

**RESOLUTION APPROVING AN AMENDMENT TO THE SEWER SYSTEM  
CONSTRUCTION AND OPERATION AGREEMENT WITH THE TOWN OF  
WALKERTOWN**

**WHEREAS**, on September 26, 2000, a Sewer System Construction and Operation Agreement was executed between the Town of Walkertown (Town), City/County Utility Commission (CCUC), and the City of Winston-Salem; and

**WHEREAS**, the agreement outlines the terms between the Town and CCUC for the construction of the Town's sewer collection system; and

**WHEREAS**, the Town constructed the sewer system with funds that were made available through the Rural Economic Development Center, Inc. Unsewered Communities Grant Program and the N.C. Department of Environment and Natural Resources Clean Water Bond Program; and

**WHEREAS**, CCUC managed the grant application, design, and construction, and took ownership of the system once constructed; and

**WHEREAS**, a surcharge is collected from the Town of Walkertown's customers and deposited into a Reserve Account that is used to pay for project costs that were not eligible for reimbursement under grants or matching funds.

**WHEREAS**, sufficient funds have been collected in the Reserve Account to pay off a loan with N.C. Department of Environment and Natural Resources for the sewer collection system project and the Town has requested to stop collecting the surcharge for the Reserve Account.

**NOW, THEREFORE, BE IT RESOLVED** that the Mayor and City Council of the City of Winston-Salem authorize the City Manager and City Secretary to execute an amendment to the Sewer System Construction and Operation Agreement with the Town of Walkertown and City/County Utility Commission reducing the rates for Town of Walkertown's customers to 1.0 times the inside City rate and eliminating the Reserve Account.

**BE IT, FUTHERMORE, RESOLVED** that the City Council approve amending the Sewer System Construction and Operation Agreement such that future amendments to the agreement or termination of the agreement will not require City Council's approval and the Mayor's signature.