

CASTLE ROCK WATER

RESOLUTION:
**APPROVING THE AGREEMENT FOR PURCHASE
& SALE OF WESTERN PIPELINE & RIDGEGATE
PIPELINE CAPACITY**

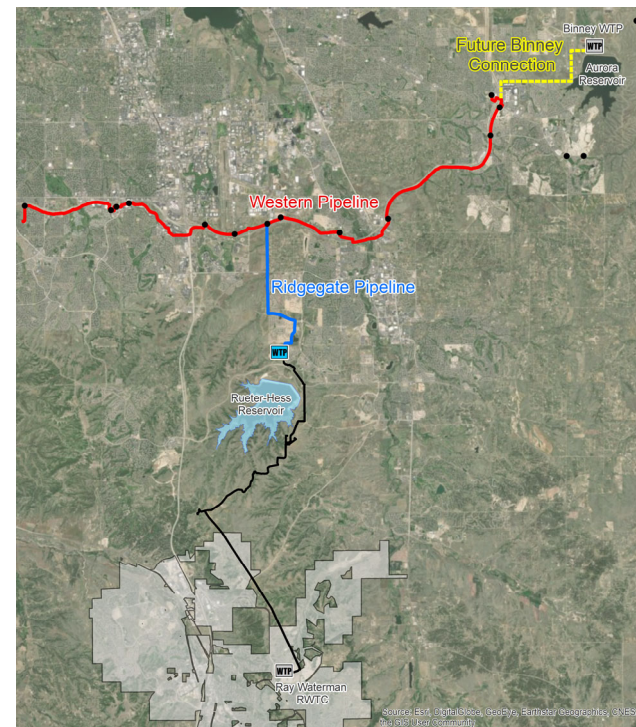
APRIL 16, 2019



PURCHASE AGREEMENT

BACKGROUND

- Initial subscription of 1,000 AF
 - Total daily flow was 1-3 MGD
- Secured additional WISE and northern water supplies
 - Total daily flow expected to be 5-7 MGD
- Pinery has capacity available for purchase in the:
 - Binney Connection
 - Western Pipeline
 - Ridgeway Pipeline



PURCHASE AGREEMENT

KEY TERMS

- Pinery will sell a portion of available capacity to the Town
- Total cost of purchase: \$2.3 million
 - Paid by May 1, 2019
- Town will have full use of purchased shares upon delivery of Bill of Sale

Infrastructure	Capacity (MGD)	Cost (\$)
Western Pipeline	1.07	\$ 964,688.80
Future Binney Connection	0.58	\$ 52,923.30
Ridgegate Pipeline	1.00	\$ 1,211,645.19
Reimbursement of Operations Expenses	N/A	\$ 58,709.21
TOTAL		\$ 2,287,966.50

PURCHASE AGREEMENT

BUDGET & SCHEDULE

Budget

- \$5.17 million available in 2019 WISE Budget
- \$2.3 million purchase price not included in 2019 WISE Budget
 - Potential 3rd Quarter Budget Amendment

Schedule

- Anticipated receipt of Bill of Sale – May 2019



WISE Ribbon-Cutting Event on June 8, 2018

PURCHASE AGREEMENT

RECOMMENDATIONS

- Castle Rock Water Commission
- Staff
- Questions?





THANK YOU

I MOVE TO APPROVE RESOLUTION NO. 2019-047 APPROVING
AGREEMENT FOR PURCHASE AND SALE OF WESTERN PIPELINE AND
RIDGEGATE PIPELINE CAPACITY