

**SPECIAL MEETING OF THE WATER RESOURCES COMMITTEE
OF THE BOARD OF DIRECTORS
WATER REPLENISHMENT DISTRICT OF SOUTHERN CALIFORNIA
4040 PARAMOUNT BOULEVARD, LAKEWOOD, CALIFORNIA 90712
9:00 A.M., TUESDAY, MARCH 23, 2010**

AGENDA

EACH ITEM ON THE AGENDA, NO MATTER HOW DESCRIBED, SHALL BE DEEMED TO INCLUDE ANY APPROPRIATE MOTION, WHETHER TO ADOPT A MINUTE MOTION, RESOLUTION, PAYMNET OF ANY BILL, APPROVAL OF ANY MATTER OR ACTION, OR ANY OTHER ACTION. ITEMS LISTED AS "FOR INFORMATION" MAY ALSO BE THE SUBJECT OF ANY "ACTION" TAKEN BY THE BOARD OR A COMMITTEE AT THE SAME MEETING.

- 1. DETERMINATION OF A QUORUM**
- 2. PUBLIC COMMENT**
- 3. 2010/2011 REPLENISHMENT WATER DISCUSSION**
Staff Recommendation: For discussion.
- 4. REQUEST FOR PROPOSALS FOR REPLENISHMENT WATER**
Staff Recommendation: Recommend the Board approve the issuance of a request for proposals for the purchase of replenishment water.
- 5. DIRECTORS REPORTS, INQUIRIES, REVIEW OF DIRECTIONS TO STAFF**
- 6. ADJOURNMENT**

Posted by Abigail C. Andom, Deputy Secretary, March 22, 2010.

In compliance with the Americans with Disabilities Act (ADA), if special assistance is needed to participate in the Board meeting, please contact Deputy Secretary Abigail Andom at (562) 921-5521 for assistance to enable the District to make reasonable accommodations.

All public records relating to an agenda item on this agenda are available for public inspection at the time the record is distributed to all, or a majority of all, members of the Board. Such records shall be available at the District office located at 4040 Paramount Boulevard, Lakewood, California 90712.

Agendas and minutes are available at the District's website, www.wrd.org.



MEMORANDUM

ITEM NO. 3.

<i>Prepared by:</i>	Ted Johnson
<i>Reviewed by:</i>	Jason Weeks
<i>Approved by:</i>	Robb Whitaker

DATE: MARCH 23, 2010

TO: WATER RESOURCES COMMITTEE

FROM: ROBB WHITAKER, GENERAL MANAGER

SUBJECT: 2010/2011 REPLENISHMENT WATER DISCUSSION

SUMMARY

The District is in the middle of its annual rate setting process. Discussions are being held in the Water Resources Committee, Finance Committee, Technical Advisory Committee (TAC), Budget Workshops, and Board of Directors meetings to present information on the District's anticipated expenses and income in the ensuing year leading to the Board's adoption of the 2010/2011 Replenishment Assessment anticipated for Tuesday, May 11, 2010. The Water Resources Committee has been discussing potential water purchase scenarios for the ensuing year. They have developed the following scenarios to date:

Option	Water Cost Variable for Ensuing Year	Water Cost (estimated)
n/a	Cost for Water in Current Year for use as Comparison	\$ 28,815,746
A)	Baseline (normal): Seasonal spreading, 75% recycled at West Coast Basin Barrier Project (WCBBP), Include the In-Lieu Program, No Optimum Quantity Makeup Water.	\$ 33,296,025
B)	Untreated Tier 1 spreading, 50% recycled at WBBP, No-In Lieu, no Optimum Quantity	\$ 34,051,110
C)	Same as B with addition of 2,000 AF Tier 1 for Optimum Quantity	\$ 35,352,110
D)	Same as B with addition of 4,000 AF Tier 1 for Optimum Quantity	\$ 36,653,110
E)	Same as B with addition of In Lieu	\$ 37,753,025
F)	Same as B with addition of In Lieu and 2,000 AF Tier 1 Optimum Quantity	\$ 39,054,025
G)	Seasonal spreading, 50% recycled at WB, no In Lieu, no Optimum Quantity	\$ 31,132,110

In the 2010 Engineering Survey and Report adopted by the Board last Friday, March 19, Option B was included as the Water Resources Committee recommendation. Also last week, the TAC met and recommended Option E to include the In-Lieu program, or if the In-Lieu water is unavailable, to put the money into a Water Purchase Reserve. The Water Resources Committee will continue discussions at the March 23 meeting.

FISCAL IMPACT

None at this time.

STAFF RECOMMENDATION

For discussion.



MEMORANDUM

ITEM NO. 4.

<i>Prepared by:</i>	Jason Weeks
<i>Reviewed by:</i>	Ted Johnson
<i>Approved by:</i>	Robb Whitaker

DATE: MARCH 23, 2010

TO: WATER RESOURCES COMMITTEE

FROM: ROBB WHITAKER, GENERAL MANAGER

SUBJECT: REQUEST FOR PROPOSALS FOR REPLENISHMENT WATER

SUMMARY

One of the District's main functions is to replenish the Central and West Coast basins with groundwater to keep the basins usable as a local water supply for the adjudicated rights holders. The ability of the District to find replenishment water from traditional sources is becoming more challenging and more expensive. For example, since May 2007 one of the District's main sources of replenishment water, seasonal imported water, has not been made available by the Metropolitan Water District (MWD) due to problems in the Bay Delta including drought, environmental issues, and judicial decisions. According to MWD, there is no indication as to when this water may be available again, if ever.

As a result of successive dry years and lack of replenishment water, groundwater levels have declined to their lowest levels in 30-years and over 150,000 acre feet have been removed from storage. Without adequate replenishment water, conditions in the basins will continue to deteriorate.

The Water Resources Committee has directed Staff to prepare a Request for Proposals (RFP) for replenishment water, a draft of which will be provided at the Committee meeting for discussion. The intent is to make an open solicitation for replenishment water sources and costs.

FISCAL IMPACT

None at this time.

STAFF RECOMMENDATION

Recommend the Board approve the issuance of a Request for Proposals for the purchase of replenishment water.