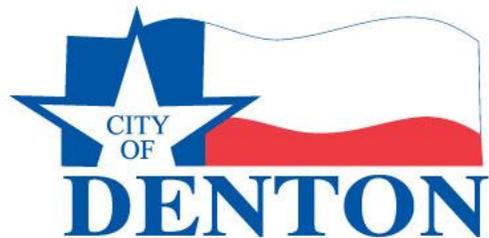


OPA25-0001

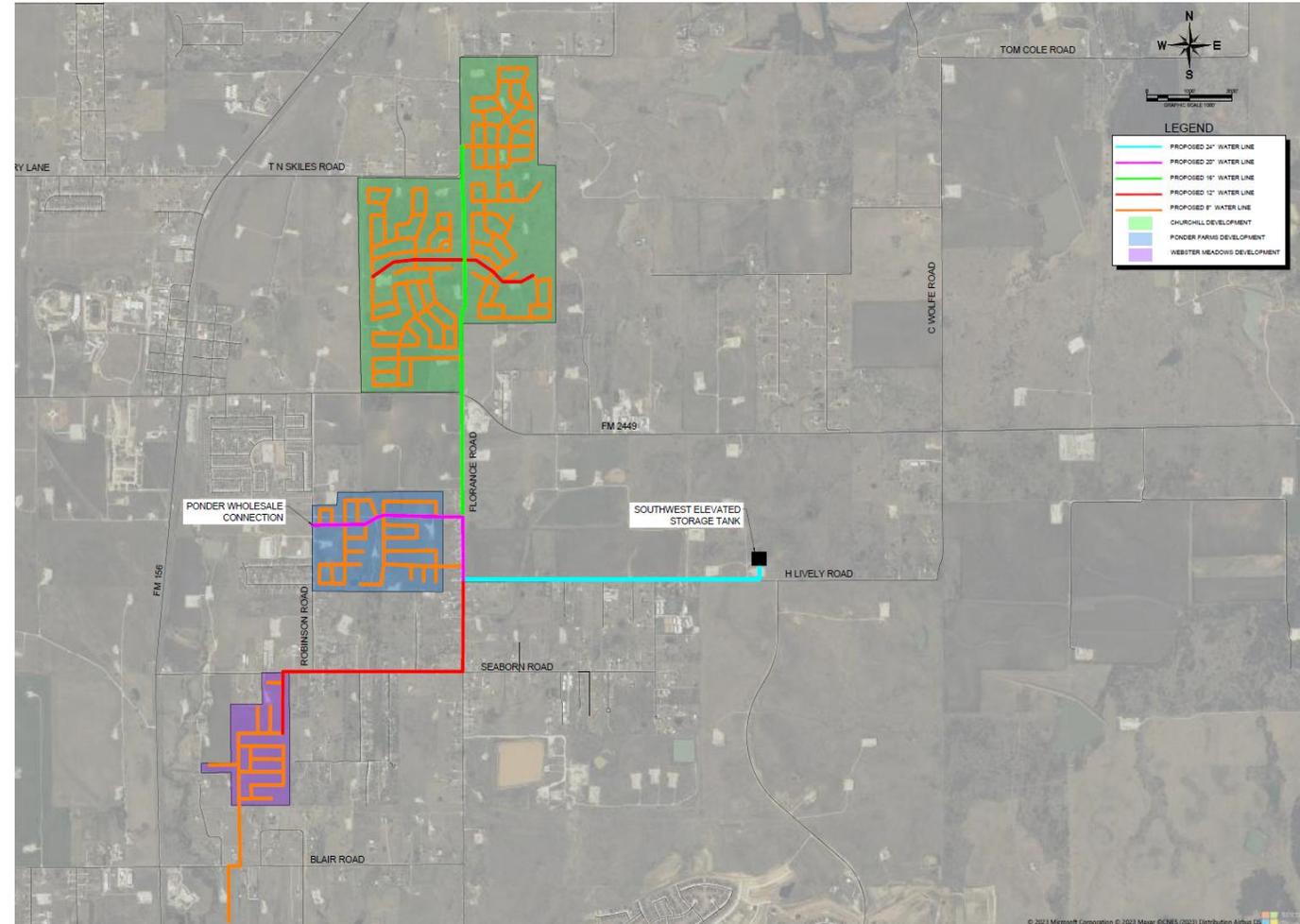
Interlocal Agreement – Ponder Farms Municipal Utility District of Denton County

**Charlie Rosendahl
Development Services
March 3, 2026**



Background

- The City and Ponder Farms MUD entered into agreements in November 2024 related to water and wastewater services.
- The City has been working with the Town of Ponder since that time to provide wholesale services.
- The City approached Ponder Farms regarding oversizing public facilities for the provision of wholesale water to the Town of Ponder.
- These improvements align with the future Water Master Plan.
 - Project No. 17 and No. 20



Interlocal Oversizing Agreement

- Total public improvement cost is \$8,628,385
 - Developer's Portion: \$6,367,173
 - City's Portion: \$2,261,212
- Funding from Water Utility Budget to be reimbursed through a contract with the Town of Ponder.
 - The wholesale connection point was provided as part of the MUD agreement.
 - City staff have been in negotiations with the Town of Ponder for wholesale water and sewer service.
- The water line was originally a part of the Ponder Farms MUD at a size of 20" and 24" to support 2,750 single-family units. The ILA is to increase to a 30" line to serve the MUD, the Town of Ponder, and future development in the area.

Recommendation

- Staff recommends approval of an Interlocal Agreement for oversizing with Ponder Farms Municipal Utility District of Denton County, in the not-to-exceed amount of \$2,261,212.

QUESTIONS?

Charlie Rosendahl
Interim Director
Development Services