

**PUBLIC WORKS DEPARTMENT
MEMORANDUM #3 – 2019**

DATE: January 14, 2019
TO: Honorable Mayor Carol Dodge and City Council Members
THROUGH: Heather Geyer, City Manager *HG*
FROM: Kent Kisselman, PE – Director of Public Works *KHK*
SUBJECT: CR-4 – Standley Lake Pipeline Joint Operating Committee Escrow Account Contribution

PURPOSE

The City Council will be considering a Resolution to allocate funding to the Standley Lake Pipeline Joint Operating Committee (SLPJOC) escrow account for maintenance programming of the pipeline.

BACKGROUND

The Standley Lake Pipeline conveys raw water from Standley Lake to the City of Northglenn and the City of Thornton. It is jointly operated by the Cities of Northglenn and Thornton through the SLPJOC. The requested contribution, if approved, will allocate funding for the annual capital improvement project (CIP) program. The SLPJOC Agreement states that all costs to maintain the pipeline shall be shared equally between the Cities.

The annual CIP program consists primarily of maintenance projects that include the following: design/engineering services, ordering/installing pipeline parts and fittings, maintaining cathodic protection, and other minor repairs.

In 2019, the annual CIP program will cover the following costs:

- 1) Design/engineering, bidding assistance, and construction management services for the Standley Lake Pipeline. These services are being provided by J&T Consulting, Inc.
- 2) Ordering of replacement pieces for the pipeline, 48" and 54" steel sections, 48" PCCP closure piece, and miscellaneous bolts and gaskets.
- 3) Replacement of a section of pipe in October 2019.

BUDGET/TIME IMPLICATIONS

CAPITAL EXPENDITURE BREAKDOWN

2019 Budget Appropriation (W/WW CIP)	\$150,000.00
<u>2019 Northglenn's SLPJOC Escrow Account Contribution</u>	<u>(\$150,000.00)</u>
Account Balance	\$0

RECOMMENDATION

Staff recommends that \$150,000 be placed in the SLPJOC escrow account to pay for the above-mentioned costs. The escrow account is held at Wells Fargo Corporate Trust Services and is independently audited by RSM LLP. Funds drawn from the escrow account must be approved by both cities.

Attached to this memorandum is a Resolution that, if approved, would authorize the transfer of \$150,000.00 from the Water/Wastewater Fund to the Standley Lake Pipeline Joint Operating Escrow Account.

Staff recommends approval of Resolution CR-4.

STAFF REFERENCE

If Council members have any comments or questions they may contact Kent Kisselman, 303.450.4005, or kkisselman@northglenn.org.

ATTACHMENT

CR-4 – Standley Lake Pipeline Joint Operating Committee Escrow Account Contribution

SPONSORED BY: MAYOR DODGE

COUNCILMAN'S RESOLUTION

RESOLUTION NO.

No. CR-4
Series of 2019

Series of 2019

A RESOLUTION AUTHORIZING THE NECESSARY EXPENDITURES TO ACCOMPLISH THE ANNUAL CAPITAL IMPROVEMENT PROGRAM FOR THE STANDLEY LAKE PIPELINE

WHEREAS, the Cities of Northglenn and Thornton both own and operate water systems which include the storage of raw water in Standley Lake; and

WHEREAS, Northglenn and Thornton entered into a Joint Operating Agreement dated September 24, 1994 and agreed to share the cost of the operation, maintenance, repair and replacement of the Standley Lake Pipeline.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF NORTHGLENN, COLORADO, THAT:

Section 1. The City Council hereby authorizes the transfer of funds for the City of Northglenn's share of the annual capital improvement program (CIP) for the Standley Lake Pipeline in the amount of \$150,000 from the Water and Wastewater Fund to the Standley Lake Pipeline Joint Operating Escrow Account.

DATED at Northglenn, Colorado, this ____ day of _____, 2019.

CAROL A. DODGE
Mayor

ATTEST:

JOHANNA SMALL, CMC
City Clerk

APPROVED AS TO FORM:

COREY Y. HOFFMANN
City Attorney