

10.0 WATER RESOURCES ELEMENT

10.1 EXISTING CONDITIONS

Water availability is crucial to maintaining a strong economy and good quality of life. Precipitation supplies the water in the aquifer which serves as the primary source of water for the City of Prescott.

Under the Arizona Groundwater Management Code of 1980, the State of Arizona established five active water management areas to prevent groundwater depletion beyond the level being recharged, a condition defined as “safe-yield.” The City of Prescott water service area is located within the Prescott Active Management Area (AMA), along with Prescott Valley, Chino Valley, Dewey-Humboldt and the County. (Figure 10-1).

Communities within the AMA draw groundwater based on legal rights, goals and policies established by groundwater law and must demonstrate a 100-year assured water supply (AWS) through a program directed at new development. Management plans administered by the Arizona Department of Water Resources (ADWR) establish a water management strategy emphasizing conservation, replacement of existing groundwater, renewable supplies, recharge, and water quality management by all providers within the AMA. Safe-yield is the goal by the year 2025. Private domestic use wells are exempted from the 1980 Groundwater Code, which, due to the large number of such wells, poses significant impediment to reaching safe yield. According to the ADWR Prescott AMA Assessment, exempt wells have increased steadily from 4,560 in 1985 to 11,035 in 2006.

In 1998, the ADWR determined that the Prescott AMA was no longer in a state of safe yield. This determination capped the amount of groundwater which could be used by the respective jurisdictions within the AMA as a source of assured water for new development.

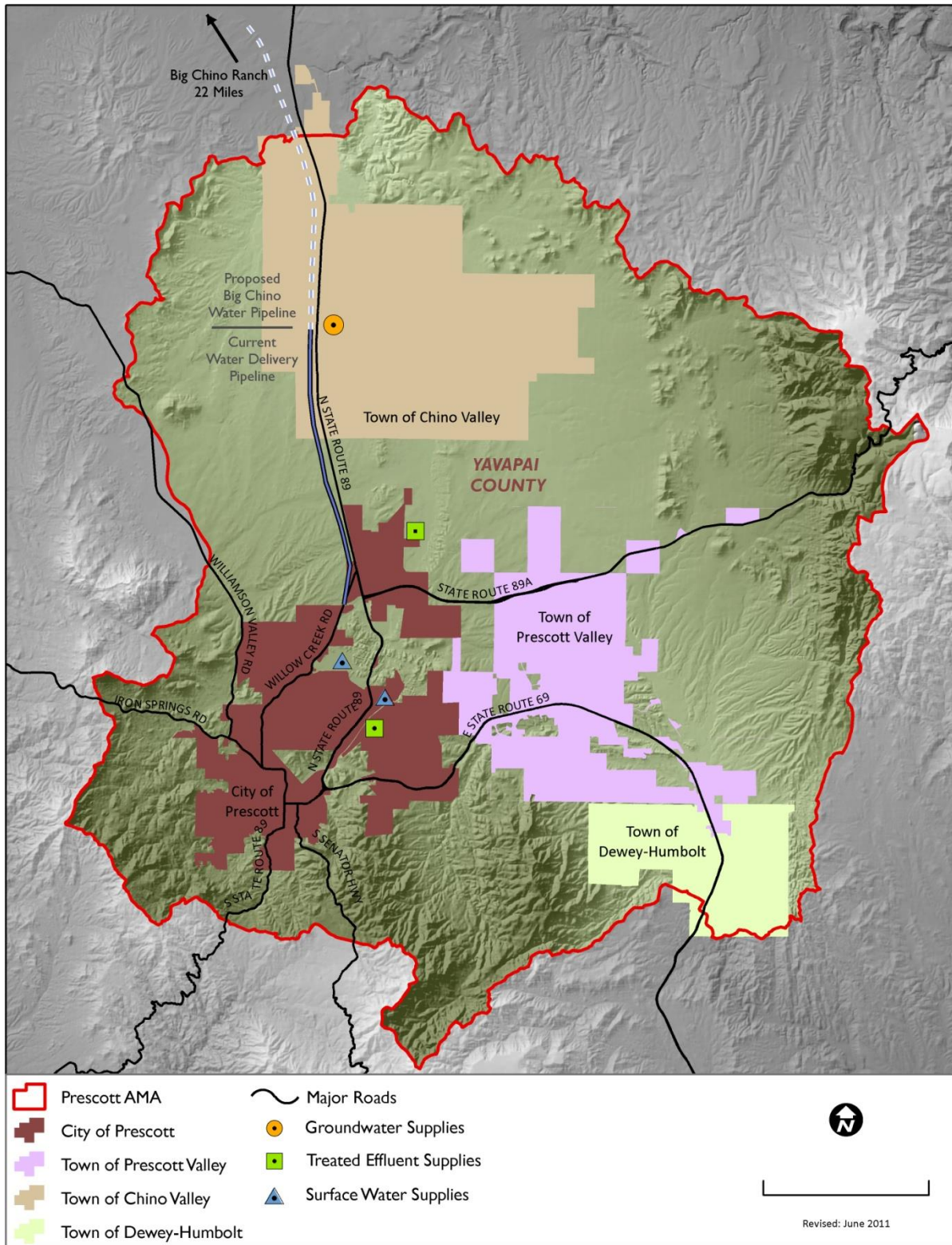
The City of Prescott water service area accounts for about 8.6% of the land within the Prescott AMA. The groundwater basin aquifers within the AMA are interconnected. Therefore, drawdown in other parts of the Prescott AMA will contribute toward decreased water tables in the Prescott water service area. Currently, there is no plan to achieve safe-yield within the AMA

Prescott is in a region of relatively moist cool upland slopes below timberline dominated by large coniferous trees. Other areas of the AMA are within the High Desert area of the state's Central Highlands region. Rainfall continues to be below average, with drought conditions being reported by various scientific institutions. A Drought Emergency Declaration has been in effect in Arizona since 1999. The current declaration, PCA 99006, issued by the Governor in June 1999 was continued by Executive Order 2007-10.

The State’s AMA safe-yield is a groundwater management goal, which attempts to achieve and maintain a long-term balance between the amount of groundwater withdrawn and the annual amount of natural and artificial recharge in the AMA (see ARS §45-561.12). The Prescott AMA has not achieved safe-yield, therefore, on the basis of ADWR projections, the current rate of net drawdown is not sustainable over the long term.

A.R.S. 9-461.05.
5. A water resources element that addresses:
(a) The known legally and physically available surface water, groundwater and effluent supplies.
(b) The demand for water that will result from future growth projected in the general plan, added to existing uses.
(c) An analysis of how the demand for water that will result from future growth projected in the general plan will be served by the water supplies identified in subdivision (a) of this paragraph or a plan to obtain additional necessary water supplies.

Figure 10-1 Prescott Active Management Area



10.2 WATER AVAILABLE TO PRESCOTT

Due to the restrictions imposed by the 1980 Groundwater Management Code and the 1998 ADWR declaration of water mining, communities within AMAs must demonstrate 100 year assured water supply (AWS) in order to approve new subdivisions. Additional water rights acquired for AWS must meet seven criteria as recognized by state water law. Water supply is available under State Law when legal documentation exists securing the rights to a specific amount and source of water. The most current ADWR authorization identifying water available to the City is the 2009 Decision and Order (D&O).

Water resources are dependent upon natural conditions such as the amount of precipitation, evaporation, recharge and geology. It is also dependent on the demand placed on the resource by all water users. Since the water policies pursued by an individual jurisdiction affect all jurisdictions in the PrAMA, water policies are a topic of regional interest. Regional cooperation and coordination will be necessary to maintain an assured water supply for the City and the region.

The City of Prescott has pursued an aggressive water management policy since 1985 and has invested in numerous strategies to secure an AWS for existing and projected water users within the City of Prescott water service area. These resources, as recognized in the City's D&O, include groundwater, surface water and treated effluent supplies used for recharge & recovery. Among the City's water portfolio is the legal right to import up to 8,068 acre-feet per year from the Big Chino sub basin (ARS §45-555E and F).

Figure 10-2 Current water supplies as allowed by the 2009 Decision & Order.

Groundwater	9,466 af/yr
Treated effluent (recharge and recovery and direct use)¹	5,446 af/yr
Surface Water (recharge and recovery) Granite & Willow Creeks (net)	1,733 af/yr
Imported Groundwater²	8,068 af/yr
Total legally and physically available water supply	24,713 af/yr

¹Treated effluent recharge volumes are not meeting 2009 D&O projections. Development using this type of resource will be subject to the actual volumes returning to the water reclamation facilities and subsequent recharge.

²Imported groundwater is subject to the initiation and completion of infrastructure. City Charter Article VI, Section 16, also requires voter approval for certain high value projects. Of this quantity of imported groundwater 45.9% is committed by intergovernmental agreement to the Town of Prescott Valley.

Note: The City holds additional groundwater rights and surface water claims recognized by the 2009 D&O which are held in reserve but not available for development..

Without tapping importation rights, the City's current legal and physical availability of groundwater and alternative water sources are sufficient for serving existing uses and projected allocations to all platted parcels in the water service area. This takes into consideration water demand that had been previously committed for preliminary subdivision plats approved prior to August 1998.

Since the declaration that the PrAMA is not in safe-yield, the City has taken a conservative approach to the allocation of water to new development through a "water budget" process

specifying quantities to be made available. This budget and the policies underpinning it are reviewed and updated by the City Council each year.

10.3 FUTURE GROWTH AND WATER DEMAND

Population growth and development anywhere within the PrAMA will affect the aquifers and the PrAMA goal of reaching safe-yield. There are specific challenges to attaining and maintaining safe-yield:

- population growth and resulting increases in aquifer draw-down
- drilling of new exempt wells within the PrAMA

In addition, the aquifer has multiple jurisdictions drawing upon it, which complicates achieving coordinated water management policies and practices to collectively contribute to safe-yield for the entire PrAMA. Development patterns and policies in other jurisdictions within the PrAMA differ from those of the City of Prescott. The City anticipates the need to continue to work regionally to achieve and implement a successful management strategy.

Meeting the water needs of future residents will require that the City optimize existing groundwater supplies through conservation and maximize alternative water supplies such as reuse or recharge of treated effluent. To meet the demands of the growing population and contribute to the safe-yield goal for the PrAMA, the City of Prescott anticipates the need to develop additional water sources including importation. To this end, water rights have been secured and infrastructure has been designed for the importation of water from the Big Chino Sub-basin located north of the PrAMA.

Significant factors bearing on the importation of water include monetary, social and environmental issues. Economic factors include the costs of infrastructure, methods of financing and legal issues over water rights. Social impacts include the effects on quality of life and public services caused by population growth made possible by imported water. Environmental considerations include the possibility of affecting surface water flows and increased urbanization, which may in turn affect land, habitats, and air quality.

10.3.1 Treated Wastewater Effluent Supplies

Treated wastewater effluent has been an important water resource for the City of Prescott; and can be used for reducing demand on groundwater supplies. The City has supplied effluent to golf courses and civil construction contractors within the municipal service area prior to and after it was required by the 1980 Groundwater Code. More importantly, treated wastewater effluent is also used to recharge the aquifer through infiltration basins, where the water percolates into the ground, to be further cleansed through natural processes. The City of Prescott has operated an effluent recharge facility near the airport since 1988. Between 2000 and 2010, the City has delivered an average of 2,500 acre feet per year to the recharge facility. In 2005, a voter initiated and approved proposition (Prop 400) requires all treated wastewater effluent generated by development in newly annexed areas equal to or exceeding 250 acres be used for permanent recharge. The recent expansion of the Airport Water Reclamation Facility has resulted in the production of renewable supplies that meet the A+ federal standards.

Class A+ water is an Arizona Department of Environmental Quality requirement for construction or reconstruction of plants of 0.25 mgd (million gallons per day) capacity or greater. Class A+ requires treatment to produce treated wastewater effluent with a total nitrogen concentration of less than 10 mg/l (milligrams per liter). This category of treated wastewater effluent will minimize concerns over nitrate contamination of groundwater beneath sites where treated wastewater effluent is applied. It will allow for effluent landscape irrigation of areas open to public access. (Source: *Sundog WWTP and Airport WRF Capacity and Technology Master Plan, October 2010, and ADEQ website.*)

Additional methods employed to optimize this resource include increasing the amount of treated effluent available for recharge by limiting the amount of new turf which must be irrigated, periodic review of effluent pricing, possible financial penalties to customers who exceed their allotment, and expanded collection of wastewater in areas currently on septic systems.

10.3.2 Surface Water Supplies

Watson and Willow Lake reservoirs and their associated water rights were purchased in 1998. These supplies are an important resource for the City's residents. As with treated effluent, lake water is diverted to the City recharge facility for storage and recovery purposes. This source is recognized in the 2009 Decision and Order (D&O) issued by the Arizona Department of Water Resources (ADWR). The water level of the lakes is contingent upon weather patterns; therefore an inherent uncertainty from year to year exists with this supply. All water supplies require careful management strategies; however, lake water supplies differ due to the need to balance their water supply with open space and recreation functions.

10.3.3 Water Conservation

The City's existing water conservation program encourages Water Smart practices. This program is currently posted on the City's website (www.prescott-az.gov). Conservation measures presently yielding water savings include limiting the sale of additional quantities and direct use of treated wastewater effluent primarily for irrigation purposes, reducing the amount of lost and unaccounted for potable water by increasing the integrity of the City's distribution system, maintaining financial incentives for conservation, and further public education. Proposed new policies will require careful formulation and subsequent adoption through a public process. Trends in water consumption show greater seasonal use in the summer. Continuing efforts are being made to reduce outdoor water use during the hotter months.

10.3.4 Additional Water Supplies

Serving the anticipated population growth with potable water has been considered and incorporated in the City's Alternative Water Budget and in ADWR Management Plans for the PrAMA. Importation could balance the overdraft and assist in meeting the goal of safe-yield, however, even with importation, a degree of uncertainty exists. The current drought and its potential duration is relevant in ongoing water resources management.

Drought could cause water sources to literally dry up or be challenged legally, placing the community and a larger future population relying upon imported resource in jeopardy of water supply shortfalls. Due to climate related factors and ongoing stream adjudication legal proceedings; our water supply cannot be completely controlled by the City of Prescott.

10.4 WATER RESOURCES LONG TERM MANAGEMENT PLAN

In 2011, litigation ended resulting in recognition of the City of Prescott 2009 Decision & Order (D&O) as the official document defining water availability from the ADWR, which enumerates the sources of water to which the City is entitled. The D&O is based on ADWR examination using seven criteria that include a determination of physical, legal and continuous water availability for 100 years. Now that the City's current and future water rights have been determined, formulation of a long-term water management plan can occur to apply those resources to the City's needs. This plan will take into account all supplies recognized in the D&O, groundwater, surface water, treated effluent, and imported supplies, as well as conservation and an appropriate contribution by Prescott toward meeting safe yield in the AMA. All supplies will need to be assessed for their best use and to secure water for future generations.

10.4.1 Water Availability For Future Development

Water currently available for the City's future growth is defined by the 2009 Decision & Order (D&O), which designates 1,472 acre-feet of water which would serve 4,205 residential lots. This

additional volume of water, 1,472 acre-feet, is based on 2007 projections that were made related to population growth and the resulting return flows to treatment facilities. Actual volumes that are returning to the plants in 2014 are less, and determined to be 92 AF. Additionally, Big Chino Sub-basin imported supplies are recognized but not yet being physically delivered.. An earlier D&O from 2005 also allocated water available for future growth where an approximate 222 acre feet (AF) remains as of January 2015. This quantity would support 634 new homes. Specific reservations have already been made for residential subdivisions approved and unbuilt prior to 1998 and for tracts of vacant residentially zoned property within the current City limits. The following estimate quantifies future growth, within the City, constrained by water availability; for reference, the 2010 Census found 22,159 total existing housing units in Prescott:

<u>Physically Available Water (2015)</u>	<u>Housing Units</u>
2009 Decision and Order Alternative Water (92 AF)	263
Current Alternative Water Balance (2005 D&O 222 AF)	634
1998 Plats - Grandfathered Groundwater	
Final Plats	3,398
Preliminary Plats	3,456
<u>Reservation for Residentially Zoned Unwatered Tracts</u>	<u>1,920</u>
Subtotal	9,671
Imported Water (not currently physically available)	
<u>City portion of Big Chino Project is 54.1% (4,365 AF)</u>	<u>12,471</u>
Subtotal	12,471
 TOTAL FUTURE HOUSING UNITS	 22,142

The availability of water from sources which are known or can be reasonably anticipated, including the costs of water rights and infrastructure to access and deliver water, will be a limiting factor in the future development of Prescott. Even with a strong market demand, availability of water and capital will determine the long-term growth of the City.

10.5 EMERGING CONTAMINANTS

As defined by the United States Geological Survey and the Environmental Protection Agency, “emerging contaminants” are commonly derived from municipal, agricultural, and industrial wastewater sources and pathways. These newly recognized contaminants represent a shift in traditional thinking as many are produced industrially yet are dispersed to the environment from domestic, commercial, and industrial uses. Emerging contaminants can be broadly defined as any synthetic or naturally occurring chemical or any microorganism that is not commonly monitored in the environment but has the potential to enter the environment and cause known or suspected adverse ecological and/or human health effects. In some cases, the release of emerging chemical or microbial contaminants to the environment has likely occurred for a long time, but may not be recognized until new detection methods are developed. In other cases, synthesis of new chemicals or changes in use and disposal of existing chemicals can create new types of emerging contaminants. The EPA under Unregulated Contaminant Monitoring Rule 3 (UCMR 3) is requiring the monitoring for 30 contaminants using EPA and/or consensus organization analytical methods during the 2013 - 2015 timeframe. Public water systems such as the City’s will be participating in UCMR 3 and this points to stricter future federal requirements.

10.6 WATER RESOURCES GOALS AND STRATEGIES

- Goal 1** Provide a water supply sufficient for the City to implement this General Plan.
- Strategy 1.1** Develop a Long-Term Water Management Plan.
 - Strategy 1.2** Annually review the city water budget and balance new allocations with available resources in accordance with the City's water management plan.
 - Strategy 1.3** Reduce lost and unaccounted for water through monitoring, more accurate reporting, and system improvements.
 - Strategy 1.4** Continuously seek, evaluate, and implement additional measures for the City's Water Conservation Program.
 - Strategy 1.5** Maintain a water rate structure aligned to conservation.
 - Strategy 1.6** Comply with Federal mandates pertaining to emerging contaminants.
- Goal 2** Optimize the use of the effluent resource component.
- Strategy 2.1** Maximize recharge of renewable resources (treated effluent and surface water.)
 - Strategy 2.2** Seek extension of sanitary sewers into areas presently served by septic or other alternative disposal systems where feasible to increase return flow to water reclamation plants.
- Goal 3** Augment City water supplies.
- Strategy 3.1** Seek additional water resources to reduce depletion of local ground water reserves and contribute to the achievement of "safe-yield" in the AMA.
 - Strategy 3.2** Develop funding strategies to finance new water sources and technologies.
 - Strategy 3.3** Track literature and technologies that have resulted in proven methods to increase water supply.
 - Strategy 3.4** Operate City-owned lakes to balance storage for surface water recharge with recreational values.
- Goal 4** Increase public information availability, awareness, and involvement in water management.
- Strategy 4.1** Promote public participation in water policy and initiatives through media outreach and public informational dissemination.
- Goal 5** Maintain participation in regional water resource and management efforts.

- Strategy 5.1** Jointly formulate a plan to achieve safe yield within the Prescott AMA with other jurisdictions.
- Strategy 5.2** Partner with other jurisdictions and contribute resources, where necessary, for development of feasible intergovernmental water management programs.
- Strategy 5.3** Work with regional partners to influence and modify Arizona state water laws and regulations of significant importance to the City and AMA, when necessary.