



Common Council Report

Agenda Item: Discussion and Possible Action Regarding Resolution 2022-26
Reducing the Letter of Credit for Journey Hills Subdivision

Meeting Date: October 25, 2022

Presenter: Al Hulick, City Administrator

Department: City Administration

Conformance with Strategic Plan:

- Affordability & Financial Stability
- Safe, Inclusive, Welcoming Community
- Diverse Opportunities for Fun and Life-Long Learning
- High Performing Organization with Professional Staff
- Environment for Business Success with Thoughtful Growth and Development

Summary

Normington Excavation, Inc. has requested a reduction in the letter of credit for the first phase of Journey Hills.

Analysis and Key Issues

The residential developer's agreement, signed November 16, 2021, allows for a reduction of the value of the letter of credit commensurate with work that has been completed and after acceptance of the work by the Common Council. Acceptance of work was approved with the contingencies outlined in the attached memo at the May 17th, 2022 Common Council Meeting. The amount of the reduction of the letter of credit is for work completed. The remaining work includes installation of sidewalks, installation of the final lift of asphalt surface and other miscellaneous items related to project completion.

Fiscal Impact

The remaining value of the letter of credit provides the City a source of funds to complete the remaining work in the event the Developer is in default of the approved developer's agreement.

Recommended Motion

The City Administration recommend the Common Council approve Resolution 2022-26 reducing the letter of credit for the Journey Hills Subdivision to \$42,000.

Attachments

- Resolution 2022-26
- Journey Hills Baxter & Woodman Completion Memo 051722
- Journey Hills Baxter & Woodman Phase 1 Acceptance
- Estimate of Outstanding Improvements