



Waukesha Water Utility

SERVING WAUKESHA SINCE 1886

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MEMORANDUM

DATE: December 19, 2018

TO: Dan Duchniak, General Manager

FROM: Joe Ciurro, Administrative Services Manager

RE: Construction Authorization/Permitting Review

As previously discussed with the Water Commission, there are significant costs associated with construction authorization and permitting review by the WI Public Service Commission (WI PSC) and WI Department of Natural Resources (WI DNR). Please keep in mind that both the WI DNR and WI PSC bills are paid to the WI PSC. The Water Commission has authorized \$100,000 to this point. With a few smaller manager authorizations, the Utility has paid just under \$108,000.

We have received the final WI DNR bill for permitting review that will be recorded back to 2018. To this point, a final 2018 WI PSC bill for construction authorization review has not been received. The construction authorization application was submitted in mid-November, so management is aware of some significant review time for this process and expects to receive a related billing in the near future.

Management estimates that the Utility will need an additional authorization of \$75,000 from the Water Commission to cover the anticipated final 2018 costs. There is sufficient 2018 Future Water Supply administrative project budget to absorb this expense. Also, keep in mind that this authorization includes some costs that will be paid by the City's return flow debt proceeds (approx. \$15k).

Recommended Motion: Move to authorize an additional \$75,000 for construction authorization and permitting review by the Wisconsin Public Service Commission and Wisconsin Department of Natural Resources.