

ORDINANCE NO 20070607-004

AN ORDINANCE AUTHORIZING NEGOTIATION AND EXECUTION OF AN AGREEMENT RELATED TO A MEDIATED SETTLEMENT, AUTHORIZING THE NEGOTIATION AND EXECUTION OF A COST REIMBURSEMENT AGREEMENT WITH CLUB DEAL 120 WHISPER VALLEY, LIMITED PARTNERSHIP FOR CONSTRUCTION OF A WASTEWATER TREATMENT PLANT AND GRAVITY WASTEWATER MAIN IN AN AMOUNT NOT TO EXCEED \$11,500,000, WAIVING CERTAIN REQUIREMENTS OF SECTIONS 25-9-33 AND 25-9-64 RELATING TO SUBMISSION OF A SERVICE EXTENSION REQUEST APPLICATION, WAIVING SECTIONS 25-9-61 AND 25-9-63 OF THE CITY CODE RELATING TO AMOUNT OF COST REIMBURSEMENT, AND WAIVING SECTION 25-9-67 RELATING TO THE SCHEDULE OF COST REIMBURSEMENT PAYMENTS

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF AUSTIN

PART 1 This ordinance authorizes the negotiation and execution of an agreement related to a settlement, as between the City and Club Deal 120 Whisper Valley, Limited Partnership, of litigation related to the City's wastewater certificate of convenience and necessity

PART 2 This ordinance also applies to an application for cost reimbursement under City Code Chapter 25-9, Article 1, Division 2, Subpart B (*Cost Reimbursement And Cost Participation*) by Club Deal 120 Whisper Valley, Limited Partnership ("Taurus") for the following project to serve a proposed development generally located south of the City of Manor, east of FM 973 and north of FM 969 within the city's extraterritorial jurisdiction, the Gilleland basin, and the City's Desired Development Zone

- (A) construction of a 500,000 gallon per day wastewater treatment plant ("WWTP"), and
- (B) construction of approximately 13,400 linear feet of 30-inch gravity wastewater main

PART 3 The council authorizes the city manager to negotiate and execute a cost reimbursement agreement with Taurus in accordance with the following terms

- (A) Total cost reimbursement for the project may not to exceed \$11,500,000

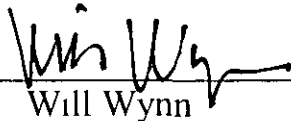
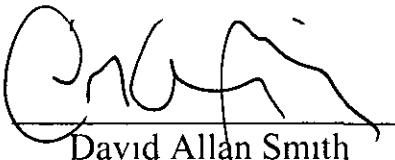
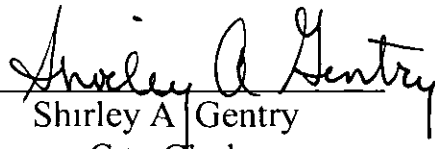
- (B) Taurus will provide to the City, at no cost to the City, an approximately 64-acre easement for the interim use of land for the ultimate construction of a 3 0 million gallons per day ("MGD") interim wastewater treatment plant
- (C) Taurus will design a 3 0 MGD WWTP and construct the initial phase with a capacity of 0 5 MGD. The City will reimburse Taurus the actual construction costs ("hard costs") for the 0 5 MGD WWTP, estimated to be \$6,000,000. Taurus will be responsible for the engineering, design and project management costs ("soft costs") for this phase. The City will be responsible for subsequent expansions of the 0 5 MGD WWTP to a 3 0 MGD WWTP. Taurus will contribute \$503 for each LUE (Living Unit Equivalent) for design costs associated with the expansion of the WWTP beyond 0 5 MGD. All terms and conditions of the reimbursement agreement shall apply to current and future owners of this development.
- (D) Taurus will design and construct approximately 13,400 feet of 30-inch wastewater main, and will provide a 90 foot permanent easement at no cost to the City. The City will reimburse Taurus the hard costs for the wastewater main, estimated to be \$5,500,000.
- (E) The City will design and construct the permanent Northeast Regional WWTP, upon a currently undetermined site, and will decommission, at the City's cost, the interim WWTP upon the completion of the permanent Northeast Regional WWTP. Taurus or future owners of this development will contribute to the City \$1 1 million toward the cost of the easements and the design of the permanent Northeast Regional WWTP.

PART 4 The council waives the requirements of

- (A) Sections 25-9-33 (*Service Extension Application*) and 25-9-64 (*Application Required*), City Code, relating to submission of a Service Extension Request application for required wastewater improvements and cost reimbursement because the cost reimbursement,
- (B) Sections 25-9-61 (*Eligible Projects*) and 25-9-63 (*Amount of Cost Reimbursement*), City Code, relating to the amount of reimbursement for wastewater improvements, and
- (C) Section 25-9-67 (*Cost Participation and Cost Reimbursement Payment*), City Code, relating to cost reimbursement payments made in one payment on March 1 of the second year following the year in which the wastewater improvements are accepted, but only if the City defaults and Taurus must complete the project.

PART 5 This ordinance takes effect on June 18, 2007

PASSED AND APPROVED

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_____ June 7 _____, 2007	§	_____  _____
		Will Wynn Mayor
APPROVED 	ATTEST	
David Allan Smith City Attorney		Shirley A. Gentry City Clerk