

ITEM: 10

SUBJECT: Modifications to the City of Redding's Private Lateral Replacement Program Supplemental Environmental Project, Settlement Agreement and Stipulation for Entry [of] Order, Order No. R5-2012-0112

BOARD ACTION: *Consideration of Order to Amend Settlement Agreement and Stipulation for Entry [of] Order, Order No. R5-2012-0112*

BACKGROUND: The Discharger owns and operates a municipal sanitary sewer system in the City of Redding, including two domestic wastewater treatment plants and associated wastewater collections systems; the Clear Creek Wastewater Treatment Plant (Clear Creek WWTP) and the Stillwater Wastewater Treatment Plant (Stillwater WWTP). Wastewater is discharged to the Sacramento River from both wastewater treatment plants.

In December 2012, the Discharger entered into a Settlement Agreement and Stipulation for Entry Order, Order R5-2012-0112. The Order approved a Supplemental Environmental Project (SEP) to fund the cost of a Private Sewer Lateral Replacement Program.

The Discharger has submitted requests to raise the current reimbursement amount from \$5,000 to \$7,800 per private lateral and to change the age of the laterals being replaced from the January 1, 1973 requirement to January 1, 1983 to increase the number of deficient laterals eligible for replacement. The Discharger's City Council has approved this modification as its August 18, 2015 meeting.

ISSUES: The modifications to the SEP are only to Attachment K are not to the Enforcement Policy factors or monetary liability. The effect of the modifications, in summary, are:

1. Homeowners that have already replaced their private laterals and been reimbursed, but expended greater than the current \$5,000 under the City of Redding's Private Lateral Replacement Program Supplemental Environment Project should be contacted and reimbursed the full cost of the replacement or up to the new cap of \$7,800.
2. Priority shall be given to those homeowners currently on the Project Bid Tracking – SEP spreadsheet provided to the Central Valley Water Board.
3. Priority shall be given to those homeowners whose private laterals meet the original construction date of January 1, 1973.

RECOMMENDATION: Adopt the changes as proposed.

Mgmt. Review _____
Legal Review _____ ASD _____
October 1-2, 2015