



Date of Council Work Session: April 22, 2013

**TOWN OF LEESBURG  
TOWN COUNCIL MEETING**

**Subject:** Green Energy Partners (GEP)

**Staff Contact:** Amy Wyks, Director of Utilities

**Recommendation:** Project update only. No action is required by Council at this time.

**Fiscal Impact:** Under analysis

**Issue:** Project update only.

**Background:** Since approval of the Memorandum of Understanding between the Town and Green Energy Plant (GEP), both parties have been working together to develop a working agreement. In March, GEP's legal staff presented a draft agreement with a simplified reclaimed water pricing structure guaranteeing a minimum monthly payment with no requirement for the Town to reimburse the purple line costs. The new pricing proposal includes a fixed annual payment (capacity type payment) that relates to a base quantity of water sales each year. For water sales, above the base quantity, the reclaimed water would be sold at the established unit price of \$1.35 per 1000 gallon.

In order to properly evaluate the proposed agreement by GEP, the Town has retained GreeneHurlocker, PLC and CH2M Hill to assist in the review, and to complete a cost benefit analysis. In the meantime, the Town's Water Pollution Control staff continues to provide samples and test results of the effluent to GEP. Also, the Town's Capital Improvements staff has acquired easements for the proposed purple line.

GEP is also interested in sanitary sewer capacity from the Town. A sewer usage agreement could be considered between the Town and Loudoun Water for GEP's benefit.