

DENVER BOARD OF WATER COMMISSIONERS

Meeting Date: September 10, 2014

Board Item: V-B -2

Agreement Regarding Modifications to Shared Infrastructure related to the East Cherry Creek Valley Western Pipeline and State Land Board Line

Action by Consent

Action

Information

The East Cherry Creek Valley (ECCV) Western Pipeline and State Land Board Line, the purchase of which is discussed in Board Item 7, require several modifications for the anticipated joint-use. SMWA has engaged Black & Veatch to identify the necessary modifications. These modifications include a water tank at the eastern end of the pipeline to store WISE deliveries from Aurora's Prairie Waters system, a dechlorination station, and a sand filtration system to remove iron, manganese and sediment from ECCV's Willows wells. Black & Veatch has estimated the total cost of the modifications to range between \$10 million and \$13 million. The three parties have agreed to share the cost of the modifications as follows: Denver Water's and ECCV's costs will each be \$3,454,980 (bringing Denver's total cost for the Western Pipeline to \$8,179,980); SMWA's cost shall be \$3,454,980, plus any additional costs up to a maximum SMWA obligation of \$12,280,000.

With the execution of the Purchase Agreement discussed in Board Item 7, Denver Water will make a payment of \$150,000 that will be used to complete engineering design work needed to prepare the pipeline modifications for bidding. Assuming other contractual contingencies are satisfied, the final closing on the pipeline will occur in the fall of 2014, and Denver Water will fund the remainder of the modification costs, up to the total of \$3,454,980, in January, 2015. These funds are available in the 2014 budget and will be included in the 2015 budget.

Recommendation:

It is recommended that the Board approve the Modifications Agreement.

Approvals:

Respectfully submitted,



Patti Wells
General Counsel



for James S. Lochhead
CEO/Manager



Dave Little
Director of Planning



Terri Bryant
Controller