

City of Grass Valley City Council Agenda Action Sheet

Title: NID/ Grass Valley Water Service Area Boundaries - Execute Agreement

Amendment

CEQA: N/A - Not a Project

<u>Recommendation</u>: That Council authorize the Mayor to sign the "Second Amendment to the Contract Between Nevada Irrigation District and City of Grass Valley for Water

Supply"

Prepared by: Bjorn P. Jones, PE, City Engineer

Council Meeting Date: 08/12/2025 Date Prepared: 08/14/2025

Agenda: Consent

<u>Background Information</u>: On April 10, 2013, the City and Nevada Irrigation District (NID) entered into a contract for water supply ("Contract"). The Contract provides for a delineation of certain water service territory boundaries between the City and NID ("Service Area Boundaries"). Pursuant to the Contract, the Service Area Boundaries cannot be changed without the written consent of the City and NID.

City staff have requested that NID agree to an amendment of the Service Area Boundaries to enable the City to provide water to certain parcels along La Barr Meadows Rd, which are currently located within NID's Service Area Boundary, as depicted on the attached Exhibit. Water service to any potential development of the subject parcels would more easily be provided by City water distribution facilities already adjacent to the area, whereas NID's facilities are a significant distance away. City staff and NID wish to amend the Contract with the attached "Second Amendment to the Contract Between Nevada Irrigation District and City of Grass Valley for Water Supply", pursuant to the terms and conditions therein. Prior to taking effect, the NID Board of Directors will also need to approve the amendment, which is tentatively scheduled for their meeting on August 13, 2025.

Staff recommends that Council authorize the Mayor to sign the amendment, subject to legal review, accepting the change in service area boundaries.

<u>Council Goals/Objectives</u>: The water service area amendment execute portions of work tasks towards achieving/maintaining Strategic Plan Goals - Transportation, Water & Wastewater Systems & Underground Infrastructure

<u>Fiscal Impact</u>: There are no immediate fiscal impacts with the subject action. Project costs associated with the extension and installation of water distribution facilities would be borne by the developer.

Funds Available: N/A Account #: N/A

Reviewed by: City Manager <u>Attachments</u>: Amendment, Exhibits