



AGENDA REPORT

SAN CLEMENTE CITY COUNCIL MEETING

Meeting Date: May 1, 2018

Agenda Item 6-I

Approvals:

City Manager [Signature]

Dept. Head [Signature]

Attorney [Signature]

Finance [Signature]

Department: Utilities
Prepared By: Dave Rebensdorf, Utilities Director DR

Subject: *AUTHORIZE AN EXTENSION TO THE SHORT-TERM WASTEWATER SERVICES AGREEMENT WITH SANTA MARGARITA WATER DISTRICT (SMWD).*

Fiscal Impact: Yes. The City will continue to receive \$59,000 per month in revenue from SMWD for an additional 120 days.

Summary: Staff recommends the City Council approve a second extension to the Short-Term Agreement with SMWD for the treatment of Talega sewer flows.

Background: On December 5, 2017 the City Council approved a Short-Term Agreement between the City of San Clemente and SMWD for 60 days. An extension to the Short-Term Agreement was approved for 90 days on February 6, 2018 to provide staff additional time to modify the Agreement. Due to the complexity of evaluating costs, revenue and delivery options for recycled water, staff is requesting and additional 120 days to develop a Long Term Agreement. The Long Term Agreement will have the flexibility for modification based on evaluation and recommendations from the City's future Sewer Cost of Service consultant.

Since the City has been receiving additional sewer flows from Talega in early December 2017, there has been an improvement in the operation of Los Molinos Sewer Pump Station. The increased flow has eliminated a grease mat in the wet well that requires removal on a periodic basis. In addition, the increased solids loading to the Water Reclamation Plant is being evaluated along with other associated costs. Due to the higher volume of solids, additional treatment to maintain high quality water for recycling purposes will be necessary. Staff is working with chemical manufacturers and suppliers in conjunction with SMWD to determine the best operational and cost effective solution.

Recommended

Action: STAFF RECOMMENDS THAT the City Council Approve and Authorize the City Manager to execute, Amendment No. 2 to Contract C17-55 by and between the City of San Clemente and the Santa Margarita Water District, to extend the contract to treat wastewater flows from Talega for 120 days.

Attachments: None, the agreement is on file with the City Clerk's Office.

Notification: None.