

ANDERSON-COTTONWOOD IRRIGATION DISTRICT
POLICY FOR FACILITY IMPROVEMENTS

POLICY

1. The District is committed to repairing, replacing, and expanding its physical facilities in order to (1) perpetuate and enhance the services provided by the District and (2) minimize the significant risks, hazards, and nuisances associated with those facilities.
2. To implement this goal, the District shall include capital improvement projects and funding in its annual budget plan. The level of funding shall be as approved by the Board in the annual budget.
3. The General Manager shall develop annually a preliminary budget proposal that targets at least 25% of the District's total annual expenditures for capital improvement projects. The preliminary budget proposal shall specify the source or sources of revenue that will fund the capital improvement projects.
4. The specific projects or programs included in the preliminary capital improvement budget proposal shall be selected based on achieving the following objectives:
 - a. Reduce or eliminate serious public liability hazards or risks.
 - b. Restrict public access to District facilities in urbanized areas.
 - c. Replace, repair, or protect facilities subject to potential failure or damage.
 - d. Minimize ongoing operation and maintenance costs.
 - e. Reduce or eliminate instances of nuisances to public or private property directly or indirectly affected by District facilities.
 - f. Improve efficiency of operations and services to customers.
 - g. Reduce significant water losses from District facilities.
5. Proposed funding for the capital improvement projects will emphasize the use of revenues generated from surplus water sales to other public agencies or non-district customers.
6. The General Manager shall develop and annually update a five-year capital improvement plan for consideration and adoption by the Board of Directors as part of the annual budget development process.