CITY OF GRAND JUNCTION, COLORADO **MEMORANDUM**

Reply Requested	Date		
Yes No		<u>May 21, 19</u> 78	
To: (From:) Jim Wysocki	From: (To:)	Jim Patterson	

Attached is a memo from Duane Jensen outlining our past conversations with General Growth and Development Corp. regarding sewer service at their proposed shopping center site.

When we talk to someone about sewer service, we talk to them in terms of conditions and policies in effect at the time of the conversation. If we foresee changes in policy or conditions we try to bring these things out. I'm sure this was done in the case of General Growth and Development, in that the alternatives to connecting to the new plant were the result of the speculation, that the new plant might be delayed beyond their projected date of beginning use.

Further delays that were unknown to us at the time of our initial conversations with General Growth have resulted in a policy change that may have eliminated the alternative of connection to our existing system. This does not mean that our previous discussions with General Growth were not in good faith. The conversations were based on the conditions and on the best information at the time. I would emphasize too, that the conversations were about possible alternatives and no legal commitment was made for any of the alternatives.

I can see that General Growth has been "caught in the middle", and that is why we are exploring the possibility of adding additional treatment capacity to our existing plant under the terms that we have discuss-If this works out it may allow those in the position of General Grow to connect to our existing system.