

February 12, 2015

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Police Non-Emergency T: 262,884,0454

South Shore Fire Dept. Non-Emergency T: 262.554.8812 Mr. Keith Haas General Manager Racine Water Utility 800 Center Street, Room 227 Racine, Wi 53403

RE: Brooks Tractor – SE Frontage Road Water Main Extension

Dear Mr. Haas:

The Village of Mount Pleasant has been in discussions with a developer for the past several months and the Racine Water Utility has been a part of those discussions for a new water main along I-94. The Village is getting very close to signing a developers agreement with Brooks Tractor for a new development along the SE Frontage road of I-94 in the Village of Mt. Pleasant. We understand that there are several things that need to happen in order to facilitate a new water main along this corridor. This new water main is part of your regional water main development plan. We understand that the water utility would pay for any oversizing above a 12 inch equivalent main on this project. The Village is prepared to fund the local portion of this water main consistent with the retail water agreement between the Village and the Racine Water Utility dated May 24, 2004. The procedure we intend to follow is the laid out in section 9 (b)(1)(i) located on page 25 of the agreement entitled Village Initiated Main, Request For Future Growth Main.

Please consider this letter as our written request by the Village to the Racine Water Utility for the design and construction of a Future Growth Main as spelled out in this section of the agreement. We have already received a draft cost estimate from your Chief Engineer, Mr. Chad Regalia for the estimated aggregate front foot charge for the 12 inch equivalent water main. As estimated by Mr. Regalia the overall project cost is \$345,625.00. The Villages portion would be estimated at \$304,150.00. The estimated front foot charge would be \$96.43 per front foot. We are in agreement with the estimate at this time. It is our intent to fund our portion of this regional water main from funds within the Village.

In accordance with the agreement Section 9(b)(1)(ii) <u>Triggering Resolution</u>, the Village is affirmatively accepting this front foot charge estimate by the Utility and asking that the Racine Water Works Commission acknowledge that the Village is waiving its rights for a 60 day period in which to withdraw its request for this main to move forward. That being the case we understand that the Racine Water Works Commission will adopt a resolution in the near future and the adoption of said

resolution shall trigger the Village's obligation to pay the aggregate front foot charge in accordance with section 9(b)(1)(iv) of the agreement.

We further understand that this particular water main was not budgeted as a line item in the Racine Water Works budget for 2015 and the Commission may have to amend the approved budget in the weeks following this request in order for the construction of this main to be performed properly in accordance with the City budget process. It is also our understanding that the Racine Water Works Commission has already tentatively approved an agreement with GAI, Consultants for the design of this water main, pending execution of a developer's agreement with the Village and the developer Brooks Tractor.

The Village has received notification from the Racine Water Utility in correspondence dated February 6, 2015 outlining the anticipated front foot charge for this water main. Additionally, we request that no funds be expended on behalf of the Village until such time as we notify the Racine Water Utility to proceed. This is anticipated to occur prior to March 1, 2015.

If we can be of any further assistance, please do not hesitate to contact me at (262) 636-9434.

Sincerely,

Kurt Wahlen

Village Administrator

Cc: Logan Martin

Bill Sasse

Tony Beyer