



# Update on State Water Project Contract Extension

Water Planning and Stewardship

Item 6a

May 8, 2018

# Recap

- Financing compression motivation for Contract Extension amendment



# Background

- Different from Cal Water Fix amendment
- Prior updates

**Negotiations  
Commenced**

**May  
2013**

**MWD Committee  
Updates**

**August 2013  
October 2013  
November 2013  
April 2014**

**Negotiations  
Concluded**

**June  
2014**

# Activity Since Negotiations Concluded



# Main Benefits

- **Extend contract repayment period**
- **Eliminate near term financial compression**
- **Standardize capital and O&M repayment terms amongst Contractors and between charges**
- **Established funds to improve financial strength of the Project**

# Remaining Activity for DWR

- Legislative hearing(s) (Water Code Requirement)
  - Requested, schedule not yet available
- Complete CEQA process, release final EIR
- Contracting agency's approval
- Final approval
- Implementation

# Remaining Metropolitan Activity

- June Board Information item
- After Legislative hearings, Board action item
  - **As early as July**

