



AGENDA STAFF REPORT

STEVE ROBBINS
ADMINISTRATION BUILDING
75515 Hovley Lane East
Palm Desert, CA 92211

CVWD's COACHELLA CAMPUS
51501 Tyler Street
Coachella, CA 92236

www.cvwd.org

Agenda Number: I
File ID: 0710.1017

Section Name: CONSENT CALENDAR
Project ID:

MEETING DATE: November 14, 2023

SUBJECT: Update to the Nonpotable Water Agreement for Indian Ridge Country Club and the Homeowners Association

TO: BOARD OF DIRECTORS

FROM: SANITATION, DAN CHARLTON

GENERAL MANAGER RECOMMENDATION:

RECOMMENDATION:

Approve and authorize the General Manager to execute the updated Nonpotable Water Agreement (Agreement) for Indian Ridge Country Club and Homeowners Association (IRCC).

BUDGET IMPACT:

IRCC is an existing nonpotable water customer of Water Reclamation Plant No.10 (WRP10). IRCC would like to connect a portion of the landscaped areas owned by their Homeowner's Association to the golf course's irrigation system. These landscaped areas include the medians mostly in the southern portion of the property along the main road and the areas next to the south entry gate (Exhibit D).

IRCC's golf course is a well owner and currently pays the West RAC for groundwater that they produce at \$165.37 per acre foot (AF). IRCC's golf course currently pays the Type A Nonpotable Water rate for nonpotable water delivered at \$186.95 AF with a pressure surcharge of \$38/AF. IRCC is a directly connected nonpotable water customer. As a directly connected customer, CVWD provides nonpotable water at a pressure high enough and consistent enough to pressurize the customer's irrigation system in lieu of receiving nonpotable water to their lake and pumping it from the lake pressurizing the irrigation system themselves, thus the pressure surcharge.

The additional landscaped areas will increase the annual nonpotable water revenue from IRCC from the estimated additional use of 27.6 AFY. This conversion to nonpotable water will have a negative impact on the domestic water revenue from IRCC as this portion of the HOA maintained landscape will no longer be irrigated with domestic water, which is estimated by the customer to be 1,000 ccf per month.

PROCUREMENT METHOD:

X N/A

If other, please explain: .

BACKGROUND

This request consists of the authorization to execute an updated Agreement with IRCC. IRCC has been a nonpotable water customer since 1994. This site includes two 18-hole golf courses that are being irrigated with nonpotable water from WRP10. IRCC has requested to irrigate a portion of their HOA owned landscaped areas (see Exhibit D) with nonpotable water by connecting to the golf course's existing irrigation system. The HOA and the golf course are two separate entities. The golf course was the only named customer under previous Agreements. A Shared Agreement between the golf course and the HOA is included in Exhibit C to describe the responsibilities associated with the discharge of nonpotable water on the IRCC property and has been updated to include both entities.

PRIOR BOARD ACTION:

The Board of Directors has approved multiple agreements with IRCC for the use of nonpotable water. Most recently, in 2019 a second amendment to the 2015 Agreement was approved for the Type A Nonpotable Water Rate.

DISTRICT STRATEGIC PLAN GOAL(S)/OBJECTIVES(S):

Approval of the Agreement aligns with the CVWD core value of water supply sustainability. The purpose of the nonpotable water program is to reduce reliance on the groundwater aquifer through source substitution. There are currently fifty-four (54) golf courses in CVWD's service area connected to a nonpotable water source, two of these courses are located at IRCC. Additional irrigated areas within IRCC will help to meet the goals of the Indio Subbasin Water Management Plan for water supply sustainability.

ENVIRONMENTAL IMPACT:

This is not a project as defined by CEQA; therefore, approval does not require any CEQA action.

PUBLIC NOTICE REQUIRED

N/A

LEGAL REVIEW

The Agreement has been reviewed by Best, Best and Krieger

ATTACHMENTS

- Att 1 - BAI Map - Indian Ridge Country Club and HOA location
- Att 2 - Nonpotable Water Agreement for Indian Ridge
- Att 3 - Well Production Metering Agreement for Indian Ridge
- Att 4 - Shared Water Agreement between Indian Ridge Country Club and Indian Ridge HOA
- Att 5 - Map - Proposed additional areas to be irrigated by nonpotable water belonging to the HOA
- Att 6 – Prior Second Amendment and Nonpotable Water Agreement with IRCC