



Legislation Text

File #: Res. 2023-85R, **Version:** 1

AGENDA CAPTION:

Consider approval of Resolution 2023-85R, approving a contract with Martin Marietta North Texas Cement, LLC, formerly known as TXI Operations LP d/b/a Martin Marietta, for the sale of reclaimed water at prevailing rates; authorizing the City Manager or her designee to execute the contract documents; and declaring an effective date.

Meeting date: May 2, 2023

Department: SMTXU, Tyler J. Hjorth - Director

Amount & Source of Funding

Funds Required: NA

Account Number: Click or tap here to enter text.

Funds Available: Click or tap here to enter text.

Account Name: Click or tap here to enter text.

Fiscal Note:

Prior Council Action: Initial agreement for the supply of water and construction of a reclaimed water pipeline and interconnection was entered into in March of 2007 for a term of ten years. Initial agreement was renewed through Res 2018-40R on Mar 20, 2018.

City Council Strategic Initiative: [Please select from the dropdown menu below]

Choose an item.

Public Safety, Core Services & Fiscal Excellence

Choose an item.

Comprehensive Plan Element (s): [Please select the Plan element(s) and Goal # from dropdown menu below]

☐ Economic Development - Choose an item.

☒ Environment & Resource Protection - Choose an item.

☐ Land Use - Choose an item.

☐ Neighborhoods & Housing - Choose an item.

☐ Parks, Public Spaces & Facilities - Choose an item.

- ☐ Transportation - Choose an item.
- ☒ Core Services
- ☐ Not Applicable

Master Plan: *[Please select the corresponding Master Plan from the dropdown menu below (if applicable)]*

Choose an item.

Background Information:

This agreement is a renewal of the reclaimed water supply agreement approved in 2018 and runs through 2028.

Under the previous contract and this renewal, the City will continue to provide Martin Marietta with a guaranteed maximum quantity of reclaimed water of up to 700,000 gallons per day. Customer may take smaller quantities at its discretion but will pay for a minimum 120,000 gallon daily take each month. The contract stipulates that the prevailing rates for reclaimed water will be used in calculating the monthly bill, which is currently \$1.90 per 1,000 gallons, for minimum and maximum annual payments of approximately \$83,000 and \$486,000, respectively.

Council Committee, Board/Commission Action:

Click or tap here to enter text.

Alternatives:

Click or tap here to enter text.

Recommendation:

Staff recommends approval.