

Multi-Year Water Pool Demonstration Program

Water Planning and Stewardship Committee

June 10, 2013

Item 8-7

Water Pool Overview

- Governor's Executive Order – May 20, 2013
- Pilot program
- Allows State Water Contractors (SWC) to sell SWP supplies in 2013 and 2014 with set price schedule
- Provides additional water supplies to SWC
- Provides added value to SWC currently not fully using their SWP supplies

Water Pool Details

- DWR will manage the program
- No Delta carriage water losses
- Water allocated based on Table A
 - Metropolitan's share 46%
- Price based on June 1st SWP Allocation
- Price renegotiated at SWP Allocations 30% or less

Water Pool - Pricing Schedule

SWP Allocation (June 1 st)	Price (\$/AF)
96-100%	25
91-95%	25
86-90%	25
81-85%	35
76-80%	46
71-75%	46
66-70%	100
61-65%	115
56-60%	138
51-55%	161
46-50%	184
41-45%	207
36-40%	230
31-35%	253

Water Pool Available Supplies

- 2013 – Estimated 30,000 AF available to Metropolitan at 35% SWP Allocation
- 2014 – Amount available will depend on SWP Allocation and SWC participation
- Seeking approval for \$15.18 million
 - 30,000 AF X \$253/AF for two years
- If 2014 SWP Allocation higher than 35% the price will be lower

Water Pool Benefits

- Offsets storage program withdrawals
- Competitive with storage program costs
- Creates new supply
- No losses
- Funding available within approved SWP Budget

Board Options

- Option #1

- Adopt the CEQA determination
- Authorize General Manager to enter into a two-year agreement with DWR to pay up to \$15.18 million of SWP supplies

- Option #2

- Do not authorize the General Manager to enter into a two-year agreement with DWR to purchase additional SWP supplies

Recommendation

- Option #1

