



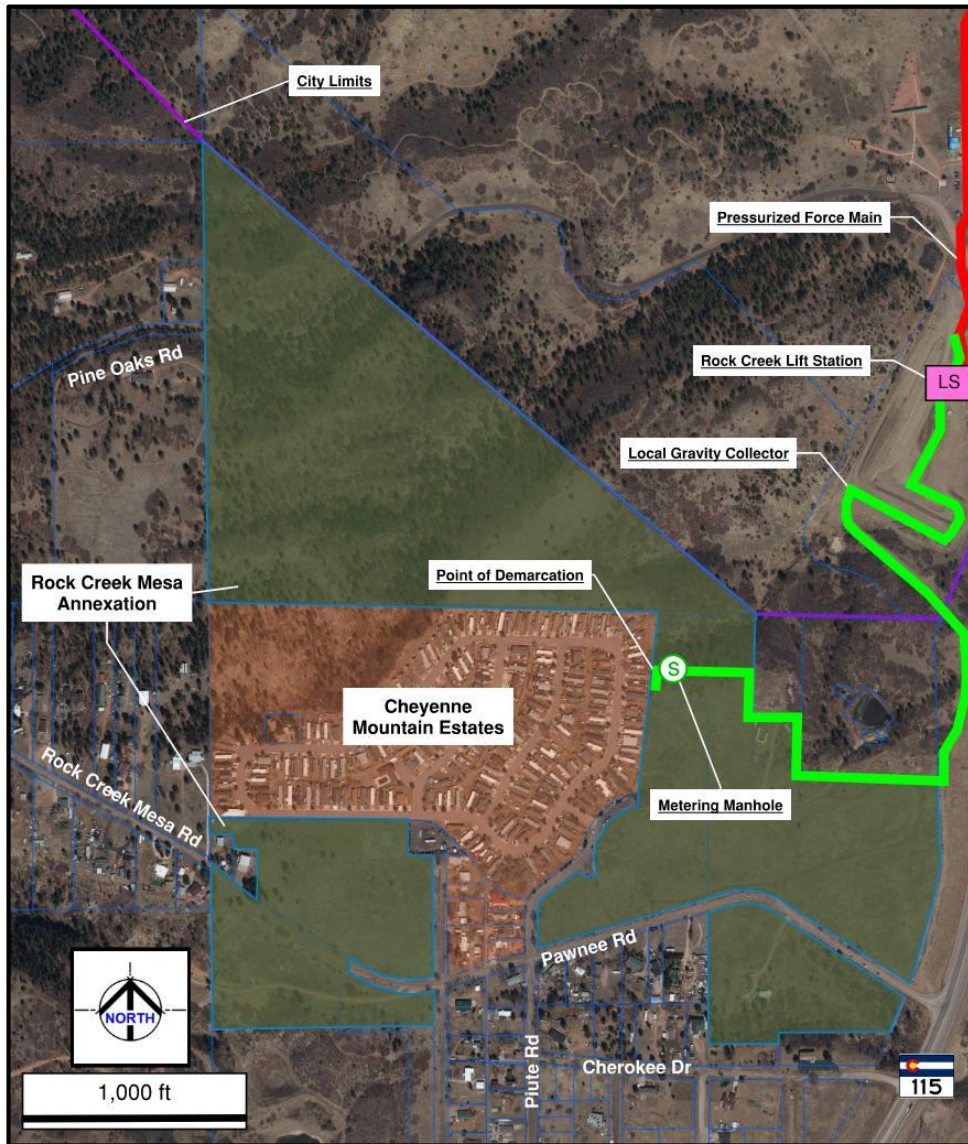
Long-Term Regional Wastewater Service Agreement

July 22, 2025, Regular City Council Meeting

Bryan T. English, PMP, Development Projects Manager

Customer Utilities Connections

Cheyenne Mountain Estates (CME)



- Located south of Cheyenne Mountain State Park just west of Fort Carson Gate 5
- 221 mobile homes & independently owned single-family residences

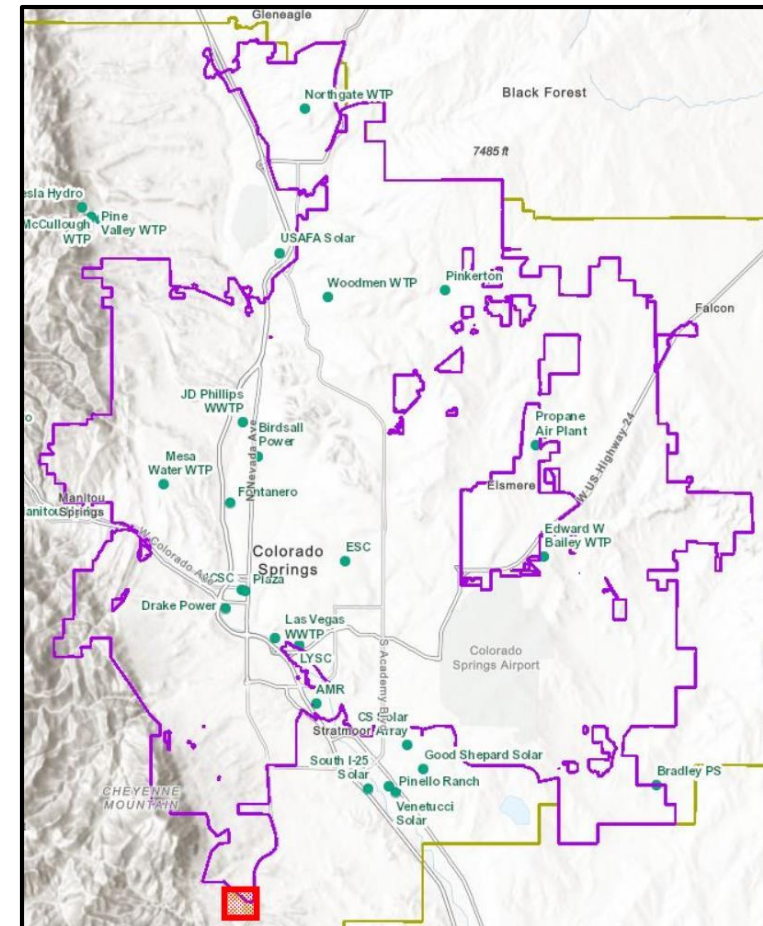
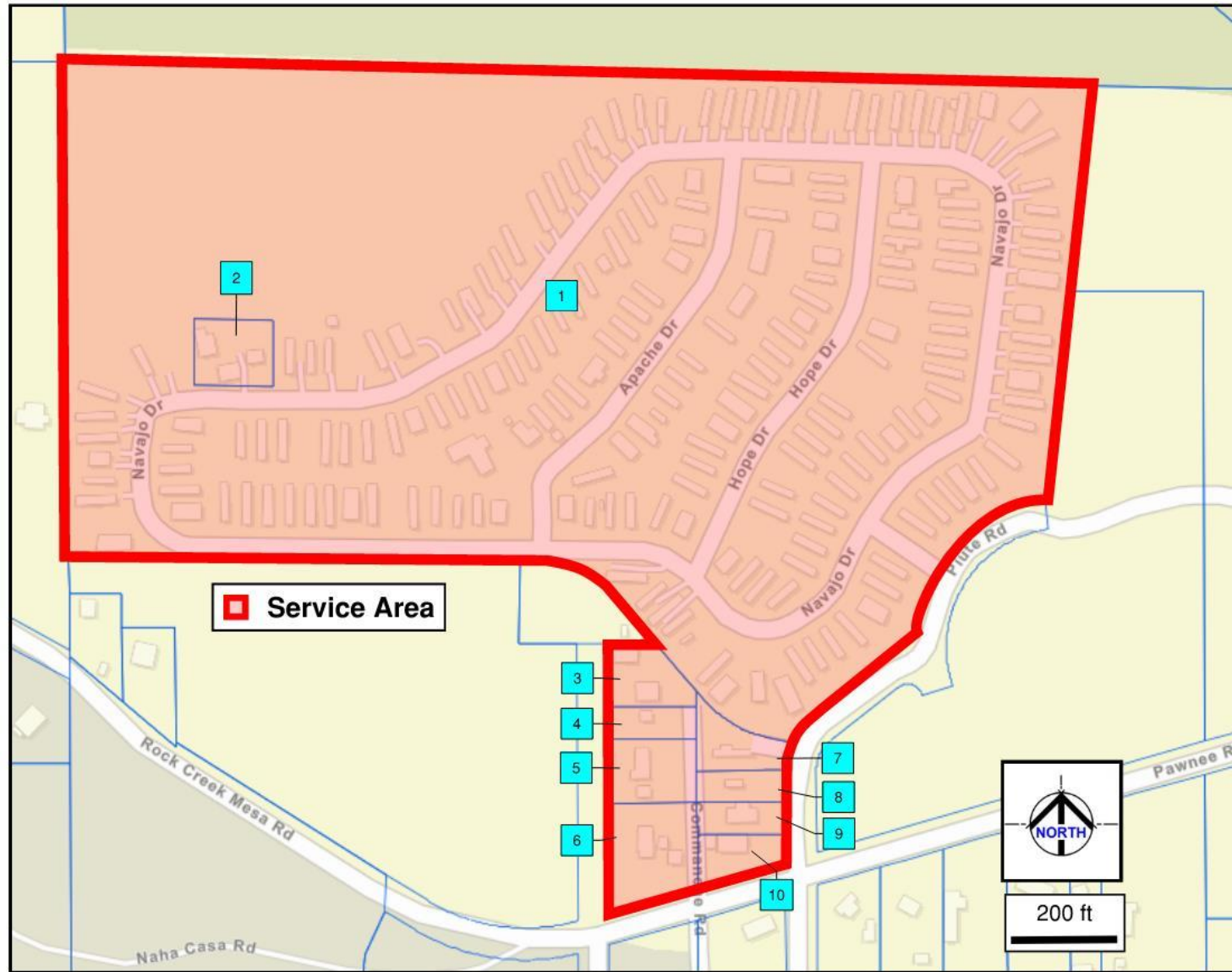


Exhibit A - CME Wastewater Service Area



Note 1: Parcel labeled 1 denotes the MHP. Parcels labeled 2 - 10 denote undeveloped parcels or parcels with existing single-family residences located outside of the boundary of the MHP but within CME's Wastewater Service Area.
Note 2: Parcels labeled 3, 5, 7, 8, 9, and 10 are presently connected to CME's Wastewater Collection System.

Agreement Terms and Conditions

- 25-year term to accept and treat wastewater
- Allowable Flows
 - 0.02 MGD allowable flow (20,000 gallons/day)
- Pay applicable wastewater cost recoveries
 - \$94,000 for Eastern Wastewater System Expansion (EWSE)
- Pay applicable Wastewater Regional System Availability Fee (WWRSAF)
- Utilities may interrupt service if needed
- No negative impact to Utilities
- Springs Utilities may terminate agreement if:
 - Flows exceed allowable limits in agreement
 - Breach of the agreement

Rate and Revenue

- Consistent with Regional Tariffs and URRs
- Contract Service – Regional (S9C) Rate
 - \$0.0363 per cubic foot
 - Changes consistent with Tariff Rate Cases

Approximately \$35,000 in revenue each year once CME connects.

Utilities Board Recommendation

- On June 18, 2025, Utilities Board voted unanimously to move the proposed Agreement for Regional Wastewater Service to City Council for consideration.

City Council Action

Per City Code 12.5.304:

In its legislative discretion, the City Council may authorize Colorado Springs Utilities to enter into an agreement for Regional Wastewater Service by approving corresponding resolution

Alternatives

- 1) Not approve the resolution
- 2) Modify the resolution or the Agreement
- 3) Refer the matter back to Colorado Springs Utilities for further consideration



Colorado Springs Utilities

It's how we're all connected