

AGENDA

**WATER ISSUES COMMITTEE
NOTICE OF PUBLIC MEETING
Tuesday March 22, 2016
9:00 AM**

**Prescott City Hall
Lower Level Conference Room
201 South Cortez St., Prescott, AZ
(928) 777-1100**

The following Agenda will be considered by the Council Water Issues Committee at its Special Meeting on **Tuesday, March 22, 2016, at 9:00 a.m.** in the Lower Level Conference Room, 201 South Cortez Street, Prescott, Arizona. One or more members of the Council may be attending this meeting through the use of a technological device.

- A. Call to Order.
- B. Roll Call.

COUNCIL WATER ISSUES COMMITTEE MEMBERS:

Chairman Jim Lamerson
Member Steve Blair
Member Steve Sischka

- C. Approval of minutes of the February 9, 2016, Water Issues Committee meeting
- D. Alternative Water Portfolio Update
- E. Status of Resolution No. 4310-1519 and Resolution No. 4315-1524
- F. Draft Policy for Allocation of Alternative Water for Calendar Year 2016 (document to be distributed at meeting)
- G. Proposed schedule for consideration of Policy and repeal of suspension of acceptance of water service agreement applications
- H. Adjournment

CERTIFICATION OF POSTING OF NOTICE

The undersigned hereby certifies that a copy of the foregoing notice was duly posted at Prescott City Hall on _____ at _____m. in accordance with the statement filed by the Prescott City Council with the City Clerk.

Dana R. DeLong, City Clerk

COUNCIL WATER ISSUES COMMITTEE AGENDA MEMO
March 22, 2016

DEPARTMENT: City Manager (Water Resource Management)

AGENDA ITEM: Alternative Water Portfolio Update

Approved By:

Date:

Water Resource Manager: Leslie Graser

City Manager: Craig McConnell

Background

On November 10, 2015, the Council adopted Resolution No. 4310-1519 (Attachment 1) that enacted a temporary 90-day suspension on the acceptance of applications for City alternative water supplies, with certain exceptions. Sections 2 and 3 stated portfolio account balances for both the General Pool and the reservation for vacant, residentially-zoned properties within the City limits. The Resolution also made a transfer of 200 AF from said reservation to the General Pool. On February 16, 2016, the Council adopted Resolution No. 4315-1524 which extended the temporary suspension until April 5, 2016. The current balances are as follows:

- The alternative water General Pool quantity available is 479.3 acre-feet.
(as of 2/25/2016, which includes the 200 AF transfer from the reservation for vacant, residentially-zoned tracts within City limits, and the 92 AF balance of the 2009 D&O supplies that is physically available)
- The alternative water reservation for vacant, residentially-zoned tracts within the City limits is 432 acre-feet.
(as of 2/25/2016, after the 200 AF deduction)
- The alternative water prospectively available from the Big Chino Water Ranch is 3,264.50 acre-feet.
(as of 2/25/2016, net of previous reservations, and the 200 AF reservation related to vacant, residentially-zoned tracts within the City limits)

Committee Recommendation to Council: No action required, for information purposes only

COUNCIL WATER ISSUES COMMITTEE AGENDA MEMO
March 22, 2016

DEPARTMENT: City Manager (Water Resource Management)

AGENDA ITEM: Status of Resolution No. 4310-1519 and Resolution No. 4315-1524

Approved By:

Date:

Water Resource Manager: Leslie Graser

City Manager: Craig McConnell

Background

Resolution No. 4310-1519 became effective November 10, 2015, and outlined a two-part (interim and long-term) plan for updating elements of the City's Water Management Policy. The interim plan is to be addressed first. On February 16, 2016, Council adopted Resolution No. 4315-1524 to extend the temporary suspension until April 5, 2016. At today's meeting, the following will be addressed:

- Update on the contractual agreement identified in Exhibit A of Resolution No. 4310-1519 (Grant of Easement and Agreement to Furnish Water, May 16, 1974) – Bullwhacker Ranch Inc.
- Update on WSA 14-009 identified in Exhibit A of Resolution No. 4310-1519 – Embry Riddle Aeronautical University

Committee Recommendation to Council: No action required, for information purposes only

COUNCIL WATER ISSUES COMMITTEE AGENDA MEMO
March 22, 2016

DEPARTMENT: City Manager (Water Resource Management)

AGENDA ITEM: Draft Alternative Water Allocation Policy for Calendar Year 2016

Approved By:

Date:

Water Resource Manager: Leslie Graser

City Manager: Craig McConnell

Background

On November 10, 2015, the Council adopted Resolution No. 4310-1519, enacting a temporary 90-day suspension on the acceptance of applications for City alternative water supplies, with certain exceptions. On February 16, 2016, the Council adopted Resolution No. 4315-1524 which extended the temporary suspension to April 5, 2016.

Lifting of the temporary suspension would best be accompanied by a policy addressing the factors that necessitated the suspension. A draft "Alternative Water Allocation Policy for Calendar Year 2016" will be distributed and an overview presented at this March 22nd Committee meeting for discussion. The Policy is proposed to be in effect until the end of 2016, at which time it can be extended and/or amended as needed for Calendar Year 2017.

Committee Recommendation to Council: Committee discussion item; no formal action necessary.



Alternative Water Allocation Policy Calendar Year 2016

Resolution No. ____-____

Draft
Water Issues Committee Meeting
March 22, 2016

Introduction

The City of Prescott water service area is located within the Prescott Active Management Area (PrAMA) established under the Arizona Groundwater Code of 1980. The City manages its water resources in compliance with state laws, including management plans administered by the Arizona Department of Water Resources (ADWR), that establish water management strategies to help achieve the goal of safe-yield¹ by 2025. Effective in 1999, the PrAMA is also subject to the requirements of the Assured Water Supply² (AWS) program.

The City has maintained a Designation of AWS, the highest standing that a water provider can seek from ADWR, since 1999. The Designation and Order (D&O) of AWS is a legal document. Currently, the City water portfolio consists of 24,574.84 acre-feet/year (AF/yr), of which 9466.02 AF/yr is groundwater supplies and 7,041.42 AF/yr is alternative water supplies, water that is the “alternative” to groundwater supplies. City alternative water supplies include three blocks of water: reclaimed and surface water supplies within the AMA, and imported supplies from the Big Chino sub-basin. Currently, the imported supplies (8,067.74 AF/yr) are not connected to the existing infrastructure.

Since 1999, the City has allocated water supplies according to a Water Management Policy and has placed significant volumes into contracts or reservation. In 2015, a policy decision (Resolution No. 4271-1480) was made to reduce the annual alternative water budget from 200 AF to 100 AF to extend supplies until the forthcoming D&O modification. In mid-Calendar Year 2015, the City received requests for approximately 200 AF greater than the budgeted volume of 100 AF. To address this situation, Resolution Nos. 4310-1519 and 4315-1524 were adopted by Council to set forth a time period to review the active water requests, and develop necessary water management measures and allocation policies.

This water allocation policy, effective for the remainder of Calendar Year 2016, applies to available alternative water supplies. Policy background and components are as follows:

Section 1 Prescott Active Management Area (PrAMA)

¹Safe-yield: a groundwater management goal which attempts to achieve and thereafter maintain a long-term balance between the annual amount of groundwater withdrawn in an active management area and the annual amount of natural and artificial recharge in the active management area. (A.R.S.§ 45-561(12))

²Assured Water Supply : An Assured or Adequate Water Supply determination by ADWR is required for the following: To gain approval of a subdivision plat by cities, towns and counties. To obtain authorization to sell lots from the Department of Real Estate. (A.R.S.§ 45-576)

Section 2 City of Prescott Designation of Assured Water Supply (D&O)

2.a Alternative Water Supplies

2.b Summary of General Pool and Reservations

Section 3 City Code Sections 2-1-8 and 2-1-12, and the Land Development Code

Section 4 City Water Management Policy

4.a Water Allocation Policies for 2016

4.b Water Allocation Process

4.c Water Service Agreement Application

Section 5 Calendar Year 2017

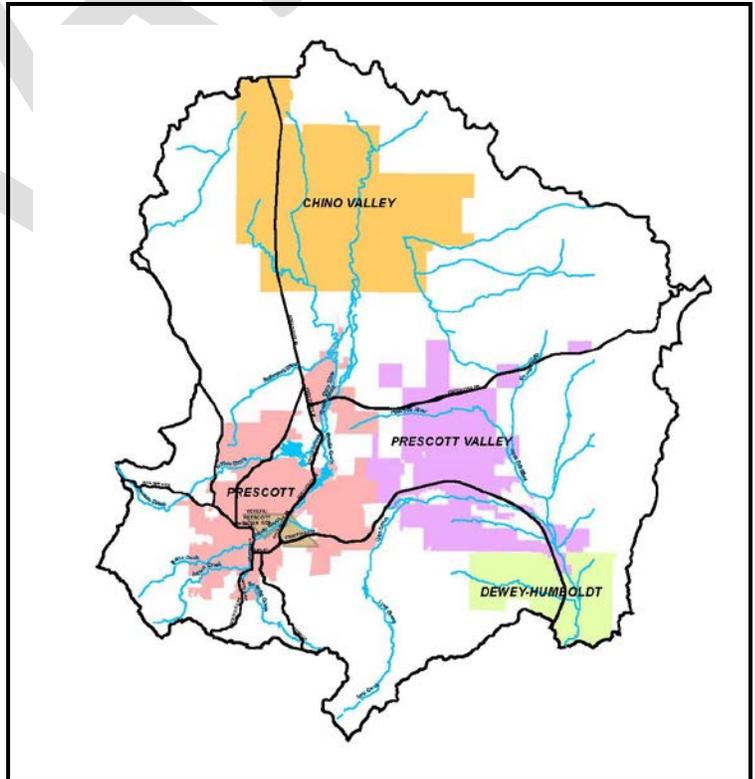
Section 6 Additional Topics

Section 1 Prescott Active Management Area (PrAMA)

The City of Prescott water service area is located within the Prescott Active Management Area (PrAMA), Figure 1, established under the Arizona Groundwater Code of 1980. Prescott Valley, Chino Valley, Dewey-Humboldt, the Yavapai Prescott Indian Tribe Reservation, and some surrounding areas of unincorporated Yavapai County comprise the remainder of the Prescott AMA. The City is only one entity within the PrAMA, not the regulating authority, and accounts for about 8.6% of the land within the Prescott AMA.

Through a series of management plans administered by ADWR, the 1980 Groundwater Code establishes water management strategies that emphasize conservation, replacement of existing groundwater use with renewable

Figure 1: Prescott Active Management Area



supplies, recharge, and water quality management by all users within the AMA to help achieve the goal of safe-yield¹ by 2025.

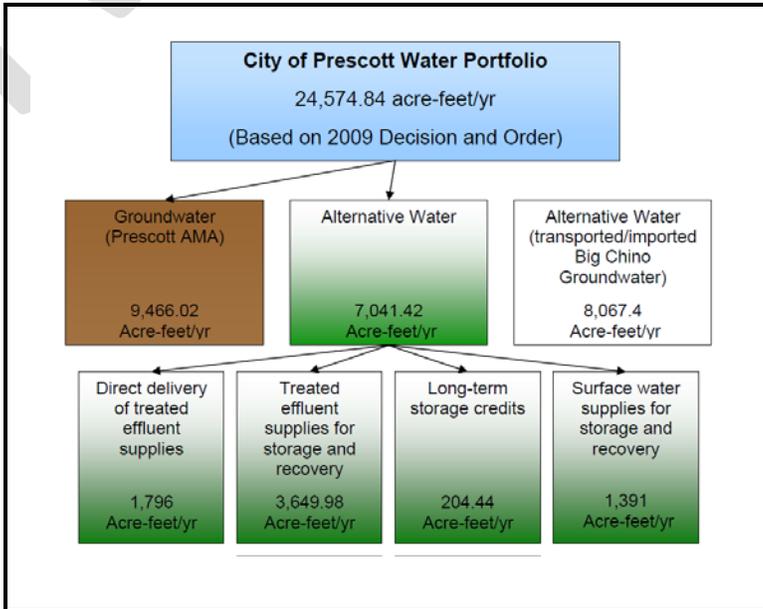
The PrAMA is also subject to the requirements of the Assured Water Supply² (AWS) program. The City has maintained a D&O since 1999, which is periodically updated to reflect water resource availability. The City is currently operating under the 2009 D&O (ADWR AWS No. 86-401501.0001), with supplies remaining from the 2005 D&O.

The City of Prescott has employed management tools and policies to meet the State’s strategies for conservation (e.g. public education programs and tiered water rates), replacement of groundwater with renewable supplies (e.g. reclaimed water and purchase of Watson and Willow Lake reservoirs), recharge (City’s facility has been operational since late 1980s), and water quality (efforts in conjunction with Arizona Department of Environmental Quality). Further, the City of Prescott manages its water resources in compliance with Prescott AMA specific decadal management plans for reaching the AMA-wide goal of safe-yield. In September 2014, ADWR adopted the Fourth Management Plan (4MP) for the PrAMA. Requirements of the 4MP are effective January 1, 2017. Until then, the City and other regulated parties are subject to ADWR Third Management Plan. The City considers water management to be an important tool in implementing its overall growth planning and management policies, goals and objectives; and intends to manage its water resources accordingly.

Section 2 City of Prescott Designation of Assured Water Supply Document (D&O)

A Designation of Assured Water Supply is the highest standing that a water provider can seek from ADWR, and requires the demonstration that the supply will meet the following seven criteria: physical availability, legal availability, and continuous availability for 100 years, financial capability, water quality, consistency with the management goal, and consistency with the management plan. The types and volumes of water within the City’s D&O, Figure 2, have grown over time.

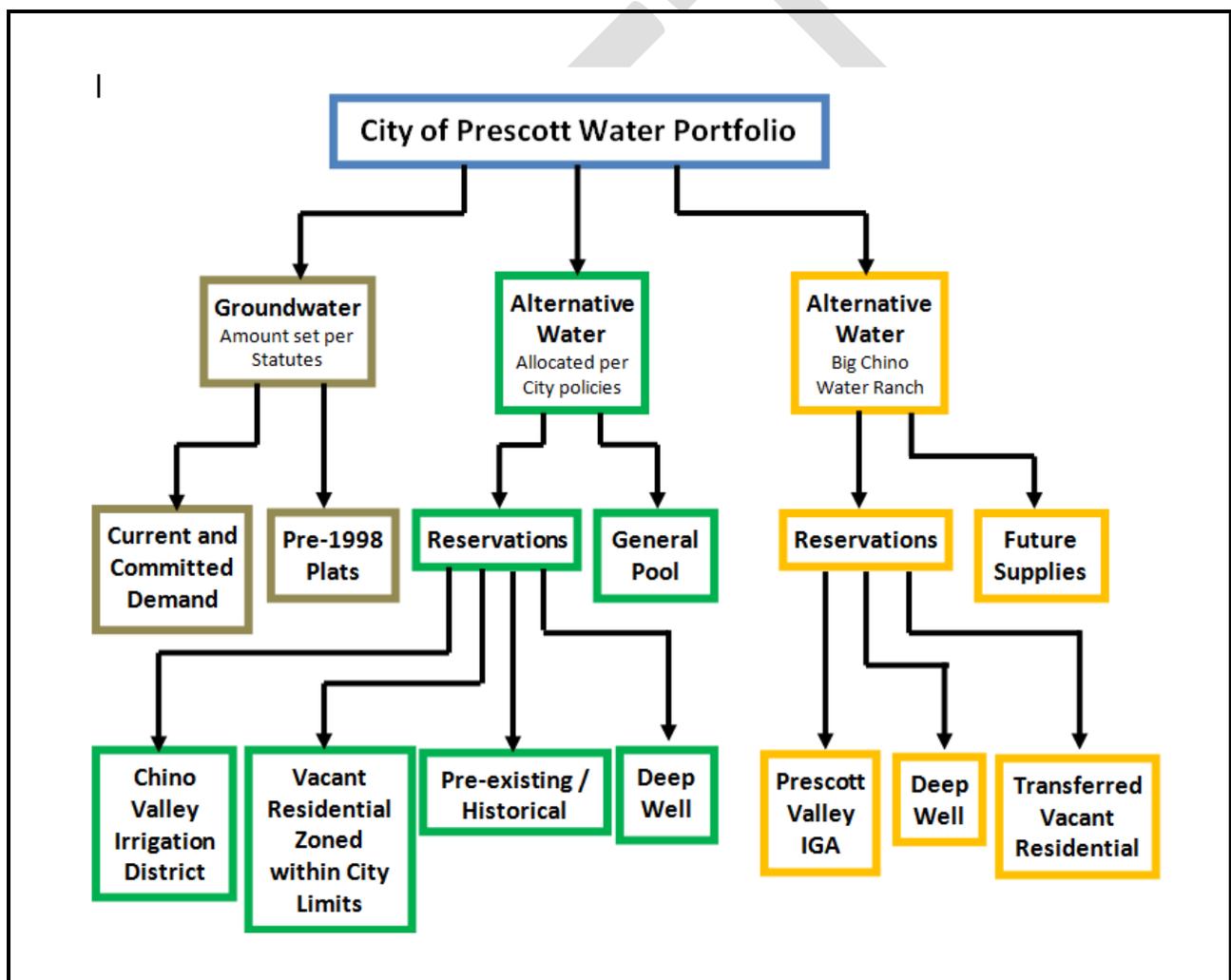
Figure 2: Diagram of the City's 2009 D&O



Section 2. a Alternative Water Supplies

Since 1999, the City has accounted for the alternative water supplies recognized in the D&O by water service agreement (WSA) contracts and reservations. The City's alternative water, water that is the "alternative" to groundwater supplies consists of reclaimed and surface water supplies within the AMA, and imported supplies from the Big Chino Sub-basin. Figure 3 provides a schematic of City supplies, including alternative water placed into contract from the General Pool or otherwise placed into specific reservations. Subcategories within the budgeting diagram are further described below.

Figure 3 – Schematic of City supplies



Section 2. b Summary of General Pool and Reservations

General Pool: a volume of water that is available to be allocated in accordance with Prescott City Codes 2-1-8 and 2-1-12. A specific amount of the General Pool available for allocation is budgeted by Council each calendar year.

Reservation: a volume of water set aside to meet contractual agreements or for a specific use now or at a later date. Alternative Water Reservations include:

1. Chino Valley Irrigation District
 - a. Intergovernmental Agreement, City Contract 1998-040.
 - b. Reservation volume 597.5 AF/yr
 - c. As of March 23, 2016, WSAs have been written for 95.6 AF.
 - d. The volume remaining in the reservation is 501.9 AF.
2. Vacant, residentially-zoned tracts within City limits
 - a. Not a contractual obligation
 - b. Reservation volume 776 AF/year (adjusted in 2009, reaffirmed in 2015)
 - c. As of March 23, 2016, WSAs have been written for 144.4 AF
 - d. Resolution No. 4310-1519 transferred 200 AF of this reservation to the General Pool, and a new reservation of 200 AF was placed on the Big Chino Water Ranch supplies for this future use.
 - e. The volume remaining in the reservation is 431.7 AF.
3. Pre-Existing / Historical
 - a. The City was contractually obligated to provide water service outside of City limits to Prescott Riviera (Bk 294 Pg 439) , Rancho Vista Hills (Bk 1293 Pg 595), Ewin (Bk 222 Pg 554), and Iron Springs Water Improvement District (Bk 350 Pg 109).
 - b. Reservation volume of 58.5 AF for 195 lots, currently under review.
 - c. Since 2000, WSAs for 13.3 AF have been written leaving 45.2 AF in the reservation.
4. Deep Well Ranch
 - a. City Contract No. 2010-086
 - b. Reservation volume is 1,850 AF/yr (3 increments)
 - c. As of March 23, 2016, WSAs have been written for 29 AF
 - d. The volume remaining in the reservation is 1,821 AF
5. Prescott Valley IGA
 - a. City Contract No. 2004-255
 - b. Reservation volume is 3,703 AF

Section 3 City Code Sections 2-1-8 and 2-1-12, and the Land Development Code

Two sections of the Prescott City Code address the connection to City water supplies. They are briefly described below; refer to the full Prescott City Code for the complete texts.

2-1-8: Provision of water to areas outside of the City limits is contingent upon:

- (A) (1) – a previously entered into valid, contractual agreement
- (A) (2) – property fronting water main with certain requirements
- (A) (3) – pursuant to an intergovernmental agreement
- (B) – Rules and Regulations
- (C) – One residential water connection per parcel

2-1-12: Water Service Connection and meter installation

- (E) – identifies the types of projects within City limits that may require alternative water supplies
- (E) (1) – consistency with Water Management Policy
- (E) (2) – consistency with General Plan
- (E) (3) – consistency with applicable adopted plans
- (E) (4) – in accordance with duly adopted City water budget
- (E) (5) – Council to consider the overall intent and goals of the applicable plan or policy
- (E) (6) – notwithstanding the foregoing, a variance or exception may be granted by the City Council

Prescott Land Development Code, Sections 7.4.8 and 9, further address a subdivision or land split, and have the requirement for an assured water supply.

Section 4 City Water Management Policy

Since 1999, the City's policies have evolved based on available supplies, and existing and anticipated conditions. The following factors have lead to the need for the present policy update:

Beginning in 2010, the City extended the 2005-2010 Water Management Policy (as amended) for three primary reasons:

1. Alternative water supplies remained available for allocation from the 1999 and 2005 Decision and Orders, yet this volume would be decreasing yearly as supplies were placed into contracts

2. As of 2010, the 2009 Decision and Order had not cleared legal challenges and would remain in litigation until September 2011
3. Although the 2009 Decision and Order identified a new block of reclaimed supplies (1,471.98 AF) being available, the underpinning of those supplies was, in part, related to the importation of supplies from the Big Chino Sub-basin. Infrastructure is not in place to deliver this supply.

In 2010, a review of the City water portfolio was initiated to determine the status of all water contracts and any reservations that had been placed on alternative water supplies. The initial information from the review indicated that the alternative water budget for Calendar Year 2015, and subsequent years, would need to be reduced to ensure that only physically available supplies were allocated. These supplies include quantities remaining from the 1999 and 2005 D&Os, but only a portion of those projected in the 2009 D&O are actually available (approximately 92 AF/yr). The majority of reclaimed supplies (1,471.98 AF/yr) projected by the 2009 D&O have not been realized for the following reasons:

1. Infrastructure to deliver imported alternative supplies from the Big Chino Sub-basin has not been put in place in the timeframe originally contemplated.
2. The lack of imported water reduced the availability of corresponding reclaimed supplies available for future allocation.
3. Over time, the number of City potable water connections has exceeded wastewater connections; therefore, the volume of return flows to the plants is less. Approximately 60% of the water delivered to customers is returned to the City wastewater treatment plants. This imbalance hinders maximizing recharge and recovery, a key underpinning for the City's alternative water supplies.
4. Surface water supplies, which are seasonal in nature, have consistently not met the volumes projected in the 2005 and 2009 D&Os.
5. To contribute to achievement of aquifer safe-yield, a City Charter requirement (Proposition 400) requires permanent recharge of supplies used by annexations of 250 acres or more. Such one-time use, of recharge but no recovery is contrary to state water management strategy.

The Calendar Year 2015 alternative water allocation was budgeted at 100 AF; however, market conditions became favorable for land development, and by the third quarter of 2015, requests for approximately 300 AF had been received. To address this, Resolution No. 4310-1519, effective November 10, 2015, was adopted by Council to set forth a temporary 90-day suspension on new applications for alternative water, and to identify necessary policy changes. The suspension was extended by Resolution No. 4315-1524.

Section 4. a Water Allocation Policies for the Remainder of Calendar Year 2016

The policies are organized in three categories: 1) Overall Requirements; 2) Resolution No. 4310-1519, Exhibit A; and 3) Reservations. This Calendar Year 2016 interim policy will address water requests identified on Exhibit A, water allocation associated with active building permits, and new (post suspension) water allocation requests until December 31, 2016.

Category 1: Overall Requirements

Policy 1a – The City Manager may direct any requests for alternative water to the City Council for approval. Residential requests of less than 4 dwelling units may be approved by the City Manager administratively; 4 or more units will require Council approval.

Policy 1b – Water allocation will remain at 0.35 AF and 0.25 AF per residential unit for Single Family Residential and Multi-Family Residential, respectively.

Policy 1c – A water demand analysis satisfactory to the Water Resource Manager may be required for non-residential uses to assure infrastructure and supply sufficiency.

Policy 1d - Water service agreement applications will be accepted with the submission of a complete building permit application or following Planning Commission action recommending approval of a project to the Council.

Policy 1e - Alternative water contracts that expire will not be extended during Calendar Year 2016, unless identified in Resolution No. 4310-1519 Exhibit A. Extensions will be for two (2) years, with no entitlement to further extension or replacement with a new contract.

Policy 1f – For expired contracts, the associated volumes will be returned to the General Pool or original contractual reservation, as applicable.

Policy 1g – No lot splits shall be approved that require alternative water, with the exception of vacant residentially zoned tracts identified in reservation (see Category 3)

Policy 1h – Alternative supplies shall not be allocated for uses that will not return wastewater to the treatment plants (new turf, commercial agriculture, residential requests without sewer connection, etc.), with the exception of certain pre-existing/historical agreements (see Category 3).

Policy 1i – Alternative water supplies from the General Pool will not be allocated for use on lands subject to City Charter, Article I, Section 4 (Proposition 400). Such lands may already have existing contracts or a reservation (see Category 3).

Policy 1j - No alternative water supplies will be placed into contract for lands with wells in use, unless the use of each such well is contractually and subsequently physically terminated.

Policy 1k – For a project that exceeds the quantity of water available in the water budget, the City will accept extinguished, pledged irrigation grandfather rights (see Attachment X).

Policy 1l – Any unallocated water remaining in the General Pool as of December 31, 2016, may be considered by the Council in setting the Calendar Year 2017 water budget.

Category 2: Exhibit A projects

General Pool Balance = 479 AF		
Set Asides		
Contractual Obligation	100 AF for use on lands identified by Bk 2099 Pg 666 and Bk 869 Pg751 (Bullwhacker Ranch Inc). The water will be set aside for three (3) years initially, after which the volume remaining will be reviewed.	
Institutional Development	55 AF to support ERAU campus. The water will be set aside for a period of five (5) years, after which the volume remaining will be reviewed.	
Remaining General Pool = 324		
Available for Allocation in Annual Water Budgets		
To be divided among: Market, Workforce/Multi-family/Apt, and Commercial		
<ol style="list-style-type: none"> 1) Alternative supplies shall not be allocated for uses that will not return wastewater to the treatment plants (new turf, commercial agriculture, residential requests without sewer connection, etc), with the exception of certain pre-existing/historical agreements (see Category 3). 2) Alternative water supplies from the General Pool will not be allocated for use on lands subject to City Charter, Article I, Section 4 (Proposition 400). Such lands may already have existing contracts or a reservation (see Category 3). 		
Market	WF/MF/Apt	Commercial
Quantity: 125 AF	Quantity: 100 AF	Quantity: 99 AF
<ol style="list-style-type: none"> 1. Exhibit A projects 2. Capped by 2016 water budget 3. Remainder only for administratively approved projects through 2016. 	<ol style="list-style-type: none"> 1. Exhibit A projects 2. Capped by 2016 water budget 3. Remainder only for this category, excludes retirement facilities. 	<ol style="list-style-type: none"> 1. For commercial subdivisions or economic development 2. Must be approved by Council.

<ol style="list-style-type: none"> 4. No new lot splits (except those on Exhibit A) 5. All projects must connect to City sewer for allocation. 6. Project must meet all City Codes (including LDC) 	<ol style="list-style-type: none"> 4. Cannot use more than 50% of the remaining quantity. 5. If a project needs more than 50% of the remaining the project can pledge extinguished IGFRs 6. All projects must connect to City sewer 7. Project must meet all City Codes (including LDC) 	
---	---	--

Category 3: Reservations

The reserved volume for Vacant, Residentially-Zoned Tracts within the City on January 22, 2016, was 431.7AF. This quantity is available for allocation subject to the following:

- Allocations will be made for those tracts identified in 2009 and reaffirmed in 2015, at the corresponding development densities and volumes.
- One allocation, up to the entire quantity reserved by the City, shall be available for each tract for which a reservation has been made, and formalized by a water service agreement. No subsequent incremental allocation for each such tract from said reserved quantity shall be made. Any remaining (unused) water for a particular tract shall be returned to the General Pool.
- The total quantity reserved for vacant, residentially-zoned tracts shall be reduced by the quantity of fifty (50) acre-feet each year, with said reduction to be transferred to the General Pool, effective January 1, 2017 and on each subsequent anniversary date thereafter.
- Notwithstanding the foregoing, nothing shall preclude the owner of any developable property from applying for alternative water that is available within a water budget adopted by the Council.

- When more water is sought for a property than was reserved, supplemental water will not be granted from the General Pool; however, extinguished grandfathered rights can be pledged for the difference.
- Contracts will be written with performance criteria to include, but not be limited to, a termination date of not more than two (2) years, which date shall not be extended. In the event of termination, the reservation for the entire property shall likewise be terminated.
- A water service agreement application shall be submitted with a building permit application or an affirmative recommendation of the project to the Council by the Planning Commission.
- In the event that rezoning of a property identified as a vacant residentially zoned tract within the city limits increases the number of potential residential dwelling units, the reservation of water for said property shall not be increased at the time of such rezoning to reflect the additional demand corresponding to the increase in dwelling units; and any existing reservation shall remain in force. (Resolution No. 4071-1141).

The Reservation for Pre-Existing / Historic Agreements (Prescott Rivera, Rancho Vista, Ewin and Iron Springs) was calculated to be 58.5 AF. As of January 22, 2016, the volume remaining is estimated to be 45.2 AF. This reservation remains under review.

- These pre-1998 contractual agreements will be issued water consistent with the agreement provision and all current City codes.
- Once said reservation has been fully placed into contract, there will be no further water available for development on the specified properties. The corresponding water service agreements shall not expire.
- Portions of the areas specified by the contracts above that have been annexed into the City are no longer subject to the contract but rather to City Code 2-1-12.
- If, during the remainder of Calendar Year 2016, this reservation is found to be unnecessary (is recognized to be eligible for current and committed groundwater supplies), then the reservation will be terminated.

Section 4.b Water Allocation Process

The allocation of water is based upon all applicable City and State of Arizona codes, policies, and adopted plans. The process is depicted by Attachment X.

Section 4.c Water Service Agreement Application

New requests for water shall use the updated form included as Attachment X. All applications will expire in one year unless a building permit has been issued and work is in progress and be diligently prosecuted to completion, or a preliminary plat has been approved and not expired.

Section 5 Calendar Year 2017

As identified in Resolution No. 4310-1519, "Any quantity of alternative water remaining from the projects described in Section 3, and for which water service agreements have been approved by the City Council as described in Section 4, shall be made available for future annual alternative water budgets as may be adopted by the City Council."

Section 6 Additional Topics

Resolution No. 4310-1519 also identified additional topics for research, discussion, and possible policy update. These items will continue to be addressed in 2016:

1. Determine the availability of alternative water corresponding to the 0.1AF markup on residential development, and manage this quantity separately to support commercial and industrial development.
2. Prohibit connection to City water without well abandonment.
3. Prohibit well drilling on properties served/to be served with City water
4. Require new development to connect to City sewer, whether served by groundwater or alternative water (if not otherwise contractually entitled to water service).
5. Adopt City Codes changes, where required, to implement the foregoing actions
6. Continue to research and evaluate historical agreements for commitments to serve; determine whether some subdivisions or other allocations covered by historical agreements can be shifted to Current and Committed groundwater demand.
7. Review and adjust availability and pricing of water at the EZ Street water station.
8. Develop policy to accepting Assured Water Supply Certificates brought to the City (pledged IGFRs).
9. Review current allocation volumes of 0.35 and 0.25 AF (having already identified and removed the 0.1 AF markup for commercial/industrial) applicable to single family and multi-family residential, respectively, and determine the feasibility of modifying said volumes for water-conserving development.

COUNCIL WATER ISSUES COMMITTEE AGENDA MEMO
March 22, 2016

DEPARTMENT: City Manager (Water Resource Management)

AGENDA ITEM: Proposed schedule for consideration of the draft Alternative Water Allocation Policy for Calendar Year 2016, and repeal of suspension of acceptance of water service agreement applications

Approved By:

Date:

Water Resource Manager: Leslie Graser

City Manager: Craig McConnell

Item Summary

This item sets forth the proposed schedule for consideration of the draft Alternative Water Allocation Policy for Calendar Year 2016, and repeal of the current suspension of acceptance of water service agreement applications.

- | | |
|----------------|--|
| March 22, 2016 | Water Issues Committee - introduction of the draft Policy |
| April 5, 2016 | City Council Voting Meeting – adoption of a resolution extending the suspension until repealed |
| April 12, 2016 | Water Issues Committee – discussion of the draft Policy and consideration of recommending approval to the City Council |
| April 19, 2016 | City Council Study Session – introduction and discussion of the draft Policy |
| May 3, 2016 | City Council Voting Meeting – consideration of approval of the Alternative Water Allocation Policy for Calendar Year 2016, and adoption of a resolution repealing the suspension of acceptance of water service applications |

Committee Recommendation to Council: **MOVE** to recommend the schedule and associated actions as set forth by the agenda memo.