

## Council Agenda Report

**Date:** January 9, 2017

**Prepared and Submitted by:** Jane Dorman, Water Resource Administrator 

**SUBJECT:** Oak Hill Residents Water Connections

**Recommendation:** That Council, in conjunction with the Municipal Utilities Commission, allow residences of Oak Hill Subdivision to connect into the City Water Supply with no capital charge or installation fee from the MUC with the exception of the cost of the meter up until July 1, 2018.

**Discussion:**

The City is in the process of connecting 27 residences to the City sewer system. Of those, there are 8 residences currently on the City water system but 19 are not. The MUC has absorbed the cost of the running a new main from Route 16 to Bucktown Road to the area known as Oak Hill Subdivision. The MUC recommends that we allow residences of this area to hook into the City System with no installation or capital charge to the customer only up until July 1, 2018. This is intended as an incentive to the Oak Hill residents to hook into the City water system sooner than later. The recommended policy was approved by the MUC Commission at their meeting of Dec. 9<sup>th</sup>, 2016. This is a savings of \$1500 per customer. Their expense will be the cost of the meter (\$350) and their plumber's fee to hook into the service box plus the cost of abandoning their existing well.

**Fiscal Impact:**

The MUC will receive at least the minimum revenue for water in the amount of \$165.11 per month if all nineteen residences were to hook in.

**Approved by:** 