

CITY OF RAPID CITY

RAPID CITY, SOUTH DAKOTA 57701-2724

Public Works Department

300 Sixth Street Telephone: (605) 394-4165 FAX: (605) 355-3083

Web: www.rcgov.org

January 22, 2008

Ms. Marcia Elkins Rapid City Growth Management Department 300 6th Street Rapid City, SD 57701

Re: Tax Increment District for Rainbow Ridge, City of Rapid City

Dear Ms. Elkins:

The Rapid City Public Works Department is requesting consideration for reallocation of project costs for the above-mentioned TID. The Public Works Department requests a reallocation of project component costs based on the recommendations of the City's Water Advocacy Task Force and other recently acquired master planning information.

Based on the above-mentioned information the construction of a new Madison water well is not recommended. The well expenditures would be better expended toward a new water reservoir. The reservoir should be located in the southwest corner of the TID boundary at the highest elevation in the TID boundary. (Refer to attached drawing.) After discussions with the developer's engineer the Public Works Department is also requesting decreasing the cost allocated toward the water booster station and reallocating this cost toward the reservoir.

The Public Works Department requests the \$750,000 identified for the Madison water well be reallocated for a water reservoir and the \$600,000 identified for the water booster station be reduced to \$500,000 with the \$100,000 balance reallocated toward the water reservoir. This results in a total cost allocation of \$850,000 for a water reservoir.

The Public Works Department requests the water reservoir design, bidding, and construction services be administered by the Public Works Department. The water booster station design is suggested to be completed by the developer's engineer and the design review, project bidding, and construction services administered by the Public



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Works Department. The other TID project components are suggested to be designed, bid, and constructed by the developer's engineer. The Public Works Department would anticipate that the water booster station and water reservoir could be operational by the fall of 2009.

Thank you, and if you have any questions please call Mr. Robert Ellis, Mr. Stacey Titus, or myself.

Sincerely,

Dirk Jablonski, P.E.

Public Works Director

ST/st

Cc:

Robert Ellis, P.E., City Engineer

Stacey Titus, P.E., Engineering Design Coordinator

Doyle Estes Hani Shafai, P.E.