Terry Ranch Project

Water Literate Leaders

December 8, 2022



Legacy of Planning in Water Supply Security

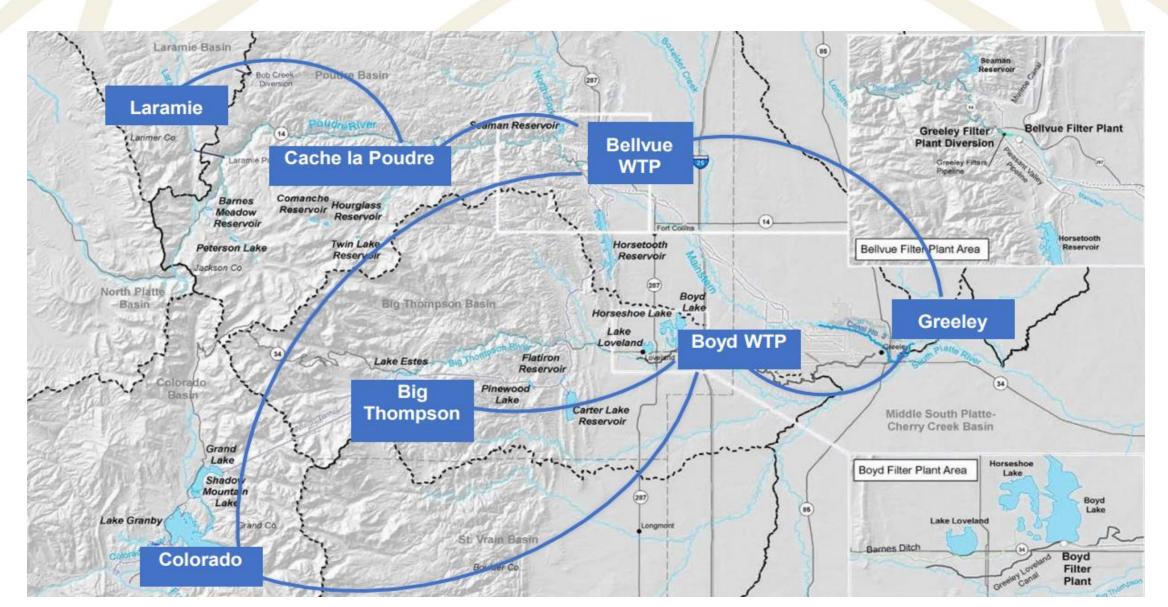








Greeley's Water Supply System



The Big Picture

Growing regional population

- ✓ Fastest growing region in state
- ✓ Expected to double by 2050

✓ Major agricultural economy

- Dependent on irrigation
- ✓ Important to Greeley over 10,000 direct agricultural jobs

✓ Water supply challenges

- ✓ Impacts of climate change more frequent and severe droughts
- ✓ Colorado River supply uncertainties
- ✓ Impaired water quality from forest fires
- ✓ Increased competition for water









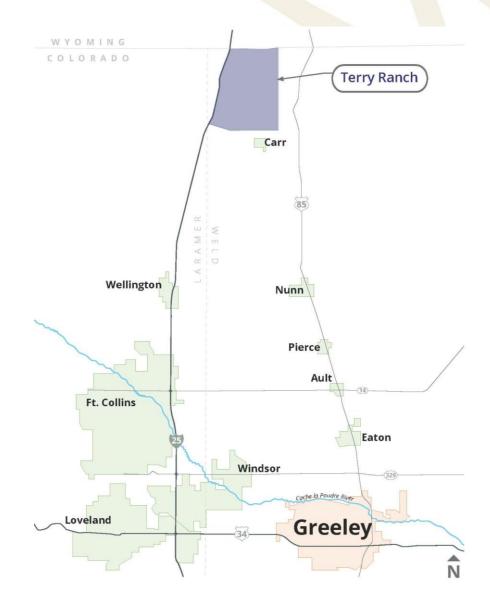
Milton Seaman Enlargement

- ✓ Long been Greeley's preferred storage project, however:
 - ✓ Large environmental impacts
 - ✓ Inundation of Forest Service, Larimer County, and Fort Collins lands
 - ✓ Many federal, state, & local permits needed - 15 years and \$19M to date
 - ✓ Highly possible that Greeley would never receive necessary permits
 - ✓ Rapidly rising construction costs

✓ Non-tributary Aquifer

- √1,200,000 acre-feet
- ✓ Underground water storage
- ✓ Generational investment

Terry Ranch Project



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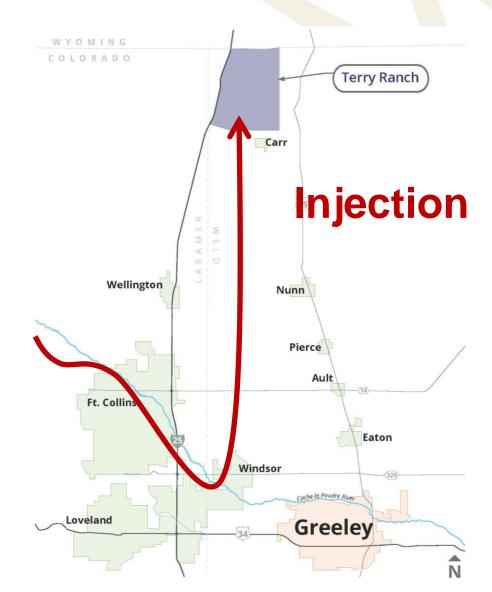
Terry Ranch Project



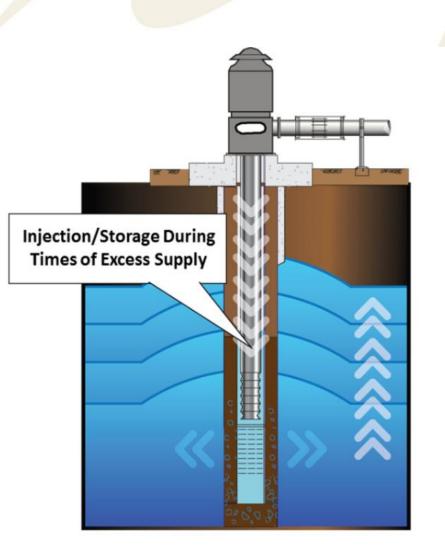
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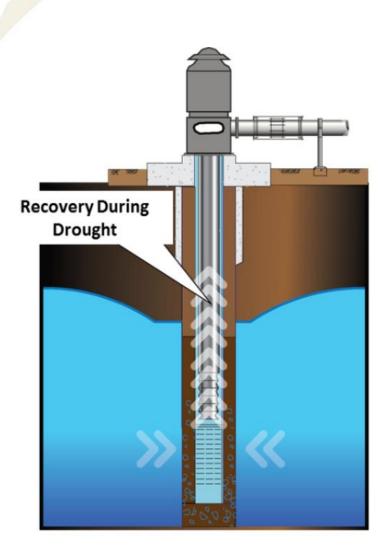
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Terry Ranch Project



Aquifer Storage and Recovery





- ✓ New to Greeley but common throughout U.S.
- ✓ PRO: few environmental impacts, no evaporation
- ✓ CON: requires treatment & pumping

Terry Ranch Purchase

- Privately developed water source (Wingfoot Water Resources)
 - ✓ Non-tributary decree
 - ✓ Right to aquifer storage
 - ✓ Surface easement
 - ✓ State water lease
 - Existing wells
- ✓ Public entity unlikely to have tested and encumbered unknown source



Unique Transaction

- ✓ Purchase with "raw water credits" rather than cash
 - ✓ Redeemable to meet Greeley's raw water dedication requirements
 - √ 12,121 credits, 1 acre-foot per credit
 - Wingfoot sells credits to developers and home builders
 - ✓ Greeley sets price-ceiling
 - Greeley foregoes future revenue (would have been spent on a water project)
 - ✓ Seller pays Greeley \$125 million

	The City of Greeley, Colorado
	Raw Water Dedication Credit
	Certificate No. 0001, Series No
THIS RA	AW WATER DEDICATION CREDIT CERTIFICATE ("CERTIFICATE") CERTIFIES THAT,
	is the "Registered Owner" of "Raw Water Credit(s)." as defined in the Terms and Conditions of the Raw Water Dedication Credits maintained on file with the City of Greeley ("City")
	$and\ provided\ to\ the\ Registered\ Owner\ on\ the\ same\ date\ this\ Certificate\ was\ issued\ (``Terms\ and\ Conditions").\ By\ execution\ and$
	delivery of this Certificate, the City, acting by and through its Water Enterprise ("Enterprise"), agrees to, and by acceptance of this
	Certificate the Registered Owner agrees to, the Terms and Conditions, which Terms and Conditions shall be considered part of the Certificate for all purposes.
	IN WITNESS WHEREOF, This Certificate is executed and delivered by the City,
	acting by and through its Enterprise this day of 20



Inspection

- ✓ 20 rigorous scientific and engineering analyses to confirm safety, reliability, and affordability
 - 1. Environmental
 - 2. Hydrogeology & Geochemistry
 - 3. Water Quality & Treatment
 - 4. Design & Cost Estimate
 - 5. Peer Review of All Findings

Water Quality

- ✓ Extensive study: over 7,000 data points & 575 compounds from 7 wells
- ✓ Overall water quality is excellent
- ✓ Uranium is present

Uranium can be removed by treatment



42% Bellvue 58% Terry Ranch

30% Bellvue 70% Terry Ranch

Uranium Removal

✓ Ion Exchange Treatment - common and proven

✓ Will remove below detection **Anion Exchange** Anion Exchange (Primary Stage) (Secondary Stage) √ 30-day pilot test to confirm Aeration Chlorine **Treated Terry Ranch** Water Groundwater

Challenges

- ✓ "Save Greeley's Water" opposed project
- ✓ April 2021: sought referendum to overturn purchase (insufficient signatures)
- ✓ November 2021: proposed two amendments to City Charter
 - Special elections to make routine water decisions
 - Require approval of majority of register electors
 - ✓ Amendments voted down ~80% to 20%





Project Status

- Credit system is functioning well
 - √ 120+ credits sold
- Design and construction underway for first 6 miles of pipeline
 - Construction south to north
 - ✓ Easement acquisition
 - ✓ Groundbreaking in early 2023
 - ✓ 80% of cost for first phase paid by Wingfoot
- ✓ State Land Board decree





Preliminary Pipeline Route



Why Terry Ranch?



✓ Diversifies Greeley's water sources and provides redundancy – groundwater is immune to drought and wildfires



√ \$250 million less expensive than next best option and construction can be phased, which maintains affordable water rates



✓ Proven to meet or exceed all Greeley's high water quality standards

More information at: www.greeleygov.com/terryranch

Sean P. Chambers

Director of Water & Sewer Utilities 1001 11TH AVE, 2ND Floor, Greeley, Colorado 80631 P: 970.350.9815 | <u>Sean.Chambers@greeleygov.com</u>

