

CASTLE ROCK WATER

**SECOND AMENDMENT TO THE
INTERGOVERNMENTAL AGREEMENT FOR THE
OPTION TO PURCHASE AND RIGHT OF FIRST
REFUSAL REGARDING GROUNDWATER RIGHTS,
EASEMENTS AND RELATED IMPROVEMENTS**

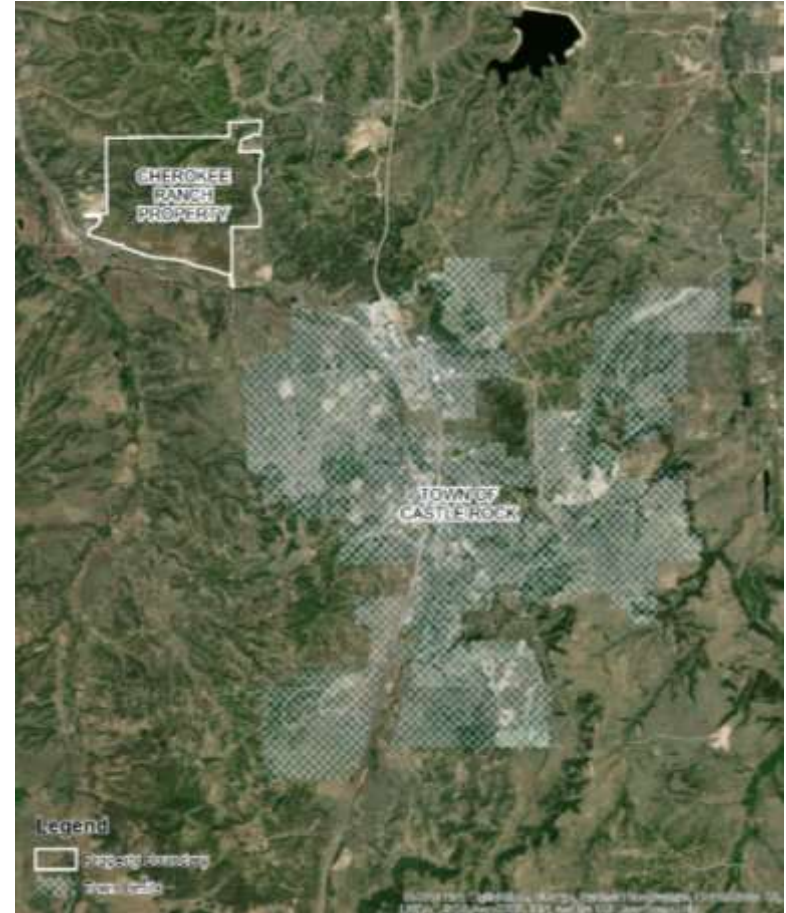
JUNE 2, 2020



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BACKGROUND

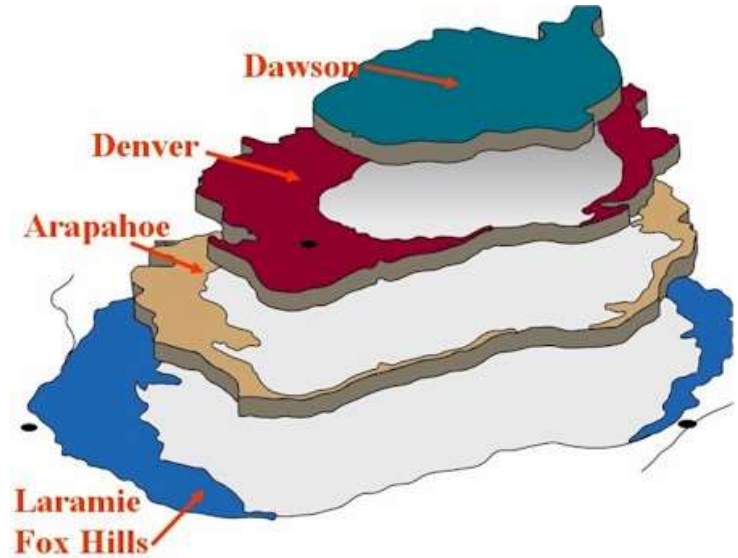
- Town acquired Cherokee Ranch water rights in November 2017 with United W&SD purchase
 - Not readily usable by Town
 - Purchased with intent to sell all or part
- Dominion requested the option to purchase
- Cherokee Castle Foundation has rights to 102 AF of water



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KEY TERMS OF SECOND AMENDMENT

- Extend Dominion's Option Payment to September 1, 2020
- Time for both parties to evaluate another alternative related to additional WISE infrastructure that Dominion owns
- Dominion owns 300 AF of the Cherokee groundwater through an August 2019 closing.
- Future option payments would still be due June 3 of subsequent years through 2022



IGA

BUDGET & RECOMMENDATIONS

Budget

- Option Payment of \$302,120 delayed for 90 days

Recommendations

- Staff





THANK YOU

I MOVE TO APPROVE RESOLUTION #2020-053
APPROVING THE SECOND AMENDMENT TO THE
INTERGOVERNMENTAL AGREEMENT FOR THE OPTION
TO PURCHASE AND FIRST RIGHT OF REFUSAL
REGARDING GROUNDWATER RIGHTS, EASEMENTS
AND RELATED IMPROVEMENTS