

**CITY OF PEORIA, ARIZONA
COUNCIL COMMUNICATION**

cc: LOC
Amend No. _____

Date Prepared: June 19, 2008

Council Meeting Date: July 1, 2008

TO: Carl Swenson, City Manager
FROM: Stephen L. Bontrager, Utilities Director 
PREPARED BY: Brian Biesemeyer, Utilities Deputy Director 
SUBJECT: Approve the use of reserves and a budget transfer of \$648,000 for the payment of Collection Sewage Disposal Service - Tolleson.

RECOMMENDATION:

That Mayor and Council authorize the use of reserves from the Wastewater Operating fund and a budget transfer in the amount of \$648,000 from the Wastewater Operating fund contingency account 2400-2470-570000 to Wastewater Operating fund Collection Sewage Disposal Service - Tolleson account 2400-2480-523502.

SUMMARY:

This request is due to increased sewage disposal fees at the Tolleson Wastewater Treatment Plant. Disposal fees have increased due to increased operating costs associated with the treatment of Peoria's wastewater by the Tolleson Wastewater Treatment Plant.

Staff recommends Mayor and Council approve the use of reserves and a budget transfer of \$648,000 for the payment of Collection Sewage Disposal Service - Tolleson. Staff has identified a savings of \$648,162 in an associated CIP project UT00163 - Tolleson Dechlorination Facilities that will cover the increased costs for sewage disposal. Sewage disposal services to Tolleson will no longer be necessary once the Butler Drive Water Reclamation Facility begins full operations in July 2008.

CITY CLERK USE ONLY:

- Consent Agenda
- Carry Over to Date: _____
- Approved
- Unfinished Business (Date heard previous: _____)
- New Business

ORD. # _____ RES. # _____
LCON# _____ LIC. # _____
Action Date: _____