

Legislative Template

- What department or bureau is this bill originating from? Where did the initiative for the bill originate?

This bill originates from the Administration and Council

- Summary and facts of the bill.

In the first Tranche, with Ordinance # 15764, \$4,200,000 was allocated for the Water Distribution Main Replacement and \$2,550,000 was allocated for the Water Filtration Plant Filters Upgrade.

This bill provides for the second tranche to be allocated for \$2,100,000 for the Water Distribution Main Replacement and \$4,650,000 for the Water Filtration Plant Filters Upgrade.

If allocated, this could save the rate payers annually \$430,848 for the Water Main Replacements and \$492,400 for the Water Filtration Plant Filters OR \$12.9M and \$14.8M, respectively, over the 30-year loan.

- Purpose — Please include the following in your explanation:

- a. What does the bill do? What are the specific goals or tasks the bill seeks to accomplish?

The purpose of this bill will provide a relief for the rate payers from the impact of designated capital project expenses.

- b. What are the benefits of doing this? What are the drawbacks?

Per the Concession Lease Agreement, LCA is responsible for all capital projects. The current requirements are for LCA to replace one mile of waterline annually. Additionally, provide relief to the rate payers under the Capital Cost Recovery Charge.

- c. How does this bill relate to the City's vision/mission/priorities?

This is a cost savings to the rate payers of the City of Allentown.

- Financial Impact — Please include the following in your explanation:

- a. Cost (initial and ongoing)

001-03-2033-2119-46	Water Main Replacement	\$2,100,000
001-03-2034-2119-46	Water Filtration Plant Filters	\$4,650,000

b. Benefits (initial and ongoing)

- Funding Sources — Please include the following in your explanation:
 - a. If transferring funds, please make sure to give specific account names and numbers. If appropriating funds from a grant, please list the agency awarding the grant.

ARPA Fund Non-Departmental

019-01-0609-0001-88	Interfund Transfers	\$6,750,000
---------------------	---------------------	-------------

To

001-2661	Transfers in	\$6,750,000
----------	--------------	-------------

Transfer from the unappropriated balance of the Capital Fund to the following accounts:

001-03-2033-2119-46	Water Main Replacement	\$2,100,000
001-03-2034-2119-46	Water Filtration Plant Filters	\$4,650,000

- Priority status — Are there any deadlines to be aware of? n/a
- Why should Council unanimously support this bill? This would be a relief to the City of Allentown rate payers