

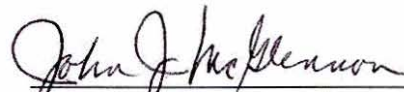
RESOLUTION

STONEHOUSE WATER STORAGE AND SUPPLY COSTS PARTICIPATION AGREEMENT

- WHEREAS, the James City Service Authority desires to construct at least a 1.0 million gallon elevated water storage tank in the Stonehouse Commerce Park to serve the water storage needs of the Central Water System; and
- WHEREAS, Stonehouse Capital, LLC will, in the very near future, construct a waterline in Fieldstone Parkway that will connect the Stonehouse Development to the Central Water System; and
- WHEREAS, planned growth in the Stonehouse Development will necessitate the addition of water storage in the development in the near future, and the Stonehouse Master Water Plan provides for a 500,000-gallon capacity groundwater storage facility as the next water storage component of the development at an estimated costs of \$400,000; and
- WHEREAS, the James City Service Authority staff and representatives of Stonehouse Capital, LLC, have agreed that diversion of the costs to build the planned ground-level storage tank to the larger elevated tank would be of mutual benefit; and
- WHEREAS, Stonehouse is required to provide additional water supply as necessary to support its development and connecting the two systems will make this difficult and complex; and
- WHEREAS, staff and representatives of Stonehouse have agreed that a cash contribution for water supply equivalent to the contribution proffered by developers in rezoning cases would be an acceptable alternative to providing additional water supply, and
- WHEREAS, James City Service Authority staff, in conjunction with the County Attorney and representatives of Stonehouse Capital, LLC, have prepared an agreement providing the terms for Stonehouse to make the cash contribution to the elevated tank in lieu of building a separate, smaller, ground-level water tank and proving for the water supply contribution.
- NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the James City Service Authority, James City County, Virginia, authorizes the General Manager to sign the agreement providing the terms for the cash contribution for water storage capacity and water supply by Stonehouse Capital, LLC.

ATTEST:


Sanford B. Wanner
Secretary to the Board



John J. McGlennon
Chairman, Board of Directors

<u>DIRECTOR</u>	<u>VOTE</u>
HARRISON	AYE
GOODSON	AYE
BROWN	AYE
BRADSHAW	AYE
MCGLENNON	AYE

Adopted by the Board of Directors of James City Service Authority, James City County, Virginia, this 26th day of April, 2005.