



CITY COUNCIL AGENDA ITEM

To: Mayor Graham and City Council
From: Dennis Sullivan, Director of Engineering & Public Works
Walter Denton, City Administrator
Date: June 7, 2010
Subject: RESOLUTION – Intergovernmental Agreement for the Discontinuance of Water Services

List of committees that have reviewed: Public Works Committee

Background: Under a new state law, O'Fallon must terminate water service to non-paying customers of Caseyville Township Sewer District if the District requests it. Staff has been working the language for some time with the District. What is proposed appears to be acceptable to the District. There is a list of requirements in the legislation for the District to meet before they issue us an order for termination of water service, including a public hearing on a delinquent account.

Legal Considerations, if any: The legal considerations are spelled out in the proposed agreement between the City of O'Fallon and Caseyville Township Sanitary Sewer District. The format and a good deal of the language there is based on a model agreement formulated by Illinois-American to use state-wide due to the recent Illinois legislation requiring water purveyors to assist sanitary sewer districts in bill collection.

Budget Impact: The Water Enterprise Fund may see a slight increase in revenue from agreement execution.

Staff recommendation: Staff recommends entering into the agreement based on the legislative requirement.