

TOWN OF GREENVILLE
ORDINANCE NO. 2012-WR-021

**REVISED RESOLUTION FOR PROPOSED PURCHASE OPTION TO
THIENEMAN ENVIRONMENTAL LLC FOR THE ACQUISITION OF
THE HERITAGE SPRINGS WASTE WATER TREATMENT PLANT
FROM THE GREENVILLE WATER UTILITY OF GREENVILLE,
INDIANA.**

WHEREAS, the Town and Water Utility Council of the Town of Greenville, Indiana has determined that it is in the interest of the Town of Greenville that the Greenville Municipal Water Utility of Greenville, Indiana propose to Thieneman Environmental LLC option for the purchase of the Heritage Springs Waste Water Treatment Plant owned by Thieneman Environmental LLC.

NOW, THEREFORE, BE IT ORDAINED BY THE TOWN AND WATER UTILITY COUNCIL OF THE TOWN OF GREENVILLE, INDIANA, AS FOLLOWS:

Town of Greenville Proposed Asset Purchase Option - Thieneman Environmental, LLC

1. Greenville to pay Thienemans the net purchase price, after allocating cost of WWTP capacity to their remaining lots within their CTA. Greenville will guarantee WWTP capacity for remaining lots within CTA at no cost to Thienemans. Thienemans must construct the collection system within their subdivision and dedicate to Town. Greenville will operate & maintain the sewage collection system and WWTP and agrees to maintain the current rate for customers within the CTA for a minimum of 5 years.

Cash paid to Thienemans to acquire utility	\$303,103
Value of capacity credit allocation for future users within Thieneman's CTA	\$675,087
 Total acquisition cost / value to Thienemans including capacity credits	 \$978,190

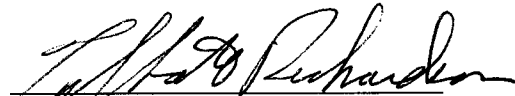
Note: The Town would also propose to acquire land adjacent to the existing WWTP for future expansion. Said additional land acquisition costs to be negotiated between Thienemans and the Town.

2. This Resolution replaces Resolution 2012-WR-015. After passage of this Resolution; Resolution 2012-WR-015 shall become null and void and be placed in the voided Ordinance file.

TOWN OF GREENVILLE
ORDINANCE NO. 2012-WR-021

ADOPTED BY THE TOWN COUNCIL OF GREENVILLE, INDIANA, ON THE 9th DAY OF
APRIL, 2012.

PRESIDENT OF THE TOWN AND WATER
UTILITY COUNCIL OF GREENVILLE,
INDIANA


TALBOTTE RICHARDSON,


JACK TRAVILLIAN,
CLERK/TREASURER

PREPARED BY: RANDAL JOHNES FOR
TALBOTTE RICHARDSON

ACCEPTANCE OF OPTION: _____ BY: _____

TITLE: _____ DATE: _____

FOR THIENEMAN ENVIRONMENTAL LLC

INFORMATION FOR THIS RESOLUTION PROVIDED BY O.W. KROHN OF O.W.
KROHN AND ASSOCIATES FINANCIAL ADVISER TO THE TOWN OF GREENVILLE
MUNICIPAL WATER UTILITY.

Greenville - Proposed Acquisition of WWTP		12/31/2010 - CTA Potential	
		<u>Total Plant</u>	<u>WWTP - 206</u>
Actual WWTP Capital Cost (per Monroe Shine Depreciation Schedules)		\$ 827,785	\$ 827,785
Estimated Cost of Collection System & Off Balance Sheet Capital		272,215	-
Gross Capital Costs incurred by Thienemans		\$ 1,100,000	\$ 827,785
Average Investment per Platted Lot within existing CTA	206	\$ 5,340	\$ 4,018
Capital Costs Recovered from Existing Customers	38	\$ 202,920	\$ 152,698
Net Capital Costs - Credit for Future Customers		\$ 897,080	\$ 675,087
Allocation of Net Capital Costs to Existing CTA	168	\$ 897,120	Capacity Credits \$ 675,087
	Total Value		Net Cash Pmt
Purchase Price - After Allocating Capacity Credits for CTA	\$ 978,190		\$ 303,103

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