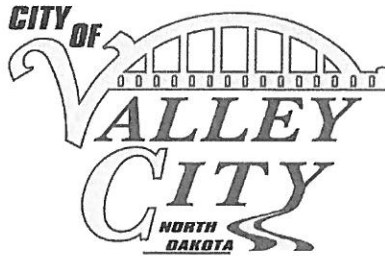


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TO: City Commission

FROM: David Schelkoph, City Administrator

SUBJECT: Water Main extension Wintershow Road

DATE: 08/15/2017

The committee met on the 11th of July to discuss the plan and financing of the Wintershow Dr. Water Main Extension project. This meeting was convened to ascertain how the city will pay for the water main extension. Commissioners Magnuson and Bishop were in attendance along with the Director of Finance, Chad Peterson, Mike Strom, and of course myself. Many scenarios were discussed and studied but in the end it was the consensus of the committee that the following reasons be the basis for our recommendation to the commission:

1. Given the longstanding delay in the corrective action.
2. That all current water customers have paid already for the extension and access to the water main.
3. The Fire Chief has given official notice that this discrepancy must be corrected within in 3 years.
4. Wintershow has agreed in principal to pay \$25,000 in special assessments to offset the cost of the fire hydrants.
5. ½ of the project is already paid for by Valley Reality's water main extension for their apartment building.
6. The additional water main will increase the performance of the fire hydrants by 50%. Increasing the Fire Department's ability to efficiently fight fires and reduce city risk.

The committee therefore recommends that the City Commission approves the following:

1. Only special assessment to be charged is for the \$25,000 cost for the fire hydrants.
2. The balance of project costs to be picked up by the R&R fund or Fund 290.

David Schelkoph
City Administrator
Valley City ND