



City Council Meeting

Item Number: 16
Meeting Date: April 27, 2021
To: City Council / City Manager
From: Carl Craigo, Director
Subject: Motion authorizing the execution of a municipal water agreement with the University of Texas System Board of Regents for the City of Midland's purchase and use of water produced from the Paul Davis well field (UTILITIES)

Purpose:

This agreement will replace Municipal Water Contract No. 70 with University Lands

Recommended City Council Action:

Approve

Fiscal Impact:

Royalty payments for Municipal Use will be (per 1000 gallons):

October 1 2020: \$0.40

October 1, 2026: \$0.50

October 1, 2032: \$0.60

Royalty payments for Industrial User will be (per 40 gallons):

October 1 2020: \$0.10

October 1, 2026: \$0.15

October 1, 2032: \$0.20

Discussion:

This agreement lowers the Municipal and industrial use costs to the City from the previous agreement. This water source is the emergency water source for the City of Midland and is

used for industrial/mining industries for the City to keep the well field running and maintained.

A handwritten signature in black ink, appearing to read "Robert Patrick". The signature is fluid and cursive, with the first name "Robert" and last name "Patrick" clearly distinguishable.

City Manager's Office