

**AGENDA ITEM SUMMARY FORM**

PROPOSED MEETING DATE: December 21, 2022
PREPARED BY: Scott Moore, City Manager
DEPARTMENT: Administration

AGENDA ITEM DESCRIPTION:

Consideration, discussion, and possible action on the EPCOR 130 Project, Inc. Wholesale Water Agreement.

BACKGROUND/SUMMARY:

In October 2008, the City of Manor entered into a wholesale water agreement with Blue Water 130 Project to provide the city with 500,000 gallons per day as a secondary source to supplement the utility's capacity to meet the demands of the community at that time. In August 2011, the City Council amended the Blue Water 130 Project agreement for an additional 115,000 gallons per day for a total of 615,000 gpd. The 2011 amended agreement provided the City of Manor an additional amount of water up to 2.0 million gallons per day (MGD) as option water. The seconded amended agreement authorized the city to increase its annual take up to 1.075 MGD by June 2023.

In 2016, EPCOR acquired Blue Water 130 Project LP and became the city's water supplier. The city's growth pattern over the past 8 years has required additional capital planning and infrastructure upgrade to meet that demand. A future wholesale water agreement is vital to the city's long term growth trends and securing an additional amount of water in the short and long term will come with a financial obligation to the rate payers and will require City Council input and guidance to help achieve a balanced growth strategy that is sustainable and affordable.

LEGAL REVIEW: Yes
FISCAL IMPACT: Yes
PRESENTATION: No
ATTACHMENTS: Yes

- Contract

STAFF RECOMMENDATION:

It is the city staff's recommendation that the City Council approve and authorize the City Manager to execute the third amendment to EPCOR 130 Project, Inc. Wholesale Water Agreement

PLANNING & ZONING COMMISSION: **Recommend Approval** **Disapproval** **None**
