

CITY COUNCIL COMMUNICATION



MEETING DATE: January 11, 2022

ITEM NUMBER: 9.D

SECOND READING:

{{customfields.ResoOrdNumber}}

TYPE OF ITEM: Consent

PRESENTED BY:

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SUBJECT/AGENDA TITLE:

A Resolution Of The Longmont City Council Approving An Intergovernmental Agreement With The Town Of Lyons For Electric Standby Distribution Service By Longmont Power And Communications

EXECUTIVE SUMMARY:

The Intergovernmental Agreement (IGA) for electric standby distribution service defines the standby service provided to the Town of Lyons at their wastewater treatment plant and two associated wastewater facilities, as well as establishes the standby rate. This IGA will replace the existing IGA Between the City and the Town to add an additional wastewater related facility to the current standby IGA. The addition of the standby rate is necessary so that Longmont Power & Communications (LPC) can properly collect the system costs required to reserve the Town of Lyons' capacity needs and to maintain the associated infrastructure in order to ensure that energy is available and can be delivered when it is needed.

This IGA supports Envision Longmont item 1.6 *Provide, maintain, and enhance public infrastructure, facilities, and services to meet the changing needs of the community.*

COUNCIL OPTIONS:

1. Approve
2. Disapprove

RECOMMENDED OPTIONS:

Option 1.

FISCAL IMPACT & FUND SOURCE FOR RECOMMENDED ACTION:

Ensures proper revenue collected from the Town of Lyons to cover the electric distribution system costs associated with providing standby services, thus avoiding subsidization by other customers.

**BACKGROUND AND ISSUE ANALYSIS:**

Longmont Power & Communications currently provides standby power to three wastewater facilities owned and operated by the Town of Lyons. This amendment is to add a fourth facility. These facilities are wastewater facilities, and state regulations require them to have a standby source of power. Due to the nature of the service provided, a standby rate is applicable.

ATTACHMENTS:

Att 1 - Resolution

Att 2 - Electric Standby Distribution Service IGA