Tradition Development and Surrounding Areas, Pursuant to Chapter 35, Article III, Division 4 Sections 35-90 through 35-92 of the City Code

**RECOMMENDATION:**

It is recommended that the City Council:

1. Adopt the attached ordinance to establish the water main capacity charge for the 36-inch water transmission main to serve the Tradition Development and surrounding areas in accordance with Chapter 35, Water and Sewers, Article III, Division 4, Sections 35-90 through 35-92 of the City Code; and
2. Establish the boundary area for the water main to allow the Water Department to assess a reimbursement for the City pursuant to Section 35-93(c).

**DISCUSSION:**

This Mayor and Council Communication (M&C) is to authorize the establishment of a water main capacity charge for a developer initiated 36-inch water transmission main extension from the Offsite Water Line NS-III to serve the Tradition Project (City Project 102220). HT Hwy 114 Development, LP requires a 20-inch water main to serve the Tradition development. The City cost participated to upsize the proposed 20-inch water main to a 36-inch transmission main in order to serve surrounding areas within the Northside III pressure plane.

The qualified costs used to establish this water main capacity charge are outlined below:

Description	City Project Number	City Secretary Contract	Total Cost	Developer's Costs	City Participation	36-inch Net MGD	Cost Per MGD
36-inch WL Construction	102220	54220	\$7,701,209.00				
36-inch WL Construction	102307		\$541,770.00				
Engineering Costs			\$293,826.64				
Change Order No 1		54220-FP1	\$67,481.49				
Change Order No 2		54220-FP1	\$12,127.50				
Change Order No 3		54220-FP1	\$34,873.86				
Change Order No 4		54220-FP1	\$4,251.00				
<b>Total</b>			<b>\$8,655,539.49</b>	<b>\$6,231,988.43</b>	<b>\$2,423,551.06</b>	<b>30.56</b>	<b>\$283,231.00</b>

The water main capacity charge for the 36-inch water transmission main is \$283,231.00 per million gallons per day (MGD) in accordance with City Code Section 35-92. The percentage of the water main capacity charge collected that will be eligible to be reimbursed to HT Hwy 114 Development, LP shall be 71.7% and to the Fort Worth Water Department is 28.3%. The collection period for the developer shall be 20 years or until the maximum reimbursable amount has been received, whichever occurs first. There is no restriction to the time period for the reimbursement to the Fort Worth Water Department.

The boundary area, as shown in Exhibit A, is determined for the purpose of assessment review. The boundary is used as a guideline, not as a

definitive boundary for service area due to the possibility of varying lot sizes that may be proposed. If a plat meets the definition of other development stated in the water main capacity charge policy, then the plat will be assessed the water main capacity charge even though the plat may be located adjacent to, within, and/or outside the boundary area. The adoption of this charge is in accordance with Chapter 35, Water and Sewers, Division 4, Water Main Capacity Charges.

The water main capacity charge boundary is located in the City's Extraterritorial Jurisdiction and Council District 7.

A Form 1295 is not required because: This M&C does not request approval of a contract with a business entity.

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**FISCAL INFORMATION / CERTIFICATION:**

The Director of Finance certifies that upon approval of the above recommendations and establishment of the charge, funds will be deposited into the Water & Sewer Fund. The Water Department (and Financial Management Services) is responsible for the collection and deposit of funds due to the City.

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