

**AGENDA  
ANNUAL PERSIGO BOARD MEETING  
CITY OF GRAND JUNCTION, CITY COUNCIL  
MESA COUNTY, BOARD OF COUNTY COMMISSIONERS  
CITY HALL AUDITORIUM  
250 N. 5<sup>th</sup> STREET  
GRAND JUNCTION, COLORADO  
MONDAY, NOVEMBER 18, 2013, 5:00 P.M.**

Chaired by Mesa County Commissioner Steve Acquafresca

- I. Welcome and Introductions
- II. Purpose of Annual Joint Meeting of the Persigo Board
- III. 201 Boundary Adjustments (None)
- IV. Proposed Revision of Trunk Extension Policy
- V. Budget Calendar and CIP Review
- VI. Managers Reports
  - Persigo Methane Gas Utilization
  - Nutrient Study and Savings for Future Implementation
  - Status of Septic System Elimination Program (SSEP)
  - Dissolution of Orchard Mesa Sanitation District

[Attach](#)

**Annual Persigo Meeting Agenda Item**  
Attach

**Subject:** Amendment to Section 3 of Resolution No. 47-93 Sewer Trunk Line Extension Fund Policy

**Action Requested/Recommendation:** Discussion and Agreement of the Proposed Text Revisions to the Trunk Line Extension Policy; Formal Adoption of Policy to Occur at Separate Council and Board meetings

**Presenter(s) Name & Title:** Dan Tonello/Bret Guillory, Waste Water System Manager/Utility Engineer

**Executive Summary:**

Changes to Resolution No. 47-93 are proposed to provide greater flexibility with regard to the Persigo System participation in Trunk Line Extension projects.

**Background, Analysis and Options:**

The Persigo System Trunk Extension Fund (TEF) was established by the Joint Board in 1993 under Resolution No. 47-93. This resolution sets guidelines that allow the Persigo Sewer System to participate in extension of trunk sewer lines that benefit larger basins within the sewer service area. There are several criteria that need to be met in order for Persigo to participate in a TEF project. Staff is requesting that the criteria be revised allowing for greater flexibility in participating with developers in this type project while still providing rigorous management of sewer funds and assuring that development is not subsidized by the rate payers.

**How this item relates to the Comprehensive Plan Goals and Policies:**

The revision to Resolution No. 47-93 does not impact or affect the goals and policies of the Comprehensive Plan.

**Board or Committee Recommendation:** None

**Financial Impact/Budget:** None

**Legal issues:** The City Attorney has reviewed and approved the proposed revision.

**Other issues:** This item is meant to be for discussion only and agreement among the policy body as to the content. The item will be brought to the City Council and Board of County Commissioners for formal adoption at their regular, separate meetings.

**Attachments:** Proposed revisions to Section 3 are shown in red on the attached document.

## Trunk line Extension Policy

3. Project Criteria. In determining if a trunk line construction project is eligible for the Sewer Trunk Line Extension program, the Manager shall consider the following:

- A. The trunk line must be included in the sewer lines shown in Figure TM 4-5 of the Black & Veatch 2008 Comprehensive Wastewater Basin Study Update;
- B. The trunk line shall be located in an area of the 201 Sewer Service Area that is developed or developing;
- C. At least 15% of the total cost of the trunk line shall be committed by property owners within the basin area prior to construction of the trunk line. This commitment may be in the form of prepaid development fees/escrow or contracts to pay upon the award of contract to construct the trunk line. The Manager may waive this requirement if the best interest of the sewer system is served by constructing a trunk line in an area that does not meet these criteria.
- D. The Manager may determine that, based on A through C above, a particular trunk line request is not financially in the best interest of the sewer trunk extension fund.

The property owner(s) in the basin may choose to participate in an amount greater than 15% of the project cost. The property owner(s) may request that the Manager evaluate trunk extension revenues anticipated to be received based on the property owner(s) development and other developable areas that would benefit from the project. The property owner(s) requesting the trunk extension will have the option to participate in the project by committing a greater percentage of the project cost up front that would allow the trunk extension fund to recover all project costs from the requesting property owner(s) participation, and trunk extension fees from the benefitting properties. Should the requesting property owner(s) costs be greater than the trunk extension revenues there will be no credit or reimbursement made to them.

- ⊖ E. The financial objective of the Sewer Trunk Line Extension Fund shall be to collect sufficient development fees to recover trunk line construction costs and finance further trunk line project on a self-sustaining basis.