

CIP EXPENSE DETAIL

DATE OF COUNCIL CONSIDERATION:
CONTACT DEPARTMENT(S):

10/18/12
Austin Water Utility

SUBJECT. Authorize the negotiation and execution of a developer cost reimbursement agreement with First Continental Investment Company, Ltd. for the City to reimburse the developer for up to \$1,007,400.00 in costs associated with the design and construction of an oversized 30-inch gravity wastewater line and appurtenances related to Service Extension Request No. 3119 to provide wastewater service to the Legends Way Subdivision development located east of Bradshaw Road at River Plantation Drive.

CURRENT YEAR IMPACT:

Department:	Austin Water Utility
Project Name:	Legends Way Subdivision
Fund/Department/Unit:	4570 2307 3019
Funding Source:	Commercial Paper
Current Appropriation:	1,007,400.00
Unencumbered Balance:	1,007,400.00
Amount of This Action:	<u>(1,007,400.00)</u>
Remaining Balance:	<u>0.00</u>
 Total Amount of this Action	 <u><u>1,007,400.00</u></u>

ANALYSIS / ADDITIONAL INFORMATION: Under the proposed agreement, the City will reimburse the Owner in accordance with the applicable provisions of Chapter 25-9 of the City Code for costs the Owner may incur to design and construct the oversized wastewater improvements. The proposed oversized improvements include construction of approximately 850 feet of 30-inch gravity wastewater line from the existing 36-inch gravity wastewater line at Bradshaw Road and Rinard Creek, southwest along Bradshaw Road into the Property.

The City will reimburse the Owner for an overall total amount not to exceed \$1,007,400.00. The terms of the developer reimbursement agreement will limit the cost reimbursement to \$876,000 for actual hard construction costs and limit the cost reimbursement for soft costs to (a) 15% of the City's hard cost reimbursement, or (b) \$131,400.00, whichever is less.