

CITY OF RAPID CITY

RAPID CITY, SOUTH DAKOTA 57701

Public Works Department **Engineering Services Division**

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MEMORANDUM

TO:

City of Rapid City Council Members

FROM:

Louie Arguello

SUBJECT:

Easy Street Sanitary Sewer Extension - Project No. SS09-1829 CIP No. 50776

DATE:

February 3, 2009

The City of Rapid City anticipates receiving two EPA grants for the purpose of removing on-site wastewater systems, commonly called septic systems. The Federal dollars will pay for 55% of the construction costs and the City will pay for the remaining 45%. In addition, the City will pay 100% of the design costs.

The City's cost share will be funded from the Utilities/Facilities Fund. This funding was established to in essence be a revolving loan fund. Once the project has been constructed, staff proposes to prepare a Construction Fee for Council consideration to recapture these costs.

In order for the City to ensure the potential of 100% recapture of these funds, staff is requesting Council to:

A. Direct staff to not allow sanitary sewer service connection to the newly installed sanitary sewer main until a Construction Fee has been established or an agreement between the property owner and City has been executed for City cost recovery.



