



# STATE OF WYOMING

# 029

Agency Number

## 2015-2016

# BIENNIUM BUDGET REQUEST

### WYO WATER DEVELOPMENT OFFICE

Agency Name

The information in this budget request has been developed in accordance with the agency plan prepared according to W.S. 28-1-115 & 28-1-116 [W.S. 9-2-1011(b)(vi)]. Submitted by:

Signature Harry C. LaBonde Jr.

Name Harry C. LaBonde, Jr.

Title Director

Person(s) responsible for the preparation of this budget:

Harry C. LaBonde, Jr.

Andrea L. Odell

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Prepared for the February 2014 Legislature

**Budget Division**, Department of Administration & Information

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DEPARTMENT WYO WATER DEVELOPMENT OFFICE							DEPT 029
1	2	3	4	5	6	7	
Description	Code	Base Budget	Standard Budget 2015-2016	Total Exception Request	Total Agency Request	Total Governor Recs Changes	Governor Recommendation
DIVISION							
ADMINISTRATION	0100	8,113,535	7,938,327	79,135	8,017,462	0	8,017,462
GILLETTE MADISON PIPELINE ACCOUNT	0500	6,975,000	0	25,792,000	25,792,000	0	25,792,000
TOTAL BY DIVISION		15,088,535	7,938,327	25,871,135	33,809,462	0	33,809,462
OBJECT SERIES							
PERSONAL SERVICES	0100	5,472,148	5,471,596	0	5,471,596	0	5,471,596
SUPPORTIVE SERVICES	0200	479,078	479,078	85,484	564,562	0	564,562
RESTRICTIVE SERVICES	0300	284,190	226,963	0	226,963	0	226,963
CENT. SERV./DATA SERV.	0400	47,812	41,163	24,840	66,003	0	66,003
SPACE RENTAL	0500	769,500	658,720	0	658,720	0	658,720
CONTRACTUAL SERVICES	0900	8,035,807	1,060,807	25,760,811	26,821,618	0	26,821,618
TOTAL BY OBJECT SERIES		15,088,535	7,938,327	25,871,135	33,809,462	0	33,809,462
SOURCES OF FUNDING							
GENERAL FUND/BRA	G	6,975,000	0	25,792,000	25,792,000	(25,792,000)	0
FEDERAL FUNDS	X	0	0	0	0	12,402,709	12,402,709
OTHER FUNDS	Z	8,113,535	7,938,327	79,135	8,017,462	13,389,291	21,406,753
TOTAL BY FUNDS		15,088,535	7,938,327	25,871,135	33,809,462	0	33,809,462
AUTHORIZED EMPLOYEES							
FULL TIME EMPLOYEE COUNT		26	26	0	26	0	26
TOTAL AUTHORIZED EMPLOYEES		26	26	0	26	0	26

DEPARTMENT WYO WATER DEVELOPMENT OFFICE

DEPT 029

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**SECTION 1. DEPARTMENT STATUTORY AUTHORITY**

W.S. 41-1-106 through 41-1-108      General Provisions

W.S. 41-2-107 through 41-2-122      Duties Generally, Development of Water Projects

W.S. 41-3-1001 through 41-3-1014      Instream Flow

Omnibus Water Planning and Construction Bills

**SECTION 2. QUALITY OF LIFE RESULT**

Wyoming natural resources are managed to maximize the economic, environmental and social prosperity of current and future generations.

**SECTION 3. CONTRIBUTION TO WYO QUALITY OF LIFE**

The Water Development Commission/Office contributes to the quality of Wyoming life by addressing the water resources needs of our citizens through the rehabilitation and construction of existing and new water supply projects. As a result, Wyoming's water resources are managed and developed for the enjoyment and beneficial use of current and future generations of Wyoming citizens.

**SECTION 4. BASIC FACTS**

The Wyoming Water development agency has twenty-six (26) full time employees and ten (10) commission members. The agency operates with a FY2013/2014 biennial budget of \$8,113,535, as a budget item within Water Development Account I. The agency does not receive any financial assistance from the General Fund or the Federal Government. Total program expenditures, including projects and administration, average approximately \$45,000,000 annually. This expenditure figure excludes the Gillette Madison Pipeline project appropriations which totaled \$164,328,358 as of June 30, 2013. The primary programs of the agency include:

**New Development**

This program provides planning services and construction funds for the infrastructure necessary to supply unused and/or unappropriated water to meet the present and future needs of Wyoming and her citizens. Water supply facilities such as diversion structures, groundwater wells and transmission pipelines are eligible for consideration under the New Development Program.

DEPARTMENT WYO WATER DEVELOPMENT OFFICE

DEPT 029

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Rehabilitation

This program provides planning services and construction funds for the improvement of water projects that have been in place for at least fifteen (15) years. Improvements to ensure dam safety, decrease operation and maintenance cost and provide a more efficient means of using existing water supplies may be considered for the Rehabilitation Program.

Dams and Reservoirs

This program was created in 2005 for the specific purpose of development of storage projects in Wyoming.

River Basin Planning

This program serves to provide a basin wide and state wide perspective of the status of Wyoming's water resources and identify water development opportunities. The program also provides water availability and use data that support project evaluations and assist in the development of in-stream flow feasibility reports which are assigned to the WWDO by Wyoming statutes.

Water Investment Management

This program administers the state's investment in the Buffalo Bill Dam, Fontenelle Reservoir, High Savery Dam, Pathfinder, Glendo, and Palisades Reservoirs and ensures that the state's obligations on the above facilities are met. In addition the program collects payments against outstanding project loans, monitors potential water sales from completed projects in which the state retained limited partnerships, and holds all in-stream flow water rights in the name of the state.

**SECTION 5. PERFORMANCE MEASURES**

Performance Measure # 1 - Percentage of planning studies completed with 90 - 100% of budget.

Performance Measure # 2 - Percentage of construction projects completed within 70 - 100% of budget.

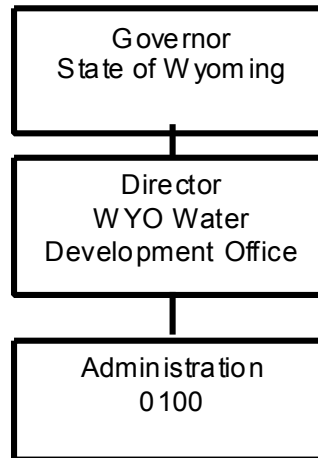
Performance Measure # 3 - Initiation of federal permitting process on new dam projects that would store at least 2,000 acre feet of water and enlarged reservoir projects that would store at least 1,000 acre feet of water.

Performance Measure # 4 - Public use of the River Basin plans on the river basin and agency web sites.

**SECTION 6. DEPARTMENT PRIORITIES**

029- Water Development Commission 2015-2016 Biennium Budget Request								
Priority	Page #	Unit #	Item Requested	Department Request	General Fund	Federal Fund	Other Fund	Governor's Recs
1	17	0501	Gillette Madison Pipeline Project	25,792,000	25,792,000	0	0	25,792,000
2	11	0101	Computer Equipment	85,484	0	0	85,484	85,484
3	12	0101	Water Resources Data System (WRDS)	(-31,189)	0	0	(-31,189)	(-31,189)
<b>TOTAL</b>				<b>\$25,846,295</b>	<b>\$25,792,000</b>	<b>\$0</b>	<b>\$54,295</b>	<b>\$25,846,295</b>
N/A	12	0101	ETS Consolidation	\$24,840	\$0	\$0	\$24,840	\$24,840
				General Fund	\$25,792,000			
				Federal Funds	\$0			
				Other Funds	\$79,135			
				<b>Total Funding</b>	<b>\$25,871,135</b>			

**SECTION 7. DEPARTMENT ORGANIZATION**



DEPARTMENT WYO WATER DEVELOPMENT OFFICE							DEPT 029
DIVISION ADMINISTRATION							DIV NO 0100
1	2	3	4	5	6	7	
Division	Code	Base Budget	Standard Budget 2015-2016	Total Exception Request	Total Agency Request	Total Governor Recs Changes	Governor Recommendation
UNIT							
ADMINISTRATION	0101	8,113,535	7,938,327	79,135	8,017,462	0	8,017,462
TOTAL BY UNIT		8,113,535	7,938,327	79,135	8,017,462	0	8,017,462
OBJECT SERIES							
PERSONAL SERVICES	0100	5,472,148	5,471,596	0	5,471,596	0	5,471,596
SUPPORTIVE SERVICES	0200	479,078	479,078	85,484	564,562	0	564,562
RESTRICTIVE SERVICES	0300	284,190	226,963	0	226,963	0	226,963
CENT. SERV./DATA SERV.	0400	47,812	41,163	24,840	66,003	0	66,003
SPACE RENTAL	0500	769,500	658,720	0	658,720	0	658,720
CONTRACTUAL SERVICES	0900	1,060,807	1,060,807	(31,189)	1,029,618	0	1,029,618
TOTAL BY OBJECT SERIES		8,113,535	7,938,327	79,135	8,017,462	0	8,017,462
SOURCES OF FUNDING							
WATER DEVELOPMENT I	S1	8,113,535	7,938,327	79,135	8,017,462	0	8,017,462
TOTAL BY FUNDS		8,113,535	7,938,327	79,135	8,017,462	0	8,017,462
AUTHORIZED EMPLOYEES							
FULL TIME EMPLOYEE COUNT		26	26	0	26	0	26
TOTAL AUTHORIZED EMPLOYEES		26	26	0	26	0	26

DEPARTMENT WYO WATER DEVELOPMENT OFFICE  
 DIVISION ADMINISTRATION  
 UNIT ADMINISTRATION

Wyoming On Line Financial Codes  
 DEPT DIVISION UNIT FUND APPR  
 029 0100 0101 041 101

## **SECTION 1. UNIT STATUTORY AUTHORITY**

Not Applicable.

## **SECTION 2. STANDARD BUDGET REQUEST**

### **Part A. Narrative**

The Wyoming Water Development Commission (WWDC) serves as the water resources development and planning agency for the State of Wyoming. The Wyoming Water Development Office (WWDO) serves as the administrative staff for the WWDC. The WWDO staffs three statutorily mandated programs: the Water Planning Program, the Wyoming Water Development Program, and the Instream Flow Program.

### **\$5,542,810 0100 Personal Services**

This expenditure category is used to fund salaries and benefits for the ten (10) member Water Development Commission and the Water Development Office staff, which includes the director and twenty-five (25) staff members.

### **\$ 479,078 0200 Supportive Services**

The supportive service category funds travel expenditures for 200 water projects in every area of the state. In addition, it funds the director's efforts as Wyoming's representative to the Governance Committee of the Platte River Recovery Implementation Program. It also funds postage charges, printing expenditures and the entire administrative support budget for all Water Development programs.

### **\$ 226,963 0300 Cost Allocation**

Services provided by other state agencies for the operation of the Water Development Programs.

### **\$ 41,163 0400 Central Services/Data Services**

Monthly computer and communication services provided by A&I/Technology Services.

### **\$ 658,720 0500 Space Rental**

Office space leased for the Water Development Office by the state of Wyoming.

### **\$1,060,807 0900 Professional Services**

#### **\$ 6,000 Professional Fees**

This category is utilized by the WWDO for court reporter services necessary for public hearings required by W.S. 41-2-114 and W.S. 41-2-115 on New Development planning/rehabilitation projects. The request is for \$6,000.

**DEPARTMENT** WYO WATER DEVELOPMENT OFFICE  
**DIVISION** ADMINISTRATION  
**UNIT** ADMINISTRATION

Wyoming On Line Financial Codes				
DEPT	DIVISION	UNIT	FUND	APPR
029	0100	0101	041	101

**\$250,000 Water Related Research**

Funding will be used to complete Instream flow reports required by W.S. 41-3-1004. The WWDC has completed one hundred fourteen (114) feasibility studies. It is anticipated that the Wyoming Game and Fish Department (WGFD) will prepare applications for twelve (12) additional instream flow water rights during the upcoming biennium. The funding will be used to retain consultant services necessary to complete the hydrological feasibility studies for the WGFD applications.

W.S. 41-1-106 and W.S. 41-2-107 direct the Wyoming Water Development Commission to formulate, review, and revise water plans for the state of Wyoming. This budget will be utilized to obtain, compile, and categorize information available through state and federal water resource agencies to support basin-wide water resource plans for each of the state’s major drainage basins.

The Wyoming Water Development Office must remain current on changing construction techniques, as well as state and federal water quantity and quality requirements. Funding is also used to complete special water related research on issues that may impact projects, river basin planning, or the water development program. To that end, a portion of these funds is proposed for general research.

**\$804,807 Water Resources Data System**

The Water Resources Data System (WRDS) at the University of Wyoming has provided water-related data to Wyoming citizens, state agencies, industry, municipalities and researchers for thirty (30) years. The University of Wyoming College of Engineering, Civil and Architectural Engineering Department (UW/CE) administers the system. Through the years, it has developed into the most comprehensive single source of accurate surface and groundwater quantity and quality, snow quantity and climatological data available for Wyoming. Custom programs for several state agencies are developed using WRDS data. A multitude of state agencies have used WRDS in support of their functions. The Water Development Commission views WRDS as an integral part of the statewide water planning process and an important means of disseminating water resources information to the people of Wyoming. WRDS currently houses the WWDC state web site and the River Basin Planning web site. The system has also provided information to numerous federal, county and municipal agencies, private engineering firms, public schools, libraries and other universities. Interest and use through data inquiries of WRDS has grown consistently. On average, more than three hundred (300) data requests are processed annually by traditional means, while the WRDS website received approximately one hundred thousand (100,000) website visitors annually. This request is for the WWDO share of the WRDS budget. The UW/CE provides a match of in-kind services valued at \$200,000.

**Part B. Revenue**

The agency administrative budget is funded entirely from Water Development Account I. Water Development Account I receives revenue from a number of sources to include Mineral Severance Taxes, Pool Interest, Principal and Interest on outstanding loans as well as project application fees, grazing leases and water sales. Preliminary estimates indicate that these revenue sources will total \$54,600,000 for the 2015/2016 biennium.

**Part C. Budget Subject to Zero-Basing.**

These amounts have been identified and justified within the Chapter 17 budget document.

DEPARTMENT WYO WATER DEVELOPMENT OFFICE  
 DIVISION ADMINISTRATION  
 UNIT ADMINISTRATION

Wyoming On Line Financial Codes  
 DEPT DIVISION UNIT FUND APPR  
 029 0100 0101 041 101

**GOVERNOR'S RECOMMENDATION**

*I recommend approval of the standard budget as submitted.*

**SECTION 3. EXCEPTION BUDGET REQUEST**

**2. PRIORITY #2 DATA PROCESSING AND OTHER COMPUTER EQUIPMENT**

**A. EXPLANATION OF REQUEST:** The Water Development Office is requesting \$85,484 to replace twenty-three (23) desktop computers, six (6) laptop computers, four (4) printers including three (3) color and one (1) black and white, and one (1) plotter. This request also includes MS Office Professional for each computer as well as one (1) AutoCAD license. This request replaces all twenty-six (26) employee computers, the High Savary Dam computer, and two (2) old laptop computers. This equipment is currently four (4) to ten (10) years old and we are experiencing an increasing number of motherboard, hard drive and other failures. The equipment needs to be replaced in order to maintain productivity and ensure compatibility with the scientific/engineering community. The software must be purchased in order to stay compatible with other state agencies, the federal government, clients, sponsors, and consultants that the Water Development Office does business with on a daily basis. This request is in accordance with the Office of Chief Information Officer's replacement schedule and was approved per request number 3VAI3.

**B. REQUEST BY OBJECT CODE, FUNDING AMOUNT & FUND SOURCE:**

Object Code	Amount	Funding Source
1 0242-Data Processing Equipment	\$85,484	100% 6629
Total	\$85,484	100% 6629 Water Development Account I

**C. PERFORMANCE JUSTIFICATION:** Priority #2 supports all of the agency's overall performance measures. It ensures continuing productivity and compatibility with the scientific/engineering community and does not represent a new equipment request, but seeks only to replace the agencies existing outdated equipment.

**GOVERNOR'S RECOMMENDATION**

*I recommend approval of \$85,484 in Water Development Account I fund as one time funding for the replacement of twenty-three desktop computers, six laptop computers, four printers, and one plotter. This request was approved by recommendation OCIO-2014-3VAI3.*

*I recommend that all computer purchases be made via the Chief Information Officer's State Technology Replacement Program at standardized pricing established by the program. I further recommend that all funds appropriated for this program be restricted and not expended for any other purpose.*

**DEPARTMENT** WYO WATER DEVELOPMENT OFFICE  
**DIVISION** ADMINISTRATION  
**UNIT** ADMINISTRATION

**Wyoming On Line Financial Codes**

DEPT	DIVISION	UNIT	FUND	APPR
029	0100	0101	041	101

**3. PRIORITY #3 WATER RESOURCES DATA SYSTEM (WRDS)**

**A. EXPLANATION OF REQUEST:** WRDS is proposing to reduce the funding it receives from the Water Development Office while maintaining the present operation of WRDS at a reduced cost.

**B. REQUEST BY OBJECT CODE, FUNDING AMOUNT & FUND SOURCE:**

Object Code	Amount	Funding Source
1 0901-Professional Fees	<u>\$(31,189)</u>	100% 6629
Total	\$(31,189)	100% 6629 Water Development Account I

**C. PERFORMANCE JUSTIFICATION:** Priority #3 will maintain the present operation of WRDS at a reduced cost.

**GOVERNOR'S RECOMMENDATION**

*I recommend approval of this exception request as submitted.*

**4. ETS# - RELATED TO IT CONSOLIDATION/SERVICE DELIVERY TRANSITION**

**A. EXPLANATION OF REQUEST:** This exception request is related to ETS-driven changes in the State's underlying IT infrastructure and a corresponding transition in rate structure.

The funding being requested is necessary to either obtain a billable service from ETS to complete tasks previously completed by departmental staff or a shift to new technologies that are now charged as a commodity as opposed to a piece of equipment (i.e. acquiring storage space on the cloud versus purchase of a new server).

Funding within this departmental budget is to be offset by efficiencies within the consolidated ETS model or a reduction in the number of requests in the 240 object codes, where new or replacement equipment has historically been funded. In some instances, the exception request represents a "net" amount resulting from the funding reduction related to the service being replaced.

**DEPARTMENT** WYO WATER DEVELOPMENT OFFICE  
**DIVISION** ADMINISTRATION  
**UNIT** ADMINISTRATION

**Wyoming On Line Financial Codes**

DEPT	DIVISION	UNIT	FUND	APPR
029	0100	0101	041	101

**B. REQUEST BY OBJECT CODE, FUNDING AMOUNT & FUND SOURCE:**

Object Code	Amount	Funding Source
1 0430-ETS Consolidation	<u>\$24,840</u>	100% 6629
Total	\$24,840	100% 6629 Water Development Account I

**GOVERNOR'S RECOMMENDATION**

*I recommend approval of this exception request as submitted. This will allow the Department to move from physical servers to cloud storage.*

DEPARTMENT		Wyoming On Line Financial Codes					APPR
WYO WATER DEVELOPMENT OFFICE		DEPT	DIVISION	UNIT	FUND		
DIVISION	ADMINISTRATION	029	0100	0101	041	101	
UNIT	ADMINISTRATION						
1		2	3	4	5	6	7
Description	Code	Base Budget	Standard Budget 2015-2016	Total Exception Request	Total Agency Request	Total Governor Recs Changes	Governor Recommendation
EXPENDITURES							
SALARIES CLASSIFIED	0103	3,695,755	3,681,133	0	3,681,133	0	3,681,133
SALARIES OTHER	0104	64,896	64,896	0	64,896	0	64,896
EMPLOYER PD BENEFITS	0105	1,688,390	949,749	0	949,749	0	949,749
EMPLOYER HEALTH INS BENEFITS	0196	0	752,840	0	752,840	0	752,840
RETIREEES INSURANCE	0197	23,107	22,978	0	22,978	0	22,978
PERSONAL SERVICES	0100	5,472,148	5,471,596	0	5,471,596	0	5,471,596
EQUIPMENT REP & MNTC	0202	700	700	0	700	0	700
UTILITIES	0203	2,400	2,400	0	2,400	0	2,400
COMMUNICATION	0204	16,676	16,676	0	16,676	0	16,676
DUES-LICENSES-REGIST	0207	17,268	17,268	0	17,268	0	17,268
ADVERTISING-PROMOT	0208	13,100	13,100	0	13,100	0	13,100
MISCELLANEOUS	0210	990	990	0	990	0	990
TRAVEL IN STATE	0221	153,205	153,205	0	153,205	0	153,205
TRAVEL OUT OF STATE	0222	12,000	12,000	0	12,000	0	12,000
PERMANENTLY ASSIGNED VEHICLES	0223	123,248	123,248	0	123,248	0	123,248
BD/COMM TRAVEL REIMBURSEME	0227	65,000	65,000	0	65,000	0	65,000
SUPPLIES	0230	1,800	1,800	0	1,800	0	1,800
OFFICE SUPPL-PRINTNG	0231	58,075	58,075	0	58,075	0	58,075
MTR VEH&AIRPLANE SUP	0233	0	0	0	0	0	0
FOOD FOOD SVC SUPPL	0234	0	0	0	0	0	0
EDUCA-RECREATNL SUPP	0236	671	671	0	671	0	671
OTH REPAIR-MAINT SUP	0239	1,901	1,901	0	1,901	0	1,901
INTANGIBLES	0240	0	0	0	0	0	0
DP REPRODUCT OTH EQ	0242	0	0	85,484	85,484	0	85,484
TRANSPORTATION EQUIP	0243	0	0	0	0	0	0
FOOD SERVICE EQUIPMT	0244	0	0	0	0	0	0
REAL PROPERTY RENTAL	0251	960	960	0	960	0	960
EQUIPMENT RENTAL	0252	11,084	11,084	0	11,084	0	11,084
MAINTENANCE CONTRACTS EXTERNAL	0292	0	0	0	0	0	0
SUPPORTIVE SERVICES	0200	479,078	479,078	85,484	564,562	0	564,562
COST ALLOCATION	0301	284,190	226,963	0	226,963	0	226,963
RESTRICTIVE SERVICES	0300	284,190	226,963	0	226,963	0	226,963
CENTRAL-SER DATA-SER	0410	15,440	3,415	0	3,415	0	3,415
TELECOMMUNICATIONS	0420	32,372	37,748	0	37,748	0	37,748
ETS CONSOLIDATION	0430	0	0	24,840	24,840	0	24,840
CENT. SERV./DATA SERV.	0400	47,812	41,163	24,840	66,003	0	66,003

DEPARTMENT		Wyoming On Line Financial Codes					APPR
WYO WATER DEVELOPMENT OFFICE		DEPT	DIVISION	UNIT	FUND		
DIVISION	ADMINISTRATION	029	0100	0101	041	101	
UNIT	ADMINISTRATION						
1		2	3	4	5	6	7
Description	Code	Base Budget	Standard Budget 2015-2016	Total Exception Request	Total Agency Request	Total Governor Recs Changes	Governor Recommendation
SPACE RENTAL	0520	769,500	658,720	0	658,720	0	658,720
SPACE RENTAL	0500	769,500	658,720	0	658,720	0	658,720
PROFESSIONAL FEES	0901	1,060,807	1,060,807	(31,189)	1,029,618	0	1,029,618
CONTRACTUAL SERVICES	0900	1,060,807	1,060,807	(31,189)	1,029,618	0	1,029,618
EXPENDITURE TOTALS		8,113,535	7,938,327	79,135	8,017,462	0	8,017,462
SOURCE OF FUNDING							
WATER DEVELOPMENT FUND I	6629	8,113,535	7,938,327	79,135	8,017,462	0	8,017,462
WATER DEVELOPMENT I	S1	8,113,535	7,938,327	79,135	8,017,462	0	8,017,462
TOTAL FUNDING		8,113,535	7,938,327	79,135	8,017,462	0	8,017,462
AUTHORIZED EMPLOYEES							
FULL TIME EMPLOYEE COUNT		26	26	0	26	0	26
TOTAL AUTHORIZED EMPLOYEES		26	26	0	26	0	26

DEPARTMENT WYO WATER DEVELOPMENT OFFICE							DEPT 029
DIVISION GILLETTE MADISON PIPELINE ACCOUNT							DIV NO 0500
1	2	3	4	5	6	7	
Division	Code	Base Budget	Standard Budget 2015-2016	Total Exception Request	Total Agency Request	Total Governor Recs Changes	Governor Recommendation
UNIT							
GILLETTE MADISON PIPELINE ACCOUNT	0501	6,975,000	0	25,792,000	25,792,000	0	25,792,000
TOTAL BY UNIT		6,975,000	0	25,792,000	25,792,000	0	25,792,000
OBJECT SERIES							
CONTRACTUAL SERVICES	0900	6,975,000	0	25,792,000	25,792,000	0	25,792,000
TOTAL BY OBJECT SERIES		6,975,000	0	25,792,000	25,792,000	0	25,792,000
SOURCES OF FUNDING							
GENERAL FUND/BRA	G	6,975,000	0	25,792,000	25,792,000	(25,792,000)	0
SIPA	S13	0	0	0	0	13,389,291	13,389,291
FEDERAL FUNDS	X	0	0	0	0	12,402,709	12,402,709
TOTAL BY FUNDS		6,975,000	0	25,792,000	25,792,000	0	25,792,000

DEPARTMENT WYO WATER DEVELOPMENT OFFICE  
 DIVISION GILLETTE MADISON PIPELINE  
 ACCOUNT  
 UNIT GILLETTE MADISON PIPELINE  
 ACCOUNT

Wyoming On Line Financial Codes				
DEPT	DIVISION	UNIT	FUND	APPR
029	0500	0501	041	501

**SECTION 2. STANDARD BUDGET REQUEST**

There is no standard budget in this unit.

**SECTION 3. EXCEPTION BUDGET REQUEST**

**1. PRIORITY #1 GILLETTE MADISON PIPELINE PROJECT**

**A. EXPLANATION OF REQUEST:** The City of Gillette’s municipal water system utilizes groundwater as its sole source of supply. Adequate surface water supplies are not available in this area of the state. The City’s groundwater is primarily produced from two aquifers described as follows:

- Fort Union Formation – The City owns and operates 13 wells in and around the city that pump directly into the water system. Due to extensive municipal and private use of this aquifer, the water table has a long history of steady declines. As such, this aquifer in the vicinity of Gillette does not have the capacity to provide additional long term water supplies for the City.
- Madison Formation – In the late 1970’s, the City developed a new well field with 10 wells in the Madison Formation located approximately 42 miles east of the city. Water produced from the well field is conveyed to the City in a single 30 inch transmission pipeline. Currently, this system operates at 100% of its rated capacity during the summer months (peak demand).

In recent years, the City of Gillette has experienced significant population growth due largely to the energy sector in northeast Wyoming. This increasing population has in turn pushed Gillette’s water system to its maximum rated capacity. In response to the growing water demands, the Wyoming Water Development Commission (WWDC) funded a Regional Master Plan in 2008. This study concluded that the most reliable and practical alternative to provide future water supplies for the City and surrounding rural development in Campbell County was to construct an expansion of the Madison Well Field. In so doing Gillette will become a regional water supplier serving not only city residents but also serving multiple rural residential subdivisions in Campbell County.

Based on the recommendation from the Regional Master Plan, the City of Gillette has proceeded with the design and construction of the Madison Pipeline Project. Key project components include:

- 26 miles of 36 inch transmission pipeline
- 16 miles of 42 inch transmission pipeline
- Five new Madison wells with an additional five wells (ten total) planned for the future
- Associated collection piping, disinfection facility, storage reservoirs, pump station, valves, fittings and appurtenances.

The estimated cost to construct this project is \$217,600,000.



**DEPARTMENT** WYO WATER DEVELOPMENT OFFICE  
**DIVISION** GILLETTE MADISON PIPELINE ACCOUNT  
**UNIT** GILLETTE MADISON PIPELINE ACCOUNT

**Wyoming On Line Financial Codes**  
**DEPT**    **DIVISION**    **UNIT**    **FUND**    **APPR**  
 029        0500        0501        041        501

2014	\$25,792,000	\$12,703,522 (See Note 1)	
Total Project	\$145,792,000	\$71,808,000	\$217,600,000

Note 1 – In 2011, Campbell County passed a Special Purpose Sales Tax to fund the local share of this project. As such, Gillette has notified the WWDC that they will not be seeking the planned loan appropriations scheduled for 2013 and 2014.

**B. REQUEST BY OBJECT CODE, FUNDING AMOUNT & FUND SOURCE:**

Object Code	Amount	Funding Source
1 0626-Grant	\$25,792,000	100% 1001
Total	\$25,792,000	100% 1001 General Fund

**C. PERFORMANCE JUSTIFICATION:** This request is supported by Performance Measure #2 in that it provides funding for the construction of the Gillette Madison Pipeline Project which will provide current and future water supply needs for the City of Gillette and surrounding rural population.

**GOVERNOR'S RECOMMENDATION**

*I recommend approval of \$12,402,709 of AML funds and \$13,389,291 from the Strategic Investments and Projects Account to provide the final funding required for this project that will serve Gillette and other northeastern communities.*

DEPARTMENT		Wyoming On Line Financial Codes					APPR
DIVISION		DEPT	DIVISION	UNIT	FUND		
UNIT		029	0500	0501	041	501	
1		2	3	4	5	6	7
Description	Code	Base Budget	Standard Budget 2015-2016	Total Exception Request	Total Agency Request	Total Governor Recs Changes	Governor Recommendation
EXPENDITURES							
SPECIAL PROJ & SVCS	0903	6,975,000	0	25,792,000	25,792,000	0	25,792,000
CONTRACTUAL SERVICES	0900	6,975,000	0	25,792,000	25,792,000	0	25,792,000
EXPENDITURE TOTALS		6,975,000	0	25,792,000	25,792,000	0	25,792,000
SOURCE OF FUNDING							
GENERAL FUND	1001	6,975,000	0	25,792,000	25,792,000	(25,792,000)	0
GENERAL FUND/BRA	G	6,975,000	0	25,792,000	25,792,000	(25,792,000)	0
GENERAL FUND - SIPA	1001SI	0	0	0	0	13,389,291	13,389,291
SIPA	S13	0	0	0	0	13,389,291	13,389,291
15.252 ABNDND MINE LAND RCLMTN	7818	0	0	0	0	12,402,709	12,402,709
FEDERAL FUNDS	X	0	0	0	0	12,402,709	12,402,709
TOTAL FUNDING		6,975,000	0	25,792,000	25,792,000	0	25,792,000