

Agreement No. 02-13496-I

AMENDMENT NO. 2 to CONTRACT FOR WATER SERVICES
between
BOARD OF WATER COMMISSIONERS
and
CITY OF ROSEVILLE, MINNESOTA

This **AMENDMENT NO. 2 TO CONTRACT FOR WATER SERVICES** is entered into this 12th day of December, 2017, by and between the **BOARD OF WATER COMMISSIONERS OF THE CITY OF SAINT PAUL**, a municipal corporation of the State of Minnesota (the "Board"), and the **CITY OF ROSEVILLE, MINNESOTA**, a municipal corporation of the State of Minnesota ("Roseville").

WITNESSETH:

WHEREAS, Roseville and the Board entered into a Contract For Water Services dated May 10, 2005 to furnish and provide water to Roseville (the "Agreement"); and

WHEREAS, Roseville and the Board entered into an Amendment No. 1 to Contract For Water Services dated September 10, 2013, which provided for revised water charges and that after a five-year period, the parties would review fees and charges to be addressed by a Cost of Service Study; and

WHEREAS, the parties have reviewed such fees and charges addressed by a Cost of Service Study and at this time desire to further amend the Agreement to provide for revised water charges and rates; and

WHEREAS, Section 10.04 of the Agreement provides for amendments to the Agreement by a written instrument executed by the parties, and this Amendment No. 2 to Contract For Water Services is intended by the parties to be such an instrument.

NOW, THEREFORE, in consideration of the mutual covenants contained herein, the parties mutually agree to amend the Agreement according to the following:

1. Section 6.01 is hereby replaced in its entirety with the following:

SECTION 6.01 **Charges**

A. The charges for water sold by the Board to Roseville under this Agreement ("Charges") shall consist of two components:

- 1) Water Service Base Fee

The Water Service Base Fee is intended to recover the fixed costs incurred by the Board for its provision of water to Roseville. The Water Service Base Fee shall be \$54,000 per month and shall be charged monthly.

2) Water Volume Charge

The Water Volume Charge is the product of a rate equal to 60% of the lowest seasonal rate per one hundred (100) cubic feet charged to retail water customers in the City of Saint Paul and the volume of water provided to Roseville at the Point of Delivery. The Water Volume Charge shall be charged at the same time and frequency as the Water Service Base Fee.

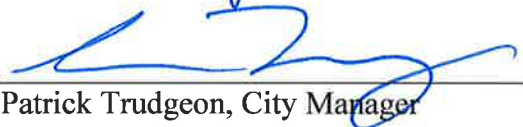
- B. The parties agree to review the Charges every five (5) years or if a significant change to the Board's retail billing structure is implemented. This review shall include a cost of service study, which shall review the return on Board assets, asset allocations and other economic factors. All costs for this review shall be shared equally by the Board and Roseville.
 - C. Notwithstanding the above, if, whether as a result of such review or otherwise, the Board changes its retail billing structure in any way, either of its own accord or at the requirement of other governmental entities, both parties agree that the Charges will be adjusted. All reasonable effort shall be taken to make sure this adjustment shall not harm Roseville by increasing Roseville's overall cost or harm the Board by decreasing the Board's overall revenue under the contract.
- 2. The effective date of this Amendment shall be January 1, 2018.
 - 3. All provisions of the original Agreement shall remain in full force and effect.

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IN WITNESS WHEREOF, the parties hereto have caused this Amendment No. 2 to Contract For Water Services to be executed as of the day and year first above written.


CITY OF ROSEVILLE, MINNESOTA

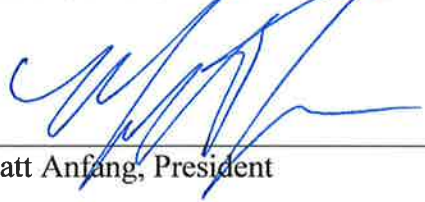
By 
Daniel J. Roe, Mayor

By 
Patrick Trudgeon, City Manager

**BOARD OF WATER COMMISSIONERS
OF THE CITY OF SAINT PAUL**

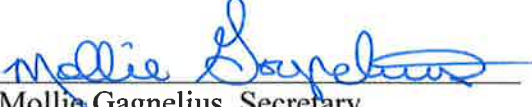
Approved:

By 
Stephen P. Schneider, General Manager
Saint Paul Regional Water Services

By 
Matt Anfang, President

Approved as to form:

By 
Lisa Veith, Assistant City Attorney

By 
Mollie Gagnelius, Secretary

By 
for Todd Hurley, Director
Office of Financial Services 

**EXTRACT OF MINUTES OF MEETING
OF THE
CITY COUNCIL OF THE CITY OF ROSEVILLE**

* * * * *

Pursuant to due call and notice thereof, a regular meeting of the City Council of the City of Roseville, County of Ramsey, Minnesota, was duly held on the 8^h day of January, 2018, at 6:00 p.m.

The following members were present: Willmus, Etten, McGehee, Laliberte and Roe and the following members were absent: none.

Council member McGehee introduced the following resolution and moved its adoption:

RESOLUTION No. 11483

**APPROVING AGREEMENT NO. 02-13496_I AMENDMENT NO. 2 TO CONTRACT
FOR WATER SERVICES WITH THE BOARD OF WATER COMMISSIONERS OF
THE CITY OF ST PAUL**

BE IT RESOLVED by the City Council of the City of Roseville, as follows:

WHEREAS, the City of Roseville, Minnesota, has purchased wholesale water from the Board of Water Commissioners of the City of St Paul for 54 years; and

WHEREAS, in 2005 the City of Roseville entered into a 20 year contract with the Board of Water Commissioners for water services; and

WHEREAS, St Paul Regional Water Services, operating under the Board of Water Commissioners, periodically studies the cost to provide water service to the City of Roseville in order to properly establish fair and appropriate rates; and

WHEREAS, a recent Cost of Services Study recommended changes to the current contract as attached in Agreement No. 02-13496_I Amendment No. 2.

NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF ROSEVILLE, MINNESOTA, that the Mayor and City Manager are hereby authorized and directed for and on behalf of the City to execute Agreement No. 02-13496_I Amendment No. 2 with the Board of Water Commissioners of the City of St Paul, a copy of which said agreement was before the City Council and which is made a part hereof by reference.

The motion for the adoption of the foregoing resolution was duly seconded by Councilmember Etten and upon vote being taken thereon, the following voted in favor thereof: Willmus, Etten, McGehee, Laliberte and Roe and the following voted against the same: none.

WHEAREUPON said resolution was declared duly passed and adopted.

Amendment to Contract with Board of Water Commissioners of the City of St Paul

STATE OF MINNESOTA)
) ss
COUNTY OF RAMSEY)

I, the undersigned, being the duly qualified City Manager of the City of Roseville, County of Ramsey, State of Minnesota, do hereby certify that I have carefully compared the attached and foregoing extract of minutes of a regular meeting of said City Council held on the 8th day of January, 2018, with the original thereof on file in my office.

WITNESS MY HAND officially as such Manager this 8th day of January, 2018.


Patrick Trudgeon, City Manager

(SEAL)