

RESOLUTION NO. 2010.35

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF TEMPE,
ARIZONA, AUTHORIZING THE MAYOR TO SIGN THE MUNICIPAL
EFFLUENT PURCHASE AND SALE AGREEMENT AMONG THE SROG
CITIES AND ARIZONA PUBLIC SERVICE CORPORATION AND SALT
RIVER PROJECT**

WHEREAS, the City of Tempe participates with the Cities of Glendale, Mesa, Phoenix and Scottsdale in the SubRegional Operating Group (SROG) to treat wastewater at the 91st Avenue Wastewater Treatment Plant; and

WHEREAS, the SROG Cities supply reclaimed water from the 91st Avenue Wastewater Treatment Plant to the Palo Verde Nuclear Generating Station for use as cooling water under a 1973 agreement; and

WHEREAS, the SROG Cities have negotiated a new agreement to supply reclaimed water to Palo Verde through the year 2050; and

WHEREAS, the agreement reinforces the City's commitment to regional cooperation and environmental stewardship by providing a sustainable water resource for Palo Verde, which supplies the region with reliable, low cost electrical energy; and

WHEREAS, the revenue from reclaimed water sales to Palo Verde will offset the City's wastewater operating and maintenance expenses, resulting in smaller wastewater rate increases for Tempe residents and businesses; and

WHEREAS, it is in the best interests of the citizens of Tempe that the SROG Cities execute the agreement to provide reclaimed water to Palo Verde.

NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF TEMPE, ARIZONA, THAT:

Resolution No. 2010.35 is approved and the Mayor is authorized to sign the Municipal Effluent Purchase and Sale Agreement on behalf of the City of Tempe.

PASSED AND ADOPTED BY THE CITY COUNCIL OF THE CITY OF TEMPE, ARIZONA this _____ day of April, 2010.

Mayor

ATTEST:

City Clerk

APPROVED AS TO FORM:

City Attorney