



# Agreement with State Water Contractors to Pursue 2014 Sacramento Valley Water Transfers

Water Planning and Stewardship Committee

Item 8-3

October 7, 2013

# Background

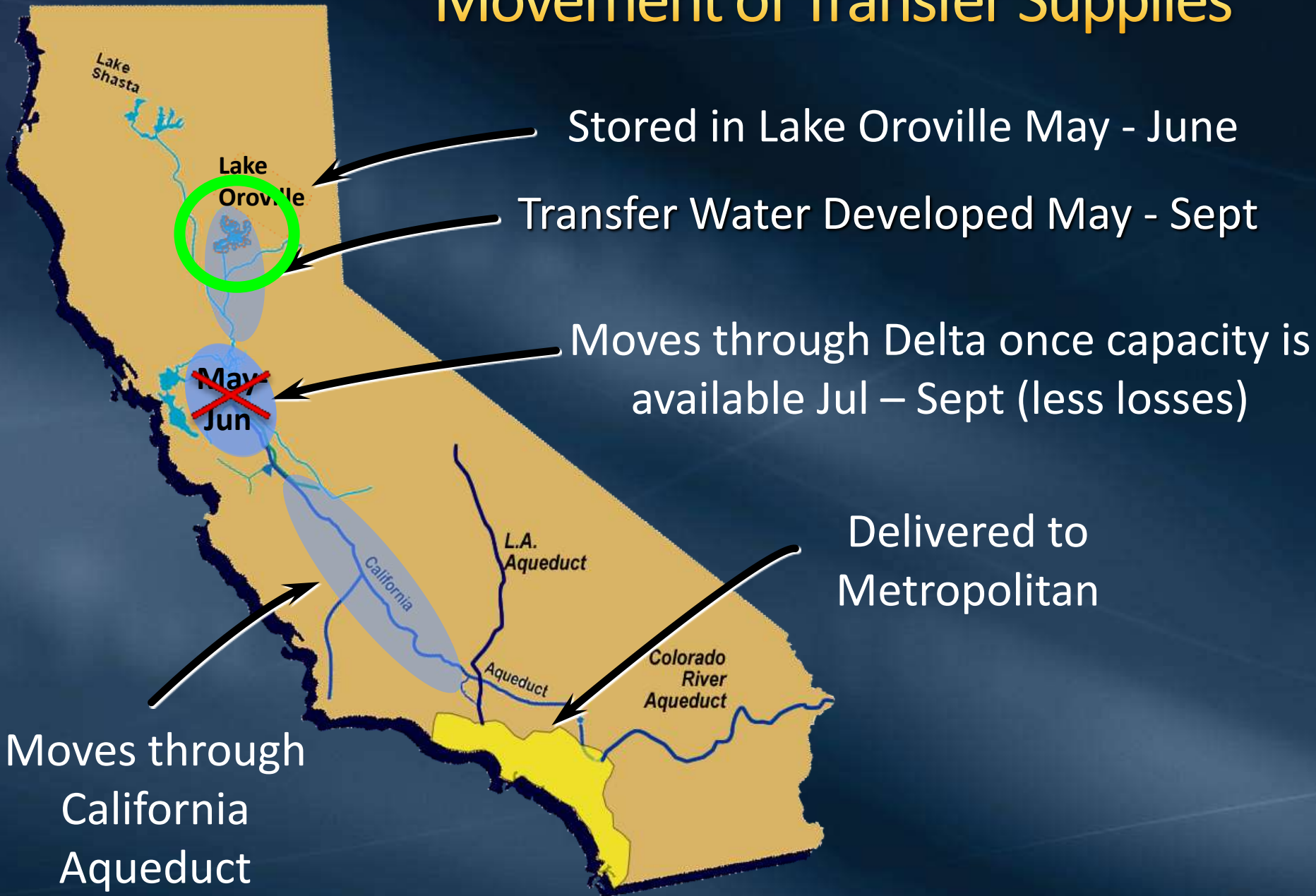
- State Water Contractor (SWC) Buyers Group
  - Coordination through SWC Inc.
  - Proven performance:

Year	Metropolitan's SWC Buyers Group Purchases
2008	26,600 AF
2010	88,100 AF

# 2014 SWC Buyers Group Highlights

- \$5/AF administrative deposit secures participation
- Unused funds subject to refund based on actual cost
- Administrative cost and water allocated based on Table A

# Movement of Transfer Supplies



# Metropolitan's Decision to Purchase Water To Be Determined in 2014

Based On Many Factors:

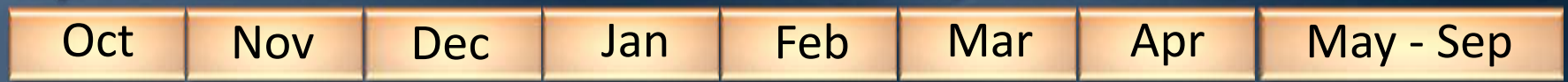
- Water Supply Conditions
- Potential Sellers
- Cost
- Ability to move supplies through Delta

# Schedule

Seek Board authority to:

- Execute agreement with SWC
- Pay \$5/AF admin deposit

- Execute agreement with Sellers & DWR



Identify Sellers, conclude negotiations & secure environmental approvals

Purchase transfer supplies

Sellers produce transfer supplies

# Summary

- Seek approval to participate in 2014 SWC Buyers Group
- Authorize payment not to exceed \$500,000
- Return to Board in Spring 2014 if transfer supplies are needed

# Board Options

- Option #1

- Adopt CEQA determination
- Authorize entering into an agreement with the State Water Contractors, Inc. to pursue Sacramento Valley transfer supplies
- Authorize paying initial administrative deposit not to exceed \$500,000

- Option #2

- Do not authorize entering into an agreement with the State Water Contractors, Inc.



# Recommendation

- Option #1

