

RESOLUTION 15-07

A RESOLUTION AUTHORIZING THE ESTABLISHMENT OF A PUBLIC-PRIVATE PARTNERSHIP FOR CONSTRUCTION OF A SEWER LINE IN BRIXWORTH SUBDIVISION

WHEREAS, the City's sewer system is in need of 3,150 linear feet of 10 inch gravity sewer line in Brixworth Subdivision; and

WHEREAS, Brixworth Subdivision is getting ready to begin construction of additional phases and the construction plan currently shows construction of a sewer line; and

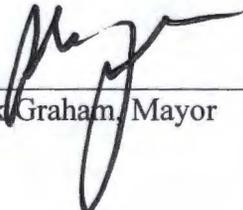
WHEREAS, Title 18, Section 145 of the City of Spring Hill Municipal Code authorizes credits to be extended against the payment of sewer reserve fees in exchange for constructing sewer infrastructure; and

WHEREAS, the City has established a cost estimate for the project in the amount of \$332,350.00, and this amount of money is equivalent to the sewer reserve fees collected for approximately 224 single-family residential units; and

NOW, THEREFORE BE IT RESOLVED, that the Board of Mayor and Alderman for the City of Spring Hill authorizes establishment of a public-private partnership to establish a credit to be given to Smart Living, LLC for design and construction of an offsite 10 inch sewer main in Brixworth Subdivision, and that said credit may be applied towards any single family residential plat within the limits of the City of Spring Hill. The credit is estimated to be \$332,350.00 and shall be credited as verified by invoices received from contractor.

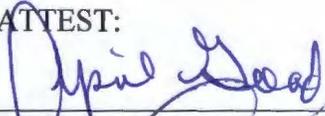
The aforementioned credit shall become available with the final platting of Phase 2.

Passed and adopted by the Board of Mayor and Aldermen of the City of Spring Hill, Tennessee on the 23rd day of February, 2015.



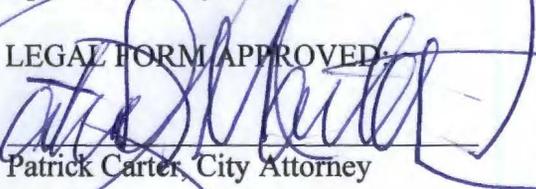
Rick Graham, Mayor

ATTEST:



April Goad, City Recorder

LEGAL FORM APPROVED:



Patrick Carter, City Attorney



SUBJECT: Consideration of Resolution 15-07, a request to establish a public-private partnership to construct a sewer line in Brixworth subdivision

**SUBMITTED BY: Victor Lay, City Administrator
Dan Allen, Assistant City Administrator**

DATE: February 23, 2015

PURPOSE:

This agreement is presented to the BOMA for consideration to allow for a construction of a 10 inch sewer line through Phase 2, 3, 4, and future sections of the Brixworth subdivision.

BACKGROUND:

When the current developer took over the project, phases 2-4 were originally proposed to be served by a pump station. It is much more advantageous from a long term maintenance perspective to work with the developer to build the 10 inch gravity sewer line called for in future plans for the City's sewer system, rather than be responsible for maintaining and operating another pump station in the system.

Because the developer demonstrated an ability to serve the project without construction of the gravity line, this agreement is proposed as a partnership rather than a traditional upsizing agreement.

Phases 2, 3, and 4 have a total of 264 single family detached lots, which equates to approximately \$392,700.00 in available sewer reserve fees. After reviewing the information provided by the developer, staff has determined the following costs to be considered in this agreement.

- Survey: \$5,800
- Design: \$8,000
- Permitting: \$3,550
- Construction: \$315,000
- Total: \$332,350.00



FINANCIAL IMPACT:

This agreement establishes a credit for \$332,350.00 that will be used to offset the sewer reserve fee. This fee is required to be paid prior to recording the final plat. The credit will allow the developer to put the fees towards construction of the sewer line rather than being placed in a sewer reserve fee account for the City to build the extension at a higher cost in the future. There is no capital outlay required by the City.

STAFF RECOMMENDATION:

Favorable Recommendation