RESOLUTION APPROVING A REIMBURSEMENT AGREEMENT IN THE AMOUNT OF \$131,900 WITH THE CITY OF REIDSVILLE FOR THE FUNDING OF WATER QUALITY IMPROVEMENTS SUPPORTING THE PURCHASE OF TREATED DRINKING WATER

WHEREAS, the City of Reidsville and the City of Greensboro entered into an Agreement dated May 26, 1999 that established an interlocal agreement between the two community's water and sewer systems, the construction of a water transmission line connecting Reidsville to Greensboro, and the terms and conditions for the sale of treated water to Greensboro by Reidsville:

WHEREAS, City Council approved an amendment to the agreement on August 16, 2016 that increased the minimum purchase to 1 million gallons per day;

WHEREAS, the parties extended the contract to June 30, 2024;

WHEREAS, Reidsville is proposing to install water treatment equipment designed to improve the quality of water Greensboro receives through the interlocal agreement and transmission line;

WHEREAS, the proposed treatment equipment reduces the potential formation of disinfection byproducts that have resulted in occasional water quality issues for Greensboro;

WHEREAS, the proposed improvements also helps reduce the adverse impacts from high water age created by the time it takes to transport water from Reidsville to Greensboro's distribution system;

WHEREAS, the city's share of the costs for the water treatment improvement are based on the percentage of water purchased in relation to total daily production or 33% of the plant's average daily production of 3.025 million gallons per day;

WHEREAS, the engineer's cost estimate for constructing the improvements is \$399,600 and the city's contribution based on purchased water flow is \$131,900; and

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF GREENSBORO:

That the City Manager is authorized to approve a Reimbursement Agreement with the City of Reidsville for the funding of water quality improvements supporting the purchase of treated drinking water in the amount of \$131,900 and the associated budget adjustment.