

A RESOLUTION AUTHORIZING AND DIRECTING THE CHIEF EXECUTIVE OFFICER OF COLORADO SPRINGS UTILITIES TO ENTER INTO AN AGREEMENT FOR STANDBY REGIONAL WATER SERVICE BETWEEN COLORADO SPRINGS UTILITIES AND SECURITY WATER DISTRICT

WHEREAS, City Code §12.4.304 and Colorado Springs Utilities' Tariffs allow Colorado Springs Utilities to provide by contract for the use of or connection to its water supply system by institutions, plants, districts, governments, municipal corporations, or other similar users located outside the corporate limits of the City; and

WHEREAS, Security Water District is a Colorado statutory water district with service area located just south of Colorado Springs and east of Fort Carson within the Colorado Springs metropolitan area; and

WHEREAS, Security Water District currently services a customer base of approximately 7,750 taps; and

WHEREAS, Security Water District has requested Standby Regional Water Service from Colorado Springs Utilities under which its renewable water supplies, or fully reusable water owned or controlled by Colorado Springs Utilities, will be treated and delivered through Colorado Springs Utilities' infrastructure to the existing point of connection between Colorado Springs Utilities' water system and Security Water District's water system subject to volumetric limitations if there are disruptions to its normal water system operations; and

WHEREAS, Colorado Springs Utilities currently has sufficient infrastructure capacity in its water system; water transportation displacement, and storage capacity not including UTILITIES' excess capacity storage space in the Fryingpan-Arkansas Project; and water treatment capacity to provide interruptible Standby Regional Water Service to Security Water District; and

WHEREAS, in exchange for Standby Regional Water Service, Security Water District has agreed to pay the rates and fees set forth in Colorado Springs Utilities' Tariffs for such service; and

WHEREAS, the Utilities Board recommended that City Council approve a long-term Agreement for Standby Regional Water Service with Security Water District; and

WHEREAS, Colorado Springs Utilities requests that City Council authorize and direct the Chief Executive Officer of Colorado Springs Utilities to enter into a long-term Agreement for Standby Regional Water Service with Security Water District.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF COLORADO SPRINGS:

Section 1. City Council finds and determines that a long-term Agreement for Standby Regional Water Service between Colorado Springs Utilities and Security Water

District will benefit the public health, safety and welfare of the surrounding community and is in the best interest of the City.

Section 2. City Council further finds and determines that a long-term Agreement for Standby Regional Water Service between Colorado Springs Utilities and Security Water District will have a de minimis impact on the overall City's available water supply since Colorado Springs Utilities will primarily be delivering renewable water supplies owned by Security Water District under the Agreement.

Section 3. The Chief Executive Officer of Colorado Springs Utilities is authorized and directed to enter into a long-term Agreement for Standby Regional Water Service with Security Water District in a form substantially similar to that attached hereto.

Section 4. This Resolution shall be in full force and effect immediately upon its adoption.

Dated at Colorado Springs, Colorado this ____ day of April, 2023.

Council President

ATTEST:

Sarah B. Johnson, City Clerk