

DENVER BOARD OF WATER COMMISSIONERS

Meeting Date: August 14, 2013

Board Item: V-A- 9

Dissolution Agreement for East Cherry Hills Water District Contract # 12104A

Action by Consent

Action

Information

In December 2008, Denver Water and East Cherry Hills Water District (District) entered into a Total Service Improvement contract to convert the District from Read & Bill to Total Service. Under the terms of the contract, the Board paid for the improvements required to bring the District's system up to the Engineering Standards, which included replacing approximately 10,000 feet of distribution piping and adding fire hydrants. Residents of the District agreed to repay the Board through a surcharge on each bill over a fifteen year period.

Construction of the District's system improvements has been completed and the facilities are now in service. With the upgraded system in place, the District will dissolve and its service area will be included in the City of Cherry Hills Village service area (Total Service 045).

Upon dissolution, the remaining District funds will be remitted to the City. These funds will be used to pay for the final audit of the District's records and the remainder will be paid to the Board to reduce the outstanding balance due from the residents for the system improvements. The estimated amount of remaining District funds to be remitted to Denver Water is \$87,000. The receipt of these funds has not been budgeted for in 2013. The District and the City of Cherry Hills Village have approved the dissolution agreement.

Recommendation:

It is recommended that the Board approved the proposed Dissolution agreement.

Approvals:

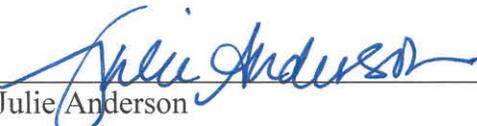
Respectfully submitted,



Patricia Wells
General Counsel



James S. Lochhead
CEO/Manager



Julie Anderson
Director of Customer Relations



Terri Bryant
Controller