



# Overview of Valley District Water Transfer and SARCCUP

Water Planning and Stewardship Committee

Item 6a

October 12, 2020

# Water Transfer and SARCCUP

- Valley District Water Transfer
  - Surplus Supplies
  - Santa Ana River Watershed Benefit
  - SARCCUP Member Agencies
- SARCCUP Agreement
  - Local and Regional Benefits
  - Metropolitan continues to manage SWP Supplies within service area
  - Fiscally Responsible

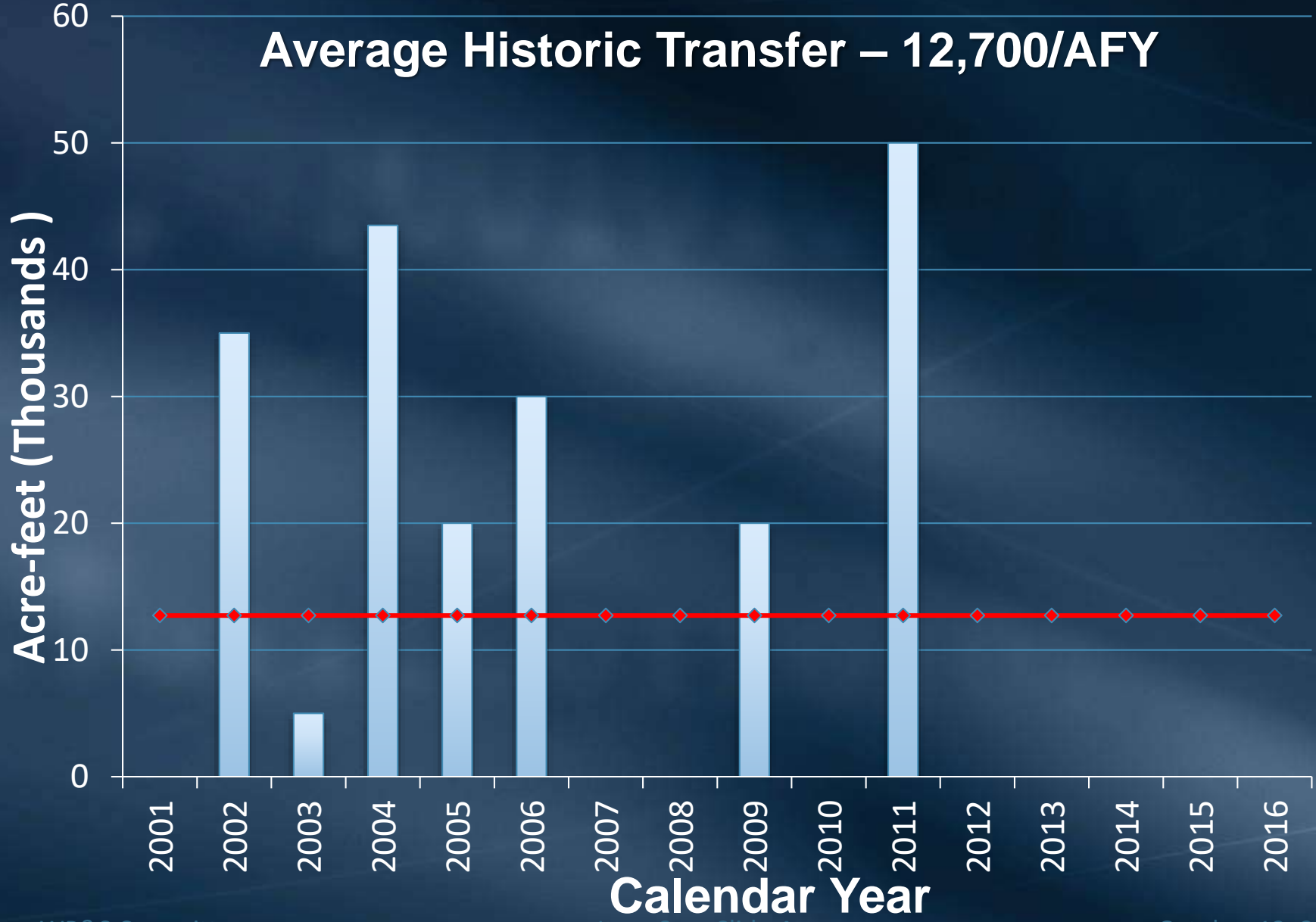
# Valley District Mutual Aid & Transfer

- Valley District
  - State Water Contractor – 102,600 AF Table A
  - San Bernardino Basin Area
  - Santa Ana River Watershed
- Past Litigation
- 2000 Coordinated Operating Agreement
  - Mutual Aid – Helped fill DVL with 600,000 AF
  - Water Transfer - 200,000 AF
  - Expired 2016



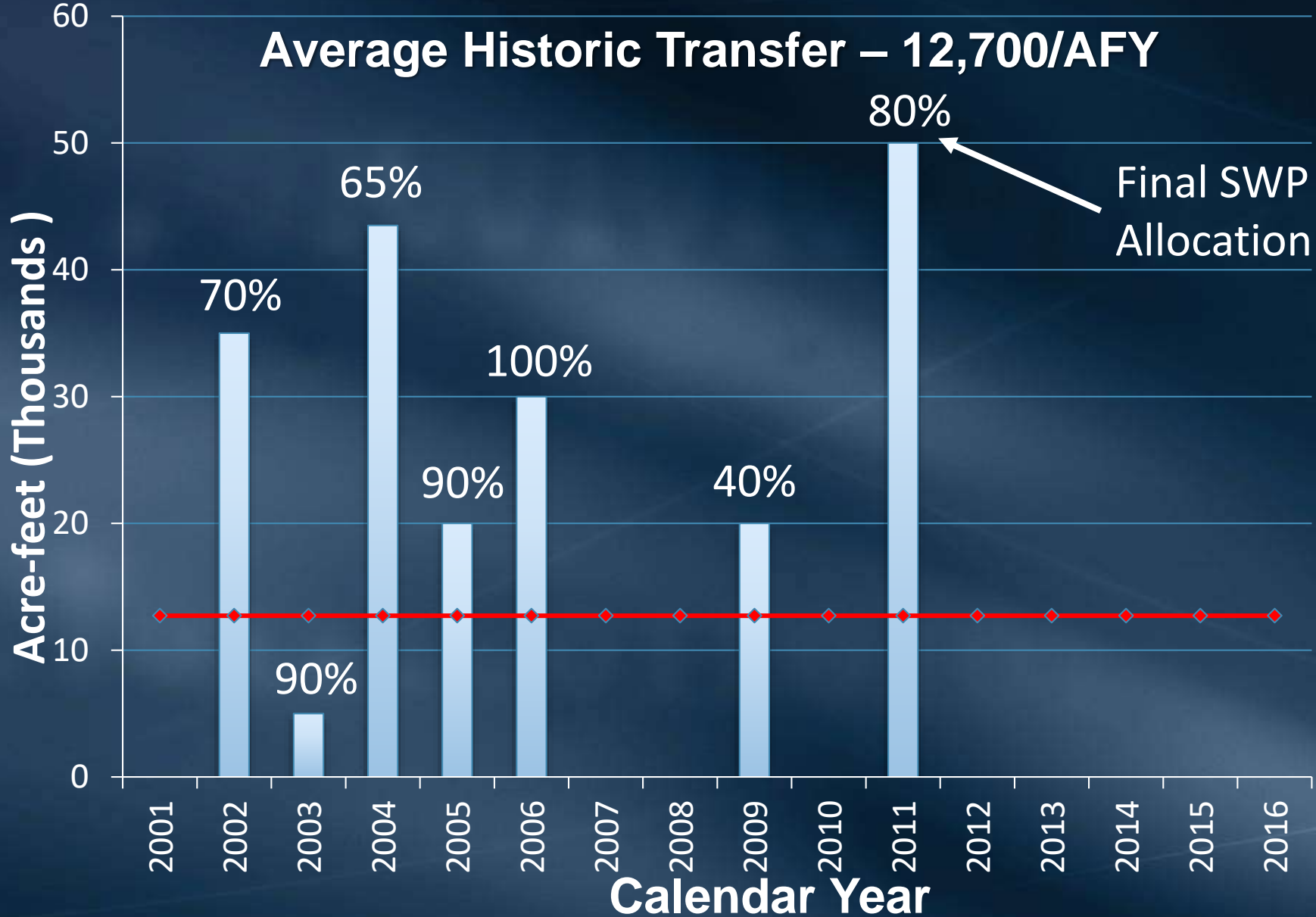
# Historic Valley District Transfer Supplies

Average Historic Transfer – 12,700/AFY



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# Valley District Mutual Aid & Transfer

- Continue history of mutual aid
- Water transfer of surplus Valley District supplies
- Call at Metropolitan's Discretion

Final SWP Allocation-	Proposed Water Cost
0 - 20%	\$450/AF
21 -40%	\$350/AF
41 – 60%	\$250/AF
61 – 100%	\$125/AF

- No conveyance losses
- Metropolitan pays DWR transportation costs
- Requires benefits to Santa Ana River Watershed



# Terms Related to SARCCUP Agreement

- SARCCUP Member Agencies receive 50% of an equivalent amount of water purchased as extraordinary supply
- Water must be managed according to the Water Supply Allocation Plan to qualify – Appendix G
- Full Service Rate based on water tier at delivery
- No capacity charge because purchase of water is at Metropolitan's discretion
- Metropolitan can call on stored water
- Term: 2035 with provision to extend

# Balanced Benefits

- Valley District receives financial compensation and mutual aid
- Metropolitan region gains access to a new supply at a competitive price and mutual aid
- Metropolitan receives access to program water stored that is not for extraordinary supply
- SARCCUP member agencies receive improved reliability during an allocation if water managed in accordance to Metropolitan's Allocation Plan



# Summary

- Metropolitan retains control over all State Water Project supplies within service area
- Member agencies continue to pay the full service rate at the time of delivery
- Fiscally responsible with competitive prices
- Purchases are at Metropolitan's discretion
- Provides additional water to the region
- Establishes a framework where member agencies can partner on local projects to improve reliability

# Next Steps/Schedule

- Answer questions and incorporate feedback
- October – Participating SARCCUP member agencies obtain approval from their boards
- November – Action to Metropolitan Board

