

DENVER BOARD OF WATER COMMISSIONERS

Meeting Date: December 17, 2014

Board Item: II-B-3

**Participation Agreement with South Adams County
for Costs of Potable Water Connections
Contract #15834A**

Action by Consent

Action

Information

In 1998, the Board entered into a potable water lease with South Adams County Water and Sanitation District ("South Adams") for delivery of 4,000 AF/year of potable water to South Adams. Thereafter, South Adams purchased capacity for delivery of the 4,000 AF through a connection located at 56th and Quebec at a maximum flow rate of 8.6 MGD.

For operational and infrastructure reasons, South Adams desires to also take delivery of the 4,000 AF at 72nd and Tower Road ("Tower Road") at a maximum peak flow rate of 2.7 MGD and at 114th and Newbern ("Newbern") at a maximum peak flow rate of 0.3 MGD. Both connections have already been constructed.

Pursuant to the Participation Agreement, South Adams will pay to the Board \$3,858,168 for the agreed-upon capacity at the connections, consistent with the Board's participation policy, which requires recipients of water service outside the City and County of Denver to participate in the cost of the transmission conduits, pumping, and treated water storage facilities from the nearest available source.

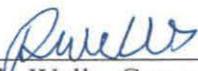
The Participation Agreement will have some water quality benefits for the Board's distribution system, and will satisfy the Board's obligation under Section 6 of the April 9, 2014 IGA with South Adams to negotiate a long term delivery connection agreement.

Recommendation:

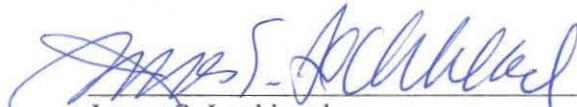
It is recommended that the Board approve the Participation Agreement with South Adams County Water and Sanitation Agreement.

Approvals:

Respectfully submitted,



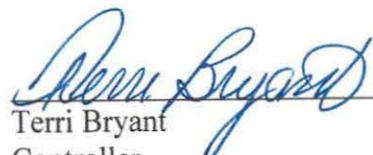
Patricia Wells, General Counsel



James S. Lochhead
CEO/Manager



David Little, Director of Planning

 12/11/14

Terri Bryant
Controller