



## *Agenda Commentary*

**Item Title/ Subject:** Agreement with the City of Canute

**Staff Source:** City Manager, Steve Hewitt

**Date:** March 29, 2013

**Background/Subject Information:**

Canute will be submitting a new Memorandum of Understanding regarding the construction of a new Water Plant that can provide water to Clinton. Up to 1.5MG

**Recommendation:**

City Attorney's and staff from both Cities are negotiating the MOU. Canute hopes to approve this agreement Monday and staff will provide to Council to discuss and consider their action/proposal.

Once construction begins and costs are finalized an actual Water Purchase Agreement will need to be approved (showing actual water pricing to Clinton). MOU shows good faith between the Municipalities to work towards this common goal/project.

**Price/Cost:** TBD