

FILED
 By the Board of Directors of
 The Metropolitan Water District
 of Southern California
 at its meeting held

**MWD**

METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

FEB 14 1995

9-14

Baron E. Doff
 EXECUTIVE SECRETARY

January 31, 1995

To: Board of Directors (Water Problems Committee--Information)
 Board of Directors (Finance and Insurance Committee--Information)

From: General Manager

Subject: Preliminary Proposed Conservation Budget for Fiscal Year 1995-96

Report

The \$19.4 million conservation budget tentatively proposed herein for Fiscal Year (FY) 1995-96 is the same funding level provided in FY 1993-94 and 1994-95. This preliminary budget is part of a budgeting process that initiates conservation program funding requests from member agencies early enough in the fiscal year to provide your Board with sufficient information to allow it to establish a final conservation budget in June that addresses these funding requests to the extent the Board desires.

As per the January 1995 Board Letter No. 9-8, the following items are provided: (1) a budget distribution based on \$19.4 million allocated among the different program sectors (landscape, ultra-low-flush [ULF] toilets, residential audits, commercial/industrial/institutional, etc.), program evaluation, and administration (Attachment A); (2) the allocation to each member agency of funds in the ULF toilet sector indicating the amount of funding each of the 27 member agencies would receive if each subscribed for its full allocation (Attachment B); (3) a list of the types of projects to be considered for application to each sector (Attachment C); and (4) a timeline of the budgeting process for the ULF toilet sector, assuming requests for funding are less than the ULF toilet funds approved by your Board in June (Attachment D).

To assist member agencies with their submission of proposals for funding requests, a proposal format has been prepared and distributed to all member agencies. Additional copies are available for subagency applications. A workshop is scheduled for February 15, 1995, to assist all agencies that wish to apply for Conservation Credits Program funding.

Staff will be returning to your Board in May with a revised budget based on the approved funding requests received

January 31, 1995

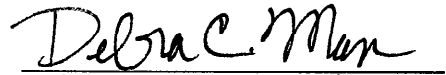
from member and subagencies by the March 15 deadline established in the January Board letter.

Recommendation


For information only.

John R. Wodraska
General Manager

Submitted by:


Debra C. Man, Chief
Planning and Resources

Concur:


John R. Wodraska
General Manager

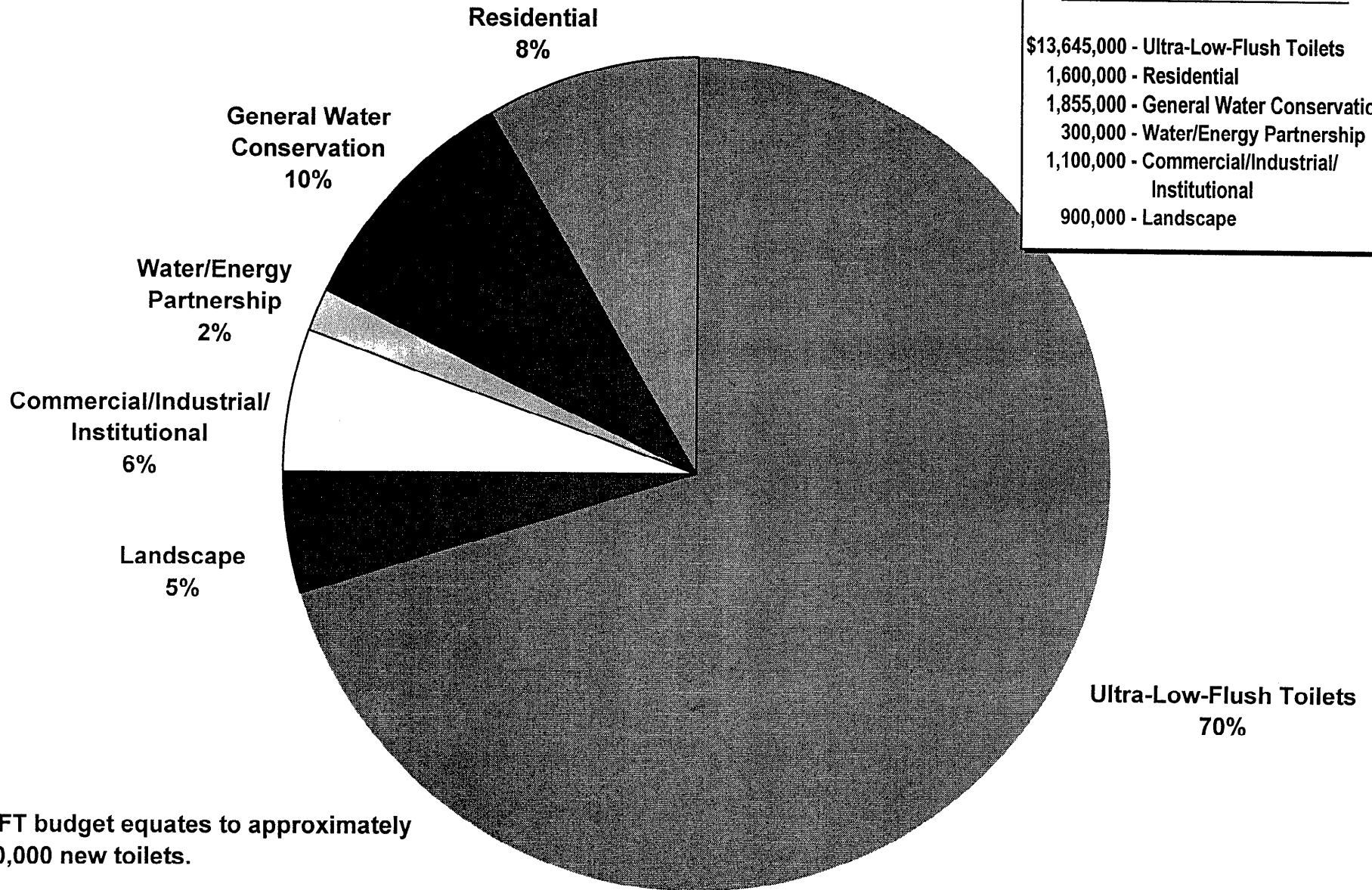
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Attachments (4)

PRELIMINARY PROPOSED CONSERVATION BUDGET FOR FISCAL YEAR 1995-96

DOLLAR AMOUNTS IN MILLIONS

\$13,645,000 - Ultra-Low-Flush Toilets
1,600,000 - Residential
1,855,000 - General Water Conservation
300,000 - Water/Energy Partnership
1,100,000 - Commercial/Industrial/
Institutional
900,000 - Landscape



ULFT budget equates to approximately 230,000 new toilets.

TOTAL PRELIMINARY PROPOSED BUDGET: \$19.4 MILLION

**ULF TOILET ALLOCATION
FISCAL YEAR 1995-96**

PROPOSED ULF TOILET BUDGET: **\$13,645,000**

<i>MEMBER AGENCY</i>	<i>TOTAL SERVICE AREA URBAN DEMAND</i>	<i>BUDGET ALLOCATION</i>
Anaheim	1.93%	\$263,349
Beverly Hills	0.50%	\$68,225
Burbank	0.76%	\$103,702
Calleguas MWD	3.63%	\$495,314
Central Basin MWD	7.14%	\$974,253
Chino Basin MWD	4.71%	\$642,680
Coastal MWD	1.50%	\$204,675
Compton	0.32%	\$43,664
Eastern MWD	2.63%	\$358,864
Foothill MWD	0.48%	\$65,496
Fullerton	0.88%	\$120,076
Glendale	1.06%	\$144,637
Las Virgenes MWD	0.82%	\$111,889
Long Beach	2.34%	\$319,293
Los Angeles	18.44%	\$2,516,138
MWD of Orange County	12.22%	\$1,667,419
Pasadena	1.09%	\$148,731
San Diego CWA	18.21%	\$2,484,755
San Fernando	0.09%	\$12,281
San Marino	0.16%	\$21,832
Santa Ana	1.33%	\$181,479
Santa Monica	0.41%	\$55,945
Three Valleys MWD	3.68%	\$502,136
Torrance	0.82%	\$111,889
Upper San Gabriel Valley MWD	4.18%	\$570,361
West Basin MWD	6.23%	\$850,084
Western MWD of Riverside County	4.44%	\$605,838
TOTAL	100.00%	\$13,645,005

ATTACHMENT C

**EXAMPLES OF PROJECTS SUITABLE FOR
CONSERVATION CREDITS PROGRAM FUNDING**

1. **Commercial/Industrial/Institutional (CII)**
 - Water use surveys to CII retail customers
 - Special marketing and/or incentives to encourage CII retail customers to accept a survey and/or implement survey recommendations
 - Review procedures of proposed water-use features for new CII construction
 - Ultra-low-flush (ULF) toilet retrofit programs to CII customers
 - Pilot projects that explore promising new water saving technologies and/or funding arrangements

2. **Residential**
 - Ultra-low-flush toilet programs
 - Showerhead programs
 - Indoor/outdoor audit programs

3. **Landscape**
 - Moisture sensor retrofit programs
 - Irrigation system efficiency improvement programs
 - Large turf audit programs

(Demonstration/xeriscape gardens and landscape education programs will not be funded.)

ATTACHMENT D

**ULF TOILET ALLOCATION PROCESS
FISCAL YEAR 1995-96**

<u>Date</u>	<u>Activity</u>
Feb	Allocate base ULF toilet budget to all member agencies according to each agency's portion of total service area urban demand.
Mar 15	Deadline for submittal of all Conservation Program proposals. Reallocate any unsubscribed base budget among agencies requesting more funding than their allocations. Calculate ULF toilet budget shortfall, if any.
May	Incorporate ULF toilet budget into proposed Conservation budget and submit to Board for its consideration.
June	Board approves Conservation budget. If approved ULF toilet budget matches budget request, all ULF toilet requests are funded. If approved ULF toilet budget is less than budget request, reallocate approved budget among interested agencies using Board-approved allocation methodology based on total urban area water demand factors. Notify member agencies of final funding status of ULF toilet proposals.
Jan 5	Funding for any approved ULF toilet project that has not resulted in a fully signed agreement with Metropolitan will be withdrawn from that project and placed in a reallocation pool. Notify all member agencies of available funds in the reallocation pool.
Feb 1	Deadline for submittal of new ULF toilet proposals for reallocation pool.
Feb 15	Allocate funds in reallocation pool, and notify member agencies.
June 1	Fully signed agreements due at Metropolitan.

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