



Notice of Meeting

STATE WATER SUBCONTRACTORS ADVISORY COMMITTEE

SAN LUIS OBISPO COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT

Wednesday, September 30, 2020 – 2:00 to 3:00 PM

In accordance with the directives provided by Governor Newsom (Executive Order N-29-20), this meeting will be conducted as a phone-in and web-based meeting. Members of the public may participate via conference call and webinar.

Phone line: +1 (872) 240-3212

Access Code: 163-041-253

Webinar: <https://global.gotomeeting.com/join/163041253>

Public comments can be submitted to: wthomson@co.slo.ca.us

For more information: <https://www.slocounty.ca.gov/Departments/Public-Works/Committees-Programs/State-Water-Project-and-Subcontractors-Advisory-Co.aspx>

Chair: Brad Hagemann (Avila Beach CSD)

Vice-Chair: Ben Fine (Pismo Beach)

AGENDA

- I. **Call to Order:** Roll Call & Quorum Count
- II. **Public Comment** (*For matters within the Committee's jurisdiction. May be limited to three minutes each.*)
- III. **Review of Last Meeting's Minutes & SWSAC Admin**
 - A. Approve Minutes from May 27 & July 22, 2020
 - B. SWSAC Calendar for 2021
 - C. Committee Membership Appointments
- IV. **Water Delivery Operations Report**
 - A. 2020 Delivery Update & End of Year Stored Water Projection (Staff Report)
 - B. 2021 Delivery Requests (informational only)
- V. **Ongoing Updates** (informational updates)
 - A. Water Management Contract Amendment
 - B. Water Management Tools Study
- VI. **Committee Action Items**
 - A. Delta Conveyance Project (Staff Report)
- VII. **Future Agenda Items**

Next Regular Meeting is Nov. 18, 2020

Attachments

1. Draft Minutes – May 27 & July 22, 2020
2. Agenda Item IV.A – Staff Report
3. Agenda Item VI.A – Staff Report

CONTACT: *All Americans with Disabilities Act (ADA) accommodations shall be promptly reviewed and resolved.* Persons who require accommodations for any audio, visual or other disability in order to review an agenda, or to participate in the meeting of the State Water Subcontractors Advisory Committee per the ADA, are encouraged to request such accommodation 48 hours in advance of the meeting from SWSAC Secretary, Wes Thomson at (805) 781-5252.

The purpose of the Committee is, "to monitor all aspects of this agreement and related agreements and to advise the governing bodies of District and Contractor on the functioning of this agreement and related agreements, and to recommend to the governing bodies of District and Contractor any modifications to said agreements that may, from time to time, be appropriate."
(Art. 31, Water Supply Agreement, 1992)

MINUTES (Draft)

Chairperson: Brad Hagemann
Vice Chairperson: Ben Fine
Secretary: Wes Thomson

The following action minutes are listed as they were acted upon by the State Water Subcontractors Advisory Committee (SWSAC) and as listed on the Regular Meeting agenda for **May 27, 2020**, together with staff reports and related documents attached thereto and incorporated therein by reference.

- I. Call to Order & Roll Call (Quorum Count)
Call to order at approx. 2:05 PM; a quorum of 5+ was established.
W. Thomson. kicked off meeting with some instructions and overview of agenda, including a brief review of SWP history for SLO County and upcoming decisions concerning a WMT amendment, participation in a Delta Conveyance Project (DCP), & contract extension.
- II. Public Comment
B. Fine provided comment on Central Coast Blue status. Noted the Revised MOA will be going before Pismo Beach City Council next week.
- III. Review of Last Meeting's Minutes
Minutes from the March 25, 2020 were reviewed and approved. Motion by R. Livick, seconded by M. Ritter. Unanimously approved.
- IV. Water Delivery Operations Report (see staff report)
 - A. W. Thomson provided update on 2020 Water Delivery Report (thru April 2020). DWR increased the allocation to 20%. Most of snowpack has melted, so reservoirs now reflect most of available stored supply. Deliveries are on track. Projected 2020 "End of Year" stored water for SLO County anticipated to be about 12,300 AF.
- V. Ongoing Updates (see staff report)
 - A. Oroville: Financial impact of emergency response & recovery effort.
 - B. Water supply contract extension amendment.
 - C. DCP negotiations. Approach is now "opt out". CCWA (SB County) is currently looking to re-acquire their suspended "Table A" as an alternative to DCP participation.
 - D. Water management contract amendment. District is exploring the opportunity of a joint study with CCWA, to look at how to best utilize the proposed water management tools (WMT's) – the exchanges, transfers, management actions – for optimization of the water supply and coastal branch facility. WMT's would provide new opportunity to recover state water costs and greater flexibility to share local coastal branch infrastructure with CCWA. Consultant would be expected to detail how subcontractors could benefit and utilize the new WMT's. Staff discussed plan for SLO County's share of study cost to be shared between the District and the Subcontractors (half to District FCZ General, and then the other half split

between the District and Subcontractors in proportion to the respective State water contract allocations).

VI. Committee Action Items (see staff report)

- A. Consider recommending the District enter into a Funding Agreement with the Central Coast Water Authority to participate in a State Water Project–Water Management Tools Study. Motion by B. Fine, seconded by R. Livick. Under discussion: there is subcontractor support to better understand the WMT. Question about subcontractor-to-subcontractor exchanges. Staff responded that it's a possibility, there are questions concerning CEQA and contracting to be resolved. Intention is that the consultant supporting the WMT Study would help identify a clear path for exchange/transfer options that would optimize the supply for the District. None opposed. Motion passes.

VII. Discuss Future Agenda Items

District will provide updates on the following:

- Next meeting is July 22nd, 2020
- Staff hope to have an update on Board direction/action on WMT Study and more detail timeline on WMT amendment at July Meeting.

Meeting Adjourned at 3:01 PM.

ATTENDANCE & VOTING RECORD**State Water Subcontractors Advisory Committee**

Chair: Brad Hagemann

Vice Chair: Ben Fine

MEMBER ATTENDANCE				VOTING RECORD					
No.	Agency	Member/ Alternate	Present/ Absent	Motion 1			Motion 2		
				1 ST Rob Livick			1 ST Ben Fine		
				2 nd Mike Ritter			2 nd Rob Livick		
				Y	N	A	Y	N	A
1	CSA 16 Shandon	District Staff	Absent						
2	CMC	Michael Fitzpatrick / Scott Buffaloe	Michael F. - Present	X					X
3	County Ops Center	District Staff	Absent						
4	Cuesta	Bob Joslin / Scott DeMello	Absent						
5	Morro Bay	Rob Livick	Rob L. - Present	X			X		
6	Pismo Beach	Ben Fine VICE CHAIR	Ben F. - Present	X			X		
7	Oceano CSD	Shirley Gibson / Allene Villa	Shirley G. - Present	X			X		
8	San Miguelito MWC	Rick Koon / Michelle Edson	Brad H. - Present, no voting						
9	Avila Beach CSD	Brad Hagemann CHAIR	Brad H. - Present	X			X		
10	Avila Valley MWC	Mike Ritter / Bob Owen	Mike R. - Present	X			X		
11	San Luis Coastal USD	Rick Stimson	Absent						
Quorum Met?		YES / NO	TOTAL >>	6	0	0	5	0	1

SWSAC members needed to have quorum = 5.

Motion 1: Recommend that the draft SWSAC minutes for March 25, 2020 be finalized: as-is (or with changes as noted).**Motion 2:** Recommend District Staff request District Board of Supervisors to authorize the County Public Works Director to sign a Funding Agreement with the Central Coast Water Authority to participate in a State Water Project- Water Management Tools Study in an amount not to exceed \$75,000; All Districts.

MOTION GUIDE: (1) Motion by: _____ (2) Seconded by: _____ (3) Chair re-states the question (i.e., the motion): "It is moved and seconded that Committee..."

(4) Members debate the motion (5) Chair puts the question to a vote: "Are you ready to vote on the question?" (Those in favor, say Aye, opposed say No):

(6) Chair announces the result (i.e., motion passes, etc.).

MINUTES (Draft)

Chairperson: Brad Hagemann
Vice Chairperson: Ben Fine
Secretary: Wes Thomson

The following action minutes are listed as they were acted upon by the State Water Subcontractors Advisory Committee (SWSAC) and as listed on the Regular Meeting agenda for **July 22nd, 2020**, together with staff reports and related documents attached thereto and incorporated therein by reference.

- I. Call to Order & Roll Call (Quorum Count)
Call to order at approx. 2:08 PM; a quorum was not established.
W. Thomson. kicked off meeting with some instructions and overview of agenda, including an operations report, a verbal update on ongoing items, and a reminder on upcoming district decisions on the WMT Amendment, Delta Conveyance Project engineering and participation, and Contract Extension Amendment.
- II. Public Comment
B. Fine provided comment on Central Coast Blue status. Noted the Revised MOA will be going before Pismo Beach City Council next week.
- III. Review of Last Meeting's Minutes
Tabled for next meeting due to lack of quorum.
- IV. Water Delivery Operations Report (see staff report)
 - A. W. Thomson provided update on 2020 Water Delivery Report (thru April 2020). DWR set the allocation to 20%. Deliveries are on track. Projected 2020 "End of Year" stored water for SLO County anticipated to be about 12,800 AF. Subcontractors will be sent 2021 delivery requests schedule and template in August and will be given 3+ weeks to complete. Reminder that DWR will have annual maintenance shutdown in November and sets initial allocation in December.
- V. Ongoing Updates (see staff report)
 - A. Water supply contract extension amendment. More updates to come in the fall or early 2021.
 - B. DCP negotiations. Approach is now "opt out". After Contractor Boards make decisions, contractors and DWR plan to reconvene Dec 2020 to fill in participation table in the AIP. Participation table will list out the participating agencies with their respective cost-benefit shares of the project. Costs of participating in the next phase should be release in August and will be shared with the SWSAC then.
 - C. Water management contract amendment. DWR anticipates that contract language will be available Aug/Sept depending on whether the Delta Stewardship Council needs to review/consider the proposed changes.

- D. Proposed Water Management Tools Study. The District is still weighing the opportunity to participate in a joint study with CCWA. We will have to wait for the Board to reconsider the funding request which could potentially happen as soon as August. The Board voted 2 to 2 on June 16th – with Board member and public comment raising concerns/questions related to the potential of using the Kern Water Bank, and the cost-effectiveness and scope of the study. A revised board letter is being drafted to clarify and address those questions. If the joint study with CCWA is important to an agency, the District recommends communicating with your respective Board supervisor and/or providing public comment to address the Board item. SWSAC will be updated with a date for the board item as soon as it is rescheduled.
- A. Committee Membership Appointments. Nominations to be appointed to the Committee are approaching. The District has available spots for CSA 16 (Shandon), and the County Ops Center which it will be filling. Reach out to W. Thomson if interested in making changes and/or filling a vacancy for your agency if needed.

VI. Discuss Future Agenda Items
Next meeting is Sept 23, 2020

District will provide updates on the following:

- Operations / Ongoing Items (DCP, WSCE, etc. as available)
- Water Management Contract Amendment
- Board direction/action concerning the proposed WMT Study

Meeting Adjourned at 3:06 PM.

ATTENDANCE & VOTING RECORD**State Water Subcontractors Advisory Committee**

Chair: Brad Hagemann

Vice Chair: Ben Fine

MEMBER ATTENDANCE				VOTING RECORD						
No.	Agency	Member/ Alternate	Present/ Absent	Motion 1			Motion 2			
				1 ST -----			1 ST			
				2 nd -----			2 nd			
Y	N	A	Y	N	A					
1	CSA 16 Shandon	District Staff	---							
2	CMC	Michael Fitzpatrick / Scott Buffaloe	MF							
3	County Ops Center	District Staff	---							
4	Cuesta	Bob Joslin / Scott DeMello	SD							
5	Morro Bay	Rob Livick	RL							
6	Pismo Beach	Ben Fine <small>VICE CHAIR</small>	Absent							
7	Oceano CSD	Shirley Gibson / Allene Villa	Absent							
8	San Miguelito MWC	Rick Koon / Michelle Edson	Absent							
9	Avila Beach CSD	Brad Hagemann <small>CHAIR</small>	BH							
10	Avila Valley MWC	Mike Ritter / Bob Owen	Absent							
11	San Luis Coastal USD	Rick Stimson	Absent							
12	District	District Staff <small>(non-voting)</small>	---							
Quorum* Met?		NO	TOTAL >>	4						

*Five (5) SWSAC members needed to have quorum.

Motion 1: Recommend that the draft SWSAC minutes for May 27, 2020 be finalized: as-is (or with changes as noted). **POSTPONED TO NEXT MTG.****Motion 2:** **NONE.**

MOTION GUIDE: (1) Motion by: _____ (2) Seconded by: _____ (3) Chair re-states the question (i.e., the motion): "It is moved and seconded that Committee..."

(4) Members debate the motion (5) Chair puts the question to a vote: "Are you ready to vote on the question?" (Those in favor, say Aye, opposed say No):

(6) Chair announces the result (i.e., motion passes, etc.).

ATTENDANCE & VOTING RECORD
State Water Subcontractors Advisory Committee

OTHERS NOTED FOR ATTENDANCE

Lynette O'Neil (County)
Wes Thomson (County)
Jill Ogren (County)
Mark Chiaramonte (County)
Sherri Weiss (County)
Carolyn Berg (County)
Will Clemens (Oceano CSD)
Brian McAlister (Cuesta)



SAN LUIS OBISPO COUNTY
FLOOD CONTROL AND WATER CONSERVATION DISTRICT

TO: District State Water Subcontractors Advisory Committee (SWSAC)

FROM: Wes Thomson, P.E.
Water Utilities Engineer

DATE: September 30, 2020

SUBJECT: Agenda Item IV.A - Water Delivery Operations Report

RECOMMENDATION

Receive updates on the 2020 SWP water delivery operations report.

DISCUSSION

- A. 2020 Delivery Update & End of Year Stored Water:** See attached report.
Estimated 2020 "End of Year" Stored Water to be provided at SWSAC meeting.

2020 STATE WATER DELIVERIES (DRAFT)

		JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
<i>SHANDON TO</i>	CSA 16	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-	-	-	-	0
<i>CHORRO V. TO</i>	CMC	29.6	29.1	32	31	33	35	34	38	-	-	-	-	262
	County Ops	31.4	30.9	34	33	35	37	36	41	-	-	-	-	278
	Cuesta	14.4	14.1	17	16	17	18	18	20	-	-	-	-	133
	City of Morro Bay	75.5	81.9	73	77	90	97	105	107	-	-	-	-	707
<i>LOPEZ TO</i>	City of Pismo Beach	9.0	64.4	24	39	68	70	100	90	-	-	-	-	464
	Oceano CSD	0.0	0.0	0	0	0	0	0	30	-	-	-	-	30
	San Miguelito MWC	7.9	11.9	9	10	14	14	15	15	-	-	-	-	96
	Avila Beach CSD	1.0	1.0	1	1	1	2	3	2	-	-	-	-	12
	Avila Valley MWC	0.8	1.0	1	2	2	2	2	2	-	-	-	-	12.8
	San Luis Coastal USD	0.1	0.1	0	0	0	0	0	1	-	-	-	-	1.9
	TOTAL	170	234	191	210	259	274	313	345	0	0	0	0	1997

- Note:** 1. Deliveries based on CCWA monthly delivery reporting and subcontractor request.
2. All delivery values reported are in volumetric units of acre-feet (AF).

2020 DELIVERY REQUESTS

		JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
<i>SHANDON TO</i>	CSA 16	0	0	0	0	0	0	0	0	0	0	0	0	0
<i>CHORRO V. TO</i>	CMC	33	33	33	33	33	33	33	33	33	33	33	33	396
	County Ops	35	35	35	35	35	35	35	35	35	35	35	35	420
	Cuesta	16	16	17	17	17	17	17	17	17	17	16	16	200
	City of Morro Bay	100	100	100	100	100	100	100	100	100	100	100	100	1200
<i>LOPEZ TO</i>	City of Pismo Beach	9	0	19	39	68	70	100	90	70	85	39	19	608
	Oceano CSD	0	0	0	0	0	0	0	30	30	0	0	0	60
	San Miguelito MWC	7	7	10	12	13	13	13	12	9	9	7	8	120
	Avila Beach CSD	1	1	1	1	1	2	3	2	1	1	0	0	14
	Avila Valley MWC	1.0	1.0	1.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	1.0	2.0	20
	San Luis Coastal USD	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	6
	TOTAL	203	194	217	240	270	273	304	322	298	283	232	214	3044

Note: DWR delivery allocation assumed* = 100%

*Assumes District can supply requested delivery under 100% allocation scenario.

STATE WATER PROJECT

San Luis Obispo County Flood Control and Water Conservation District

P:\State Water\Water Ops\DELIVERY\Actuals\2020\District Accounting and Analysis\200925-Subcon-Deliveries thru Aug 2020_DRAFT

Prepared by WT, 9/25/2020



SAN LUIS OBISPO COUNTY
FLOOD CONTROL AND WATER CONSERVATION DISTRICT

TO: District State Water Subcontractors Advisory Committee (SWSAC)

FROM: Wes Thomson, P.E.
Water Utilities Engineer

Via: Courtney Howard
Water Resources Division Manager

DATE: September 30, 2020

SUBJECT: Agenda Item VI.A – Intent to recommend that the District participate in preliminary efforts associated with the Delta Conveyance Project during the November 17, 2020 Board of Supervisors meeting and request for Subcontractor participation.

RECOMMENDATION

Recommend that Subcontractors participate during the November 17, 2020 District Board of Supervisors meeting, during which staff intends to recommend signing the funding agreement for a share of the cost for planning and environmental review for the DCP proportionate to the District's Table A amount of 25,000 AFY (0.6%).

DISCUSSION

Consistent with the SWSAC's vote on November 20, 2019 to recommend participating during the planning phase¹, staff intends to recommend that the Board authorize signing the funding agreement for a proportionate share of the cost (0.6%) for planning and environmental review for the DCP².

- If the District **signs**, the District can finish working with the Subcontractors and CCWA to analyze whether or not to participate in the Delta Conveyance Project.
- If the District **does not sign**, the District would be deciding that it will **not** participate in the Delta Conveyance Project.

Subcontractors may wish to participate in the Board's meeting on November 17, 2020 and provide public comment.

¹ 4-0, with 3 abstentions

² The AIP, to be signed by DWR and participating State Water Project Contractors, describes a methodology for the DCP cost allocation and other related matters that would be the basis of a contract amendment if a DCP is approved and after all necessary environmental review.

FINANCIAL CONSIDERATIONS

Costs for the first phase of the environmental review (per CEQA) and the preliminary planning and engineering efforts have been updated. The estimate was previously projected to be about \$350 million; the new estimate is \$385M in total for the participating State Water Contractors. The District's anticipated prorated cost share would be approximately \$2.6 million. The payments for preliminary efforts are anticipated to span 4 years.

Table 1 below provides a cost breakdown for the District and Subcontractors in proportion to their total subscribed water (base Water Service Amount plus Drought Buffer). The recommendation to the Board will include a request to bill the Subcontractor's proportionate share over a longer period.

Table 1: Estimated Cost of Preliminary DCP Efforts

<i>Total District + Sub Cost Share</i>		2630000								
	SUBCONTRACTOR	WSA (AFY)	DB (AFY)	WSA + DB (AFY)	Subscription Percentage	Est'd Cost Share of DCP Phase 1	Commitment Year 1 2021	Commitment Year 2 2022	Commitment Year 3 2023	Commitment Year 4 2024
<i>SHANDON TURNOUT</i>	CSA 16 (Shandon)	100	0	100	0.004	\$ 10,520.00	\$ 2,159	\$ 2,350	\$ 3,006	\$ 3,006
	<i>Subtotal</i>	100	0	100						
<i>CHORRO VALLEY TURNOUT</i>	City of Morro Bay	1,313	2,290	3,603	0.14412	\$ 379,035.60	\$ 77,776	\$ 84,668	\$ 108,296	\$ 108,296
	CMC	400	400	800	0.032	\$ 84,160.00	\$ 17,269	\$ 18,799	\$ 24,046	\$ 24,046
	County Ops Center	425	425	850	0.034	\$ 89,420.00	\$ 18,349	\$ 19,974	\$ 25,549	\$ 25,549
	Cuesta College	200	200	400	0.016	\$ 42,080.00	\$ 8,635	\$ 9,400	\$ 12,023	\$ 12,023
	<i>Subtotal</i>	2,338	3,315	5,653						
<i>LOPEZ TURNOUT</i>	City of Pismo Beach	1,240	1,240	2,480	0.0992	\$ 260,896.00	\$ 53,535	\$ 58,278	\$ 74,542	\$ 74,542
	Oceano CSD	750	750	1,500	0.06	\$ 157,800.00	\$ 32,380	\$ 35,249	\$ 45,086	\$ 45,086
	San Miguelito MWC	275	275	550	0.022	\$ 57,860.00	\$ 11,873	\$ 12,925	\$ 16,531	\$ 16,531
	Avila Beach CSD	100	100	200	0.008	\$ 21,040.00	\$ 4,317	\$ 4,700	\$ 6,011	\$ 6,011
	Avila Valley MWC	20	20	40	0.0016	\$ 4,208.00	\$ 863	\$ 940	\$ 1,202	\$ 1,202
	San Luis Coastal USD	7	7	14	0.00056	\$ 1,472.80	\$ 302	\$ 329	\$ 421	\$ 421
	<i>Subtotal</i>	2,392	2,392	4,784						
	TOTAL	4,830	5,707	10,537	0.42148	\$ 1,108,492.40	\$ 227,457	\$ 247,612	\$ 316,712	\$ 316,712
	<i>*Contracted Delivery Capacity in Coastal Branch (AFY)</i>			4,830						
	District's "Table A" Allocation (AFY)			25,000						
	Total "Table A" Subcontracted (AFY)			10,537						
	District's "Unsubscribed" Allocation (AFY)			14,463	0.57852	\$ 1,521,508	\$ 312,205.75	\$ 339,869.80	\$ 434,716.02	\$ 434,716.02