



### ● Monthly Conservation Report

#### Summary

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Monthly status report on Conservation Credits Program activity through January 10, 2011

#### Detailed Report

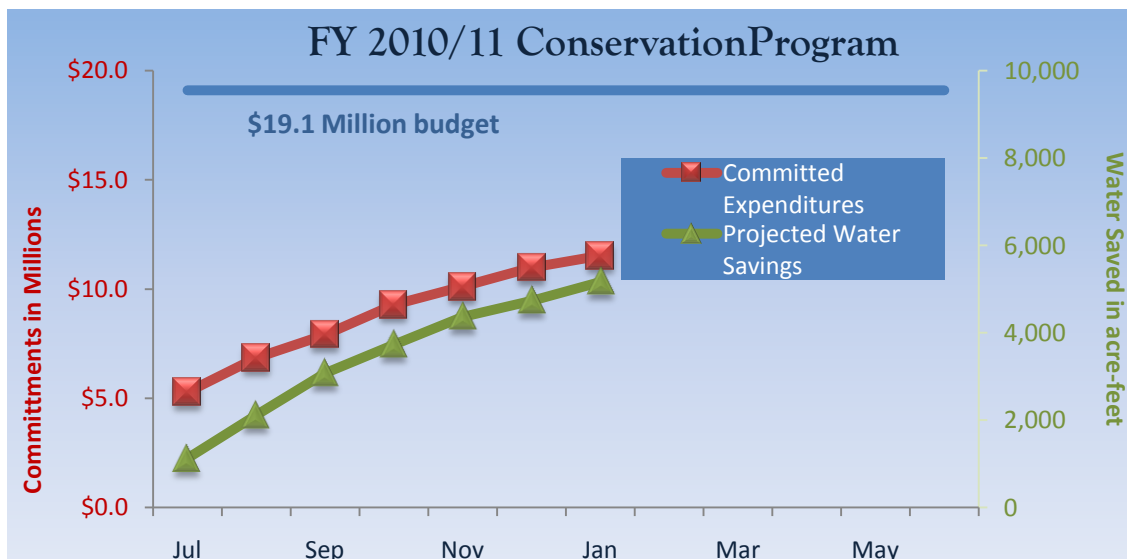
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##### FY 2010/11 Conservation Program

Metropolitan encourages water use efficiency through a variety of water resource management programs. Metropolitan’s FY 2010/11 conservation program commenced June 1 following board approval of the Water Conservation Plan. The program includes incentive and non-incentive based actions to achieve water savings.

In January, both regional programs showed increased activity. This was likely affected by increased spending typically found during the end of the year. Projects approved under the MWD funded/MA administered programs are underway; however, the majority of invoices are expected later in the fiscal year upon project completion. Of the \$19.1 million budgeted this fiscal year for conservation incentives, about \$11.4 million was committed through January 10, 2011, and about \$4 million has been processed for payment. Commitments include residential customer application requests, commercial customer reservations, approved member agency administered projects, existing contractual commitments, and an approved agricultural conservation project. Water savings based on committed expenditures are projected to be about 5,400 acre-feet annually and total 58,100 acre-feet over the lifetime of the projects.

**Figure 1** FY 2010/11 conservation program committed expenditures and projected water savings



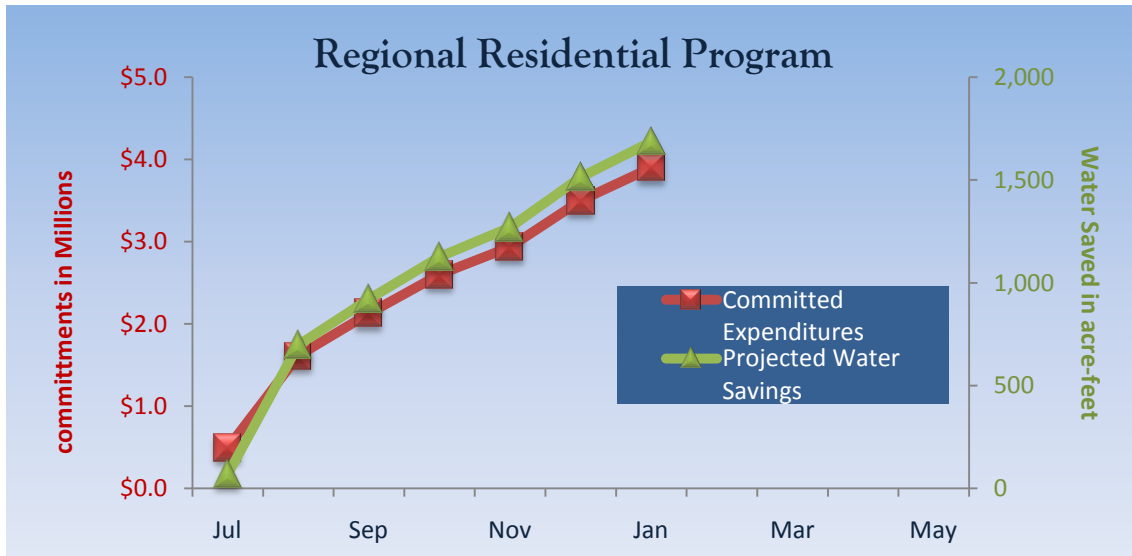
A summary of each conservation program element for January 2011 is provided.

##### Regional Residential Program - SoCal WaterSmart

Metropolitan’s regional residential program provides incentives to homeowners for the purchase and installation of water efficient products. The increased activity was primarily attributable to high efficiency clothes washer purchases, which are typical for the holiday season. Through January 10, 2011, about \$3.9 million in application funding requests have been received with projected water savings of about 1,700 acre-feet annually and total 16,000 acre-feet over the lifetime of the project.

Board Report (Monthly Conservation Report)

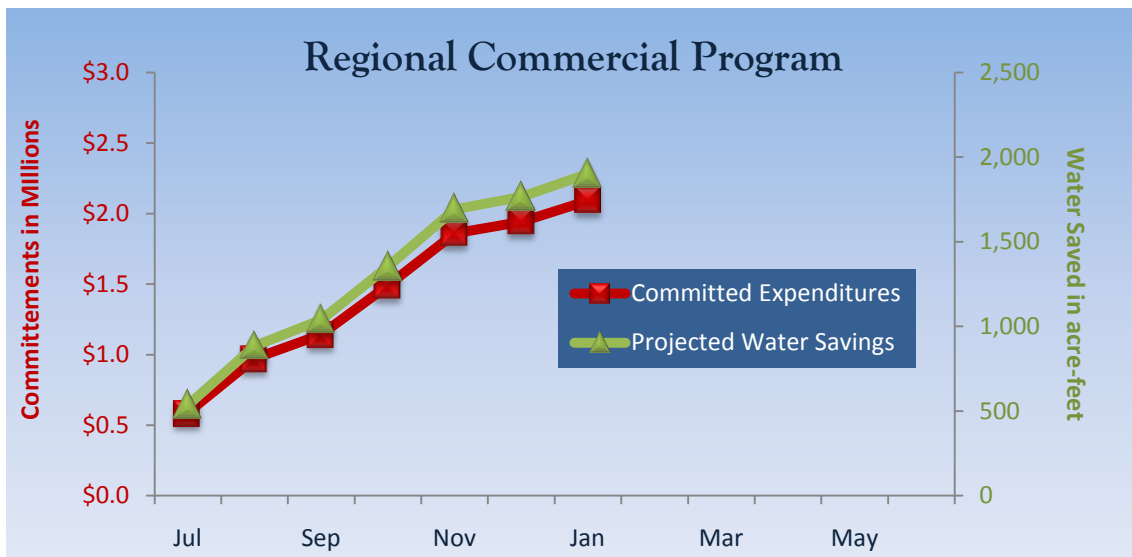
**Figure 2** FY 2010/11 regional residential program committed expenditures and projected water savings



**Regional Commercial Program - Save Water Save-A-Buck**

The regional commercial program provides incentives to commercial customers for the purchase and installation of water efficient devices. More than 100 vendors and installers attended a one-day workshop in Los Angeles to review eligibility and general program requirements, water efficient devices, and helpful tips for participation. This workshop could have influenced the increased activity observed during the month. Through January 10, 2011, approximately \$2.1 million has been reserved with projected water savings of about 1,900 acre-feet annually and a total of 24,000 acre-feet over the lifetime of the projects.

**Figure 3** FY 2010/11 regional commercial program committed expenditures and projected water savings



## Board Report (Monthly Conservation Report)

### MWD-Funded/Member Agency Administered Program

Metropolitan supports locally implemented programs administered by member and retail agencies. Through this program, Metropolitan allocates funds to each member agency to explore and implement local projects in their service area. This program provides flexibility for member agencies to implement projects needed in their respective service area. To date, a total of 53 projects have been approved for FY 2010/11. Projected water savings are about 790 acre-feet annually and 9,300 acre-feet lifetime.

### Existing Commitments

The Enhanced Conservation Program provides funding to member agencies for new water conservation approaches. The Water Savings Performance Program provides funding to retail customers for large landscape water use efficiency and industrial process improvements. About \$1.6 million is committed to existing agreements in these two programs. Through January 10, 2011, payments totaling about \$250,000 have been processed. Projected water savings are about 1,000 acre-feet annually and 8,300 acre-feet lifetime.

### Agricultural Conservation

Metropolitan's Agricultural Conservation Program provides funding to agricultural customers for irrigation system efficiency improvements. To date, six agreements for participation have been executed with member agencies. One project has been approved for implementation. Additionally, member agencies have begun initial site visits to identify prospective program applicants.

### Summary

The table below summarizes FY 2010/11 committed expenditures and projected water savings for the five elements of Metropolitan's water conservation program.

FY 2010/11 Conservation Program	Budget (\$ millions)	Committed Expenditures (\$ millions)		Projected Water Savings (AFY)	Projected Lifetime Water Savings (AF)
		Dec-10	FYTD	FYTD	FYTD
Regional Residential	\$6.0	\$0.4	\$3.9	1,700	16,000
Regional Commercial	\$4.0	\$0.2	\$2.1	1,900	24,000
<b>MWD-funded/Member Agency Administered Programs</b>	\$5.5	\$0	\$3.8	790	9,800
Existing Contracts	\$1.6	\$0	\$1.6	1,000	8,300
Agricultural	\$2.0	\$0	\$0	0	0
<b>Total*</b>	<b>\$19.1</b>	<b>\$0.6</b>	<b>\$11.4</b>	<b>5,400</b>	<b>58,100</b>

\*Table may not foot due to rounding