MEMORANDUM

TO: Matthew H. Greeson, City Manager

FROM: William W. Watterson, Director of Service and Engineering

DATE: September 9, 2014

SUBJECT: Supplemental appropriations, Water and Accrued Acreage Funds

---

Water Fund

The water contract between the Cities of Worthington and Columbus requires that Columbus repair water main breaks that occur to water lines owned by the City of Worthington. The contract includes a provision that Worthington pay for repairs that exceed 150% of the Equivalent Maintenance Ratio (EMR) of water of breaks in the Columbus system during each calendar year. The operating budget includes $25,000.00 to cover the cost of excess breaks.

In 2013 the EMR for the Worthington portion of the system was 18 breaks. A total of 41 breaks were experienced resulting in 23 excess breaks at a repair cost of $123,206.65. A supplemental appropriation of $99,000.00 is requested to cover the balance due the City of Columbus.

Accrued Acreage Fund

The sewer contract between the Cities of Worthington and Columbus requires that Worthington collect a “Systems Capacity Charge” for all new connections to the sanitary sewer system. The charge is 100% reimbursable to the City of Columbus on a quarterly basis. The 2014 operating budget included an appropriation of $21,000.00 to reimburse Columbus for charges collected. A total of $19,279.00 in reimbursements was paid to Columbus through the second quarter of 2014. An additional 21,308.00 in fees was collected during the third quarter of 2014. A supplemental appropriation of $26,000.00 is requested to cover these fees plus the cost two additional residential connections anticipated during the remainder of 2014.