

CASTLE ROCK WATER

**RESOLUTION:**

**APPROVING THE AMENDED AND RESTATED  
INTERGOVERNMENTAL AGREEMENT (IGA) FOR  
WATER SERVICE WITH DOMINION WATER AND  
SANITATION DISTRICT**

FEBRUARY 3, 2026



# WATER SERVICE AGREEMENT

## BACKGROUND

- Dominion receives WISE water through Parker, & Castle Rock Infrastructure
  - DWSD has 1,325 acre feet (AF) WISE subscription
  - WISE Interruptible
- 2014 Wheeling IGA, 2019 First Amendment, 2025 Second Amendment
  - 4.2 million gallons per day (MGD) (4,500 AF) max delivery obligation
  - 5% loss assessed through system
- 2016 Firming IGA
  - 700 AF non-renewable groundwater max when WISE unavailable
  - 2025 first time agreement used



# WATER SERVICE AGREEMENT

## KEY TERMS

- 2016 Water Service IGA
  - Provides Town with additional supplies
  - Dominion can re-time deliveries
  - Town will treat and deliver additional water dedicated to Town by Dominion
- 2026 Amended and Restated Firming Agreement
  - Firming 700 AF of WISE water in any given year, 0.685 MGD max
  - WISE 700 delivered first
  - 5% loss for direct WISE and/or 'Other' deliveries
  - 10% additional loss for any retimed
  - Clarified accounting and methodology for calculating the *Renewable Water Replacement Fee*
  - Continued regional partnership with Dominion

# WATER SERVICE AGREEMENT

## BUDGET IMPACTS

- Dominion conveyed \$6.6M in capital investment (to date) and 400 AF in Dedicated Water to the Town
- Initial Treatment Fee - \$1,507,000
  - \$753,500 remaining
  - Dominion to continue to pay over the next 5 years
- 2026 Firming Water Rate, \$6.48/kgal – updated annually
- Renewable Water Replacement Fee
  - Invoiced \$42,982.88 in 2025 (~47 AF Firming Water)

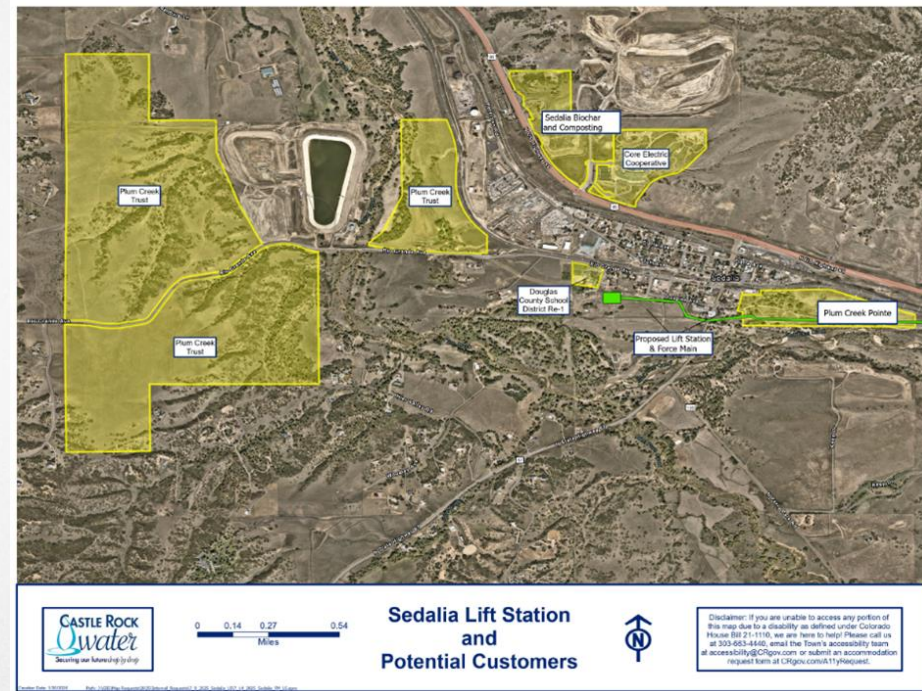


*Interior of the Castle Rock to Dominion metering vault*

# WATER SERVICE AGREEMENT

## FUTURE AGREEMENTS

- Additional non-renewable groundwater service to Dominion – 1,381 AF per year
- Water Service to Sedalia – renewable water
- Capacity in the Eastern Regional Pipeline



# WATER SERVICE AGREEMENT

## RECOMMENDATIONS

- Castle Rock Water Commission
- Staff
- **Questions?**





I MOVE TO APPROVE RESOLUTION NO. 2026-012  
AS INTRODUCED BY TITLE

I MOVE TO APPROVE THE RESOLUTION AS INTRODUCED BY  
TITLE, WITH THE FOLLOWING CONDITIONS: \_\_\_\_\_

“I MOVE TO CONTINUE THIS ITEM TO THE TOWN COUNCIL  
MEETING ON \_\_\_\_\_ DATE TO ALLOW  
ADDITIONAL TIME TO: \_\_\_\_\_