

AGENDA ITEM #: _____

DATE: April 22, 2019

CAR #: 2019-6637



CITY COUNCIL ACTION REPORT

SUBJECT: Amendment 1 to an Agreement for connection between the city of Goodyear Wastewater Treatment Plant and Palo Verde Nuclear Generating Station's (PVNGS) reclaimed water supply system and budget transfer for associated expenses

STAFF PRESENTER(S): Barbara Chappell, Utility Operations Manager

OTHER PRESENTER(S): NA

Summary: Amendment 1 to the Agreement for connection between the city of Goodyear Wastewater Treatment Plant and Palo Verde Nuclear Generating Station's (PVNGS) reclaimed water supply system will have the effect of discontinuing the use of the discharge point, disconnecting the city's reclaimed water line from PVNGS' reclaimed water supply system and dividing the costs associated with the disconnection between the city and Arizona Public Service (APS).

Recommendation:

1. Approve Amendment 1 to the Agreement for connection between the city of Goodyear Wastewater Treatment Plant and Palo Verde Nuclear Generating Station's (PVNGS) reclaimed water supply system.
2. Approve a budget transfer in the amount of \$121,200 from Wastewater Operations funds in the Line Oversizing project (C60WW008) to the Palo Verde Interconnect project (C60WW017).

Fiscal Impact: This is an unbudgeted project. Funding for this project is available using the Wastewater Operations funds budgeted in the Capital Improvement Program for Line Oversizing (project C60WW008). The line oversizing project is included in the CIP to pay a developer to oversize a line to address needs beyond those of the development's obligation. No line oversizing projects are currently anticipated for the balance of this fiscal year.

Background and Previous Actions

On October 22, 1996, the city and Arizona Public Service (APS) entered into that certain agreement titled Agreement for connection between city of Goodyear Wastewater Treatment Plant and Palo Verde Nuclear Generating Station's Water Reclamation System. APS is the operating agent for the operation of the PVNGS.

The Agreement was necessary to provide the city a location to discharge reclaimed water if or when the city's Recharge Facility was unable to take the water. The Agreement was entered into prior to the city being issued an Arizona Pollution Discharge Elimination System (AZPDES) permit for discharging into the Gila River.

The original Agreement did not include provisions for the physical disconnection and how it would be paid for. During the development of this Amendment, it was agreed that APS would perform the work and the parties would share in the cost of disconnection.

Staff Analysis

Now that the city has options to discharge reclaimed water, it no longer needs this Agreement or interconnect between the city and PVNGS. APS shall be responsible for completing all work required to physically separate the Plant from the water reclamation supply system and the city will be responsible to reimburse for their share of the work performed. The amount quoted by APS for this work is \$121,174.35.

Attachments

Amendment 1 to the Agreement for connection between the city of Goodyear Wastewater Treatment Plant and Palo Verde Nuclear Generating Station's (PVNGS) reclaimed water supply system.