

Monday, August 10, 2020

RESOLUTION NO. 109 – 20

Offered by Councilor **HUGHES** Seconded by Councilor

AUTHORIZES WATER PURCHASE AGREEMENT WITH NORTH JERSEY DISTRICT WATER SUPPLY COMMISSION

WHEREAS, the Borough of Glen Ridge seeks to purchase an additional .3973 million gallons of water per day; and

WHEREAS, by Resolution #1928, dated June 24, 2020, the Board of Commissioners of the North Jersey District Water Supply Commission authorized the execution of a temporary agreement incorporating the sale amount of .3973 million gallons per day of water (as a required minimum purchase) from the Wanaque South Project as defined in said Resolution #1928 for an initial ten (10) year term, with a right to renew said temporary agreement for up to three (3) consecutive five (5) year terms, and with the option for the Borough of Glen Ridge to purchase a permanent membership interest in the said Wanaque South Project during the first ten (10) year term of the temporary agreement; and

WHEREAS, the Borough is willing to guarantee the purchase of said .3973 MGD for the initial 10-year term of the temporary agreement, thereafter in an amount to be determined pursuant to the temporary agreement, the foregoing to be purchased at a ten percent (10%) premium per million gallons charged by the North Jersey District Water Supply Commission on top of the applicable Water Rate due to the fact that the Borough of Glen Ridge is not a South Municipality; and

WHEREAS, the Borough desires to have the option to purchase a permanent membership interest in the Wanaque South Project during the initial 10-year term of the temporary agreement, on terms which would allow the Borough to allocate fifty percent (50%) of the Premium Payments it makes in excess of the retail water rate charged to the South Municipalities towards the cost of joining the Wanaque South Project, as determined by the North Jersey District Water Supply Commission in its discretion; and

WHEREAS, it is in the best interest of the Borough of Glen Ridge residents to enter into said temporary agreement.

NOW, THEREFORE, BE IT RESOLVED by the Mayor and Council of the Borough of Glen Ridge that it hereby authorizes the Mayor to execute the contract upon final review by the Borough Attorney and Borough Administrator.