



City of Grand Island

Tuesday, May 17, 2011

Study Session

Item -3

**Update on Extending City Sanitary Sewer along US Highway 281
to Interstate 80**

Staff Contact: John Collins, Public Works Director

Council Agenda Memo

From: John Collins, Public Works Director

Meeting: May 17, 2011

Subject: Update on Extending City Sanitary Sewer along US Highway 281 to Interstate 80

Item #'s: 3

Presenter(s): John Collins, Public Works Director

Background

At the January 4, 2011 Study Session the City Council was informed of an interest by businesses along US Highway 281 near the Interstate 80 interchange about extending City sanitary sewer to serve their property.

On January 11, 2011 City Council approved Mayor Vavricek to sign a "Letter of Intent" to the Nebraska Department of Environmental Quality declaring the City's willingness to negotiate a public/private project with these businesses to extend City sanitary sewer south along US Highway 281.

Discussion

Several meetings have been conducted between the City and the interested parties, with progress towards an amicable agreement.

The total project cost is estimated at \$2.2 million, with funding provided from the DEQ SRF at 3.5% interest for 20 years. The funding is expected to be repaid through tap fees, via an Interlocal Agreement or Sanitary Sewer Improvement District.

Conclusion

This item is presented to the City Council in a Study Session to allow for any questions to be answered and to create a greater understanding of the issue at hand.

It is the intent of City Administration to bring this issue to a future council meeting for approval of the agreement.