

Amendment to SPU Franchise Agreement

October 23, 2017

Margaret King, City Attorney



Overview of New Provisions

- Extends Franchise six (6) additional years (2026 versus 2020)
- Clarifies that SPU will perform fire hydrant inspections
- SPU will establish a Shoreline Asset Management Priority Program (SAMPP)

Shoreline Asset Management Priority Program

- Program will prioritize and implement certain SPU distribution system capital improvements within Shoreline.
- Starting in 2018 Program will target \$1 million per year of capital improvements projects from a project list jointly developed by the City and SPU.
- If project is larger than \$1 million, up to 2 additional years worth of target amounts may be used for the project. When this occurs the next new project would not occur until the fourth year.
- Adds process of Management Letters to address recurring operational issues
- Other provisions remain the same.

QUESTIONS?

