

14. CONSIDERATION OF RESPONSE BY HAMPTON ROADS DEVELOPMENT TO SHARE COSTS OF SEWER LINE EXTENSION

As you directed at your July 27 meeting, I offered Hampton Roads Development (HRD) an opportunity to equally share in the cost of extending the 18" sewer line an additional 580' east of its original terminus in front of Riverdale Elementary School. In exchange for their willingness to share the cost (\$60,000 each), we offered to credit them with twelve (12) facility fees, valued at \$6,000 each.

HRD has responded affirmatively to our offer, subject to:

- 1) Their ability to utilize the credits on any project in Southampton County (not just the Villages of Southampton site); and
- 2) Availability of sufficient volumes of drinking water from the City of Franklin to develop the Villages of Southampton property.

In order to satisfy condition number 2, it will be necessary to negotiate a bulk water purchase agreement with the City of Franklin, which the City has expressed a willingness to consider.

MOTION REQUIRED: If the Board is so inclined, a motion is required to accept HRD's offer and direct the county Administrator to negotiate the terms of a bulk water purchase agreement with the City of Franklin, subject to subsequent review and approval by the Board.