

April 15, 2025

RE: South Heart Reuse Water Contracts

These contracts allow the continued sale of reuse water to the City of South Heart. The "Irrigation Contract" provides for a 3-year term and sales at a rate of \$1.60 per thousand gallons to be used for irrigation at the Pheasant Country Golf Course. The "Resale Contract" provides for a 1-year term and sales at a rate of \$6.75 per thousand gallons to be drawn from their irrigation water supply and sold to a third party as frack water.

The "Resale Contract" was initially approved as an amendment to the South Heart Reuse Water Contract last year. By creating a separate contract specifically for this purpose, we are able to ensure that the supply of irrigation water to South Heart remains uninterrupted if there are any disruptions to resale.

These contracts have been reviewed by Attorney Wenko; staff recommends approval.

Thank you,

Jacob Waldo

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Deputy Public Works Director

