

SUBJECT

BOARD RESOLUTION NO. 20-1116

Pertaining to an Addendum No. 1 to Agreement for Water Service with the City of Minneapolis providing for a second connection between the Saint Paul and Minneapolis water systems.

BACKGROUND INFORMATION

The original agreement was approved by the Board at its meeting on September 12, 2017 and defined the terms and conditions for a connection between the Minneapolis and Board water systems that either party can use to supplement its water supply in the event of emergency or other limited conditions. The location of the first connection was the intersection of University Avenue at Emerald Street SE. The key elements of that agreement include:

1. Each party will maintain its side of the connection and the cost to maintain the vault will be shared equally.
2. During any connection the daily charge for the water used will be \$1,700.00 per day for every day or portion thereof and shall increase by 3% each year thereafter. Currently that per day charge is \$1857.64 due to the annual 3% increases.
3. Use of the connection for anything other than an emergency can be allowed if approved by the proper officers of each party.
4. The term of the agreement is 30 years with an automatic renewal for an additional 30 years. However, either party may provide notice prior to the end of the initial 30-year period and end the agreement. The agreement may be canceled at any other time by mutual agreement of the parties.

The proposed addendum would add a second connection point governed by the same terms and conditions as the first connection. This second connection was constructed in Como Avenue just east of its intersection with 33rd Ave SE in conjunction with City of Saint Paul Public Works Project No. 20-P-8178, Como Avenue Reconstruction Phase III. Each party is to be responsible for the costs of installation on their respective side of the meter vault, with costs to install the vault itself to be shared equally.

This addendum has been approved by the City of Minneapolis and approved as to form by the assistant city attorney.

See attached Location Map and Addendum No. 1 to Agreement for Water Service.

RECOMMENDATION

Board approval is recommended.