



MEMORANDUM

Council Agenda
Item No. IX. AK
4/26/2022

The City of OKLAHOMA CITY

TO: Mayor and City Council

FROM: Craig Freeman, City Manager

Raw Water Service Agreement with the Oklahoma City Water Utilities Trust, the McGee Creek Authority, and Stability Strategic Management, LLC (AC-22-0005-WH), April 26, 2022 through April 25, 2027.

Background:

The Oklahoma City Water Utilities Trust (OCWUT), The City of Oklahoma City (City), and the McGee Creek Authority request approval of an interruptible Raw Water Service Agreement with Stability Strategic Management, LLC (Stability) for an initial term of five years. The agreement provides for Stability to consume no more than 228 acre-feet (74.29 million gallons) of raw water from the Atoka pipeline annually during the term of the agreement.

Based on rates and charges set forth in City code for raw water service, the anticipated revenue is estimated at \$184,000.

Terms of the agreement include the addition of a point of delivery (POD), the location of which will be determined by the OCWUT General Manager to supply water to the cultivation facility from the future second Atoka pipeline. Stability shall submit to OCWUT any proposed construction activities crossing the Atoka pipeline and easement on the cultivation facility served by the POD, and OCWUT must review and approve all plans and specifications before construction commences.

Source of Funds:

OCWUT - Water Revenue Fund - Raw Water-Atoka
(360-3000-41400251)

Review:

Utilities Department

Recommendation: Agreement be approved.