

DRINKING WATER BOARD
BOARD PACKET FOR CONSTRUCTION LOAN SCOPE CHANGE
PRESENTED TO THE DRINKING WATER BOARD

APPLICANT'S REQUEST

On September 9, 2009 the Drinking Water Board authorized a \$405,000 loan (20 years @ 4.0%) to Mendon City for the construction of two new wells. The City spent \$266,595 drilling a production well at the first location (Deep Canyon) without hitting sufficient water to develop the well. The City then drilled several test wells, finally hitting sufficient water at the Booster Station location.

On November 9, 2012 the Board authorized an increase of funding of \$667,000 to complete the construction of the Booster Station well and connecting water lines. The Booster Station well project is now complete and there is approximately \$270,000 in remaining funds that has not been used.

Mendon City is requesting that the Board allow them to use the remaining funds for additional source investigation and test well construction. Total cost is estimated to be \$150,000.

STAFF COMMENTS:

The purpose of the funding in both 2009 and 2012 was to provide additional source capacity to replace (or blend with) their Cobblestone Well, which had become contaminated with Nitrates. While the Booster Station well is a good well, it does not provide enough flow to completely replace or blend with the Cobblestone well, and Mendon is still in need of additional source capacity. Using the remaining funds to continue to look for additional sources is in line with the intent of the original funding.

STAFF RECOMMENDATION:

Staff recommends the Drinking Water Board authorize a change in scope to allow Mendon to use the remaining funds for additional source investigation and test well construction.