

TO: MAYOR AND CITY COUNCIL

FROM: NEIL JENSEN, City Administrator

SUBJECT: Paradise Products Inc. Water Access Fee Reduction

MEETING DATE: January 19, 2021

BACKGROUND:

Paradise Products Inc. has purchased the Robinson Outdoors Building from Scott Schultz (S and S Investments). They are installing a water sprinkler system in the building and are in need of a 6-inch water service to provide enough water to energize the sprinkler system. The building has a 2-inch service supplying the facility today.

A 6-inch water service access fee is \$30,010.00. The request is to drop the fee to \$5,600. When the building was built the builder has already paid for a water service the supplies the domestic water for the facility. As most of the council knows, the City Council has already reduced the water service fee for several businesses in the recent past.

It was discussed at the Public Works Commission on Thursday January 14th and was unanimously recommended to reduce the fee from \$30,010.00 to \$5,600.00.

On a side note, it was also discussed to reduce the water and sewer access fees to a more reasonable rate so requests like this can be avoided.

STAFF RECOMMENDATION

Please consider a reduction in the Water Access Fee from \$30,010.00 to \$5,600.00 for Paradise Products Inc.

REQUESTED COUNCIL ACTION

Please make a motion to reduce the 6-inch Water Access Fee from \$30,010 to \$5,600 for Paradise Products Inc. at their facility at 110 North Park Drive.