

# Saddle Creek Community Services District

## Regular Meeting of November 15th, 2016

### AGENDA SUPPORTING DATA

#### DISCUSSION AND ACTION ITEMS

- c. Adopt Resolution approving agreement with Saddle Creek II Association regarding water expense reimbursements

#### **Recommended Motion**

I move to adopt a Resolution approving agreement with Saddle Creek II Association regarding water expense reimbursements.

#### **Background**

The District and Saddle Creek II Maintenance Association (herein referred to as SCII) share an irrigation system serving common areas within the SCII development. Historically, the District has paid the electrical cost of operating the irrigation timers, and the SCII has paid the cost of water used for irrigation. Although both the cost of power and water have increased, the water cost has increased at a much higher rate, and the SCII requests that the District assist in the cost of the irrigation water for the common area.

District staff and SCII Board members met on site and evaluated the amount of water consumed in irrigating the District responsibility area, versus the SCII area. It was determined that the District's water needs accounted for approximately 12% of the water used in this location, with the remaining 88% attributable to the SCII water needs. It was therefore proposed that the District fund 12% of the cost of the common area water costs. Staff supports this proposal and has drafted a simple agreement to reflect these terms.

The agreement proposes an annual renewal, to allow for adjustment in the event of changing water usage patterns for either party. This agreement has not yet been reviewed by legal counsel of either party, and can be acted on at this meeting or next. Our hope is to have this agreement in place by the first of the year.