

RESOLUTION NO. 2007-143

Adopted by the Sacramento City Council

March 13, 2007

FRUITRIDGE VISTA WATER COMPANY MASTER WHOLESALE WATER SERVICE AGREEMENT

BACKGROUND

- A. The Fruitridge Vista Water Company (Company) is having difficulty supplying water to meet demands in part due to a number of wells identified as contaminated and shut down. In order to meet current and future water needs, the Company needs a replacement water supply.
- B. The California Public Utilities Commission approved a settlement agreement between the Company and a number of developers, Sacramento County, and the Sacramento Housing and Redevelopment Authority, that, among other provisions, requires the Company to enter into a wholesale water agreement with the City to satisfy part of its water supply demands. The wholesale water agreement will provide the Company with 3.24 million gallons per day capacity.
- C. A mitigated negative declaration for the entire water supply project, which includes construction of the facilities needed to receive water under the City wholesale water agreement, was adopted on November 27, 2006, by the State of California Department of Health Services (DHS), acting as lead agency under the California Environmental Quality Act (CEQA). Under CEQA, the City, as a responsible agency, is required to consider the mitigated negative declaration adopted by DHS before approving the wholesale water agreement.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

- Section 1. The City Council has reviewed and considered the information contained in the Mitigated Negative Declaration prepared and adopted by the State of California, Department of Health Services for a project that includes the construction of interties between the water supply facilities of the City and the Fruitridge Vista Water Company, to provide for the delivery of City water through these facilities in accordance with the provisions of the Agreement identified in section 2, below.
- Section 2. The City Manager is authorized to execute the "Master Wholesale Water Service Agreement between the City of Sacramento and Fruitridge Vista Water Company."

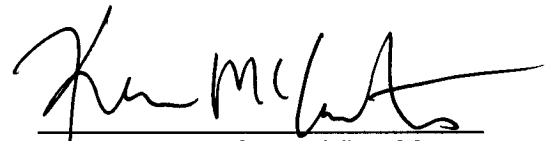
Adopted by the City of Sacramento City Council on March 13, 2007 by the following vote:

Ayes: Councilmembers, Cohn, Fong, Hammond, McCarty, Pannell, Sheedy, Tretheway, and Waters.

Noes: None.

Abstain: None.

Absent: Mayor Fargo.


Kevin McCarty, Vice Mayor

Attest:


Shirley Concolino, City Clerk