



Meeting Date: 06/26/2007

ACTION	TYPE OF ITEM
<input type="checkbox"/> Approved Recommendation	<input checked="" type="checkbox"/> Info/Consent
<input type="checkbox"/> Ord. No(s). _____	<input type="checkbox"/> Report
<input type="checkbox"/> Res. No(s). _____	<input type="checkbox"/> Public Hearing
<input checked="" type="checkbox"/> Other A-6885	<input type="checkbox"/> Other _____

Prepared By: Tamara Sexton *ts* Agenda Item No. I-16
 Reviewed By: City Manager *[Signature]* City Attorney *[Signature]* Finance *SW* Public Works *[Signature]*

DATE: June 14, 2007
TO: City Council
FROM: Mark Norris, Assistant Public Works Director *[Signature]*
 Public Works Department, Water Resources Division
SUBJECT: Blending Station No. 1 Water Desalination Grant

RECOMMENDATION

That City Council: (1) adopt a resolution approving and authorizing the Mayor to execute a Water Desalination Grant Agreement between the Department of Water Resources and the City of Oxnard, and (2) recognize the revenue and approve the appropriation in the amount of \$2,900,000 from DWR to the Groundwater Recovery Enhancement and Treatment ("GREAT") Blending Station No. 1 ("BS No. 1") Desalter Project for the Water Desalination Grant (A-6885).

DISCUSSION

DWR awarded the City a water desalination construction grant for the GREAT Blending Station No. 1 Desalter, located at 251 South Hayes Avenue. The City of Oxnard was one of 23 water desalination projects awarded \$21.5 million in Proposition 50 Chapter 6 grants to increase the development of new water supplies using desalination technologies.

The Blending Station No. 1 Desalter, projected to cost approximately \$24 million, is based on the understanding that Oxnard will require additional supplies of water. In lieu of purchasing imported state water, the GREAT Program will provide treated local groundwater for blending. As part of its master planning process, the City of Oxnard determined that it must develop alternative water supply sources to continue to meet its goal of providing current and future city residents and businesses with a reliable and affordable source of quality water. The construction of the Desalter is currently in progress and estimated to be completed in the Fall of 2008.

FINANCIAL IMPACT

The special budget appropriation will recognize revenue and appropriate \$2,900,000 from DWR to the

Blending Station No. 1 Water Desalination Grant Agreement
June 19, 2007
Page 2

GREAT Station No. 1 Desalter Project 066009. There are sufficient appropriations available in the Blending Station No. 1 Project 066009 – 601-6552-821-8604 for the matching City funds.

TDS:tds

Attachment #1 - Resolution
#2 - Grant Agreement (A-6885)
#3 - Special Budget Appropriation

Note: The Agreement No. A-6885 has been provided to the City Council. Copies are available for review at the Circulation Desk in the Library after 6:00 p.m. on the Thursday prior to the Council meeting and at the City Clerks Office after 8:00 a.m. on Monday.

000104

CITY COUNCIL OF THE CITY OF OXNARD

RESOLUTION NO.

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF OXNARD APPROVING AND AUTHORIZING THE MAYOR TO EXECUTE A WATER DESALINATION GRANT AGREEMENT BETWEEN THE DEPARTMENT OF WATER RESOURCES AND THE CITY OF OXNARD

WHEREAS, this grant is entered into between the State of California, acting by and through the Department of Water Resources; and

WHEREAS, the State grant is made by the State to the City of Oxnard to assist in financing a Water Desalination Project pursuant to the Water Security, Clean Drinking Water, Coastal and Beach Protection Act of 2002, Chapter 6; and

WHEREAS, this is a \$2,900,000 Water Desalination Grant agreement between the Department of Water Resources and the City of Oxnard to construct a brackish water desalination plant located at Blending Station Number 1; and

NOW, THEREFORE, the City Council of the City of Oxnard hereby resolves to approve and authorize the Mayor to execute a Water Desalination Grant Agreement between the Department of Water Resources and the City of Oxnard and authorize the City Manager or designee to administer the grant agreement and to have full authority to act on behalf of the City of Oxnard, including authority to execute all payment requests.

PASSED AND ADOPTED THIS ___ day of _____, 2007 by the following vote:

AYES:

NOES:

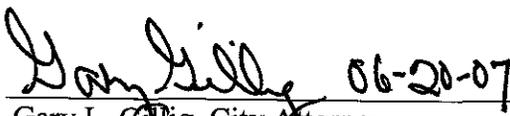
ABSENT:

Dr. Thomas E. Holden, Mayor

ATTEST:

APPROVED AS TO FORM:

Daniel Martinez, City Clerk

 06-20-07

Gary L. Gillig, City Attorney

000105

CITY OF OXNARD
REQUEST FOR SPECIAL BUDGET APPROPRIATION

To the City Manager:

June 26, 2007

Request is hereby made for an appropriation of total \$ 2,900,000

Reason for appropriation: Department of Water Resources Desalination Grant

<u>FUND</u>	<u>DESCRIPTION/ACCOUNT</u>	<u>AMOUNT</u>
State Grant (179)	GREAT Recycled Water Distribution Project 179-6552 (066009)	
	532-7231 - State Grant Rev	(2,900,000)
	821-8604 - Improve Not Bldg-New	2,900,000
		<hr/>
	Net Estimated Change to State Grant Fund Balance	<u>0</u>

Lamara Sexton

 Manager

REQUIRES CITY COUNCIL APPROVAL

DIRECTOR OF FINANCE

Amy Wicks

Disposition

Approved _____

Rejected _____

Transfer by Journal Voucher _____

 City Manager

000106

ATTACHMENT NO. 3
 PAGE 1 OF 1