

FORSYTH COUNTY

BOARD OF COMMISSIONERS

MEETING DATE: AUGUST 17, 2017 AGENDA ITEM NUMBER: 3

SUBJECT: RESOLUTION APPROVING, RATIFYING, AND AUTHORIZING EXECUTION OF AN INTERLOCAL AGREEMENT TO REIMBURSE THE CITY/COUNTY UTILITY COMMISSION FOR DEVELOPMENT AND CONSTRUCTION OF A REGIONAL SEWER LIFT STATION TO SERVE THE IDOLS ROAD BUSINESS PARK

COUNTY MANAGER'S RECOMMENDATION OR COMMENTS: Recommend Approval

SUMMARY OF INFORMATION: See Attached

ATTACHMENTS: YES NO

SIGNATURE: *J. Rudley Watts, Jr.* DATE: August 16, 2017
COUNTY MANAGER

RESOLUTION APPROVING, RATIFYING, AND AUTHORIZING EXECUTION OF AN INTERLOCAL AGREEMENT TO REIMBURSE THE CITY/COUNTY UTILITY COMMISSION FOR DEVELOPMENT AND CONSTRUCTION OF A REGIONAL SEWER LIFT STATION TO SERVE THE IDOLS ROAD BUSINESS PARK

WHEREAS, the City/County Utility Commission recommends that Forsyth County provide wastewater service to the Idols Road Business Park in conjunction with Davie County through a regional wastewater lift station; and

WHEREAS, the estimated cost for the regional pump station is \$4,473,300, which includes \$790,500 for engineering and design, \$71,000 for Clean Water State Revolving Loan Administration, and \$3,611,800 for construction; and

WHEREAS, Forsyth County would be expected to reimburse the City/County Utility Commission by the end of construction, which is estimated to be completed on September 2019; and

WHEREAS, to assist Forsyth County with funding the project, the City/County Utility Commission has offered a \$1M loan to the County at 0% interest and payable within 10 years of completion of the project; and

WHEREAS, the City/County Utility Commission would own and operate the regional wastewater sewer lift station facility and be responsible for all future maintenance;

NOW, THEREFORE, BE IT RESOLVED that the Forsyth County Board of Commissioners hereby approves an agreement to reimburse the City/County Utility Commission for the cost of a regional sewer lift station to serve the Idols Road Business Park.

BE IT FURTHER RESOLVED that the Chairman or County Manager and Clerk to the Board are hereby authorized to execute, on behalf of Forsyth County, an agreement to reimburse the City/County Utility Commission for development and construction costs of the regional sewer lift station to serve the Idols Road Business Park at a cost to the County of \$4,473,300, subject to the necessary appropriation of funds by the Forsyth County Board of Commissioners to fund the County's cost of the said project.

BE IT FURTHER RESOLVED that the Forsyth County Board of Commissioners hereby acknowledges the offer by the City/County Utility Commission to loan \$1M to Forsyth County at 0% interest payable within ten (10) years of completing the project, as a possible financing tool for the engineering, design, and construction of sewer and water infrastructure in the Idols Road Business Park, subject to future consideration and action by the Forsyth County Board of Commissioners to accept said loan offer .

BE IT FURTHER RESOLVED that the Chairman or County Manager and Clerk to the Board are hereby authorized to execute, on behalf of Forsyth County, the necessary loan documents.

BE IT FURTHER RESOLVED that this Resolution ratifying interlocal cooperation between Forsyth County and the City/County Utility Commission is hereby spread upon the minutes of the Forsyth County Board of Commissioners.

Adopted this 17th day of August 2017.



August 16, 2017

**Utilities
Administration**

City of Winston-Salem
P. O. Box 2511
Winston-Salem, NC 27102
City Link 311 (336.727.8000)
Fax 336.727.8432
www.cityofws.org

Dudley Watts
Forsyth County Manager
201 North Chestnut Street
Winston-Salem, NC 27101

Dear Dudley,

This letter is to inform you that the Winston-Salem/Forsyth County Utility Commission (CCUC) approved a loan for the Idols Road Industrial Park project at its meeting on August 14, 2017.

Terms of the loan are listed below.

- Loan amount of \$1,000,000
- Loan to be paid back at the end of 10 years
- Interlocal agreement between Forsyth County and CCUC must be executed before dispersing any funds
- CCUC agrees to collect “system development fees”, to the extent permissible by law, from Forsyth County users of the regional wastewater lift station
- The “system development fees” will be applied to the \$1 million loan advanced to Forsyth County
- At the end of ten years, Forsyth County will be responsible for paying back CCUC the difference of \$1 million and the fees collected

The offer of this loan is contingent upon approval of the project by Forsyth County Commissioners at their August 17, 2017 meeting. Failure to approve the project will result in CCUC directing Davie County to proceed with the original project without the regional pump station.

Sincerely,

Courtney Driver, PE
WS/FC Utilities Director

Cc: Randall Tuttle, CCUC Chairman
Greg Turner, PE, Assistant City Manager



Call 311 or 336-727-8000
citylink@cityofws.org

City Council: Allen Joiner, Mayor; Vivian H. Burke, Mayor Pro Tempore; Northeast Ward: Denise D. Adams; North Ward: Dan Beste; Southwest Ward: Robert C. Clark; West Ward: John C. Larson; South Ward: Jeff MacInnis; Northwest Ward: Derwin L. Montgomery; East Ward: James Taylor Jr.; Southeast Ward: City Manager: Lee D. Gattety

Forsyth County Commissioners: David R. Plyler, Chairman; Don Martin, Vice-Chair; Fleming El-Agnaf; Ted Kaplan; Richard V. Linville; Gloria D. Whitehurst; Esmerette Witherspoon; County Manager: Dudley Watts, Jr.

City/County Utility Commission: Randall S. Tuttle, Chairman; Wesley Curtis, Jr., Vice Chair; Harold E. Day; Tom Griffin; Duane Long; Paul S. McGill; Chris Parker; Jim Ruffin; Donald R. Stewart