

DENVER BOARD OF WATER COMMISSIONERS

Meeting Date: August 14, 2013

Board Item: V-A-10

Revision to Operating Rule 2.08 regarding Participation Charges

Action by Consent

Action

Information

Denver Water began entering into cost sharing agreements called participation contracts in the late 1970s. These contracts were designed to ensure that infrastructure needed to serve a specific area or customer would be financed by the beneficiaries of the infrastructure, not through the rates of customers as a whole. Most participation facilities have been financed through contracts requiring payments during construction, but some have been funded over time by imposing a per-tap participation fee on each tap sold within the specific area. The Combined Service Area has been mostly developed since its creation in 1994. Except for the Stapleton area, new participation facilities have become rare and per-tap participation charges are seldom used.

The proposed changes to Operating Rule 2.08 are non-substantive. They are intended to update the language, de-emphasize per-tap participation charges, and bring the rules into closer alignment with the management of the existing contracts.

Recommendation:

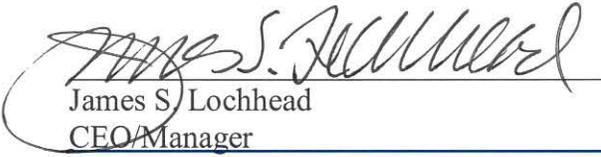
It is recommended that the Board approved the proposed revisions to Operating Rule 2.08.

Approvals:

Respectfully submitted,



Patricia Wells
General Counsel



James S. Lochhead
CEO/Manager



Julie Anderson
Director of Customer Relations