



COUNCIL DECISION REQUEST

SUBJECT: Supplemental Water Supply to Mesa del Caballo Subdivision

MEETING DATE: July 25, 2013

SUBMITTED BY: Buzz Walker

SUBMITTAL TO AGENDA

AMOUNT BUDGETED: N/A

APPROVED BY TOWN MANAGER

EXPENDITURE REQUIRED: N/A



EXHIBITS (If Applicable, To Be Attached): N/A

POSSIBLE MOTION: I MOVE TO DIRECT STAFF TO PREPARE AN ADMINISTRATIVE POLICY FOR THE TOWN OF PAYSON TO PROVIDE AS-NEEDED SUPPLEMENTAL WATER SUPPLY TO THE MESA DEL CABALLO SUBDIVISION.

SUMMARY OF THE BASIS FOR POSSIBLE MOTION: JW Water Holdings, LLC doing business as Payson Water Company provides public water service to its customers in the Mesa del Caballo subdivision approximately one mile north of the Payson town limits has requested that the Town of Payson provide supplemental water supply from the Town of Payson. This supply is needed to prevent frequent summertime water shortages and occasional water shortages during other months within the subdivision due to the effects of drought on the company's groundwater wells located throughout the subdivision. The company has entered into an agreement with the Town of Payson and the Salt River Project for utilization of the Town's proposed CC Cragin water pipeline and water treatment plant as a new source of water supply for the subdivision and an answer to the subdivisions chronic water supply problem. The company has established its own water right for use within the Mesa del Caballo subdivision. It is the intent of the Town of Payson to work with outlying communities adjacent or near to the proposed pipeline for development of adequate water supplies for those communities. This supplemental water supply will be available to the subdivision only until Payson's water treatment plant is constructed and in operation. At that time the subdivision will be supplied with water from the water treatment plant adjacent to the subdivision and will be utilizing its own water supply from CC Cragin Reservoir. Payson currently provides water to the subdivision on a seasonal basis. The new policy would allow for the sale of supplemental water on an as-need basis year around. Water will be sold at Payson published water rates.

PROS: Helps to alleviate chronic water supply problems in the Mesa del Caballo subdivision. Provides additional revenue to the Town of Payson to help defray costs associated with the CC Cragin water supply project. Continues current Town policy of assisting subdivision residents in times of water shortage.

CONS: N/A

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FUNDING:

Acct: N/A	Budget:	Available:	Expense:	Remaining:
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FM: _____ Date: _____