Oral Report on Cyclic Storage Agreements

Water Planning and Stewardship Committee Item 6a July 12, 2010

2010/11 Storage Opportunities

- Anticipate 300 TAF to 500 TAF available for regional storage
- Diamond Valley Lake
- State Water Project storage
- Colorado River storage
- In-region contractual groundwater programs
- Proposed sale of water for storage during 2010/11 allocation

Not All Agencies Have Conjunctive Use Accounts

- Upper San Gabriel Valley MWD has a cyclic account
 - Agreement would need to be amended to provide regional benefits
- Other agencies may be interested in similar agreements
 - Offer terms to all agencies

Important Elements of Potential Agreements

- Reduce chances of deep allocations in 2011/12 or beyond
- Metropolitan can call water during water supply allocation
- Stored water should be sold at prevailing full service rates and charges
 - Capacity charge may not apply if deliveries are made at Metropolitan's discretion

Principles to Guide Storage

Limit storage to one or two years of annual take capacity

Do not strand supplies behind limited capacity constraints

Member agency allocation will be reduced when Metropolitan makes a call

Next Steps

Discussion with member agencies to determine interest and finalize terms

Return to Board in August 2010 for authorization to execute agreements



Conjunctive Use Projects

- **1.** Las Posas
- 2. Long Beach
- 3. Foothill MWD
- 4. TVMWD / La Verne
- 5. Chino Basin
- 6. Orange County Basin
- 7. Compton
- 8. Long Beach Lakewood
- 9. Upper Claremont Heights TVMWD
- 10. Elsinore

In-Region Conjunctive Use Projects