



Water Planning and Stewardship Committee

# Authorize Payments Totaling \$3.75 million to State Water Contractors

Item 7-12

August 15, 2022

Background Information

# State Water Contractors



## Established 1982



- 27 Members
  - 22 Urban contractors
  - 4 Agriculture contractors
  - 1 Urban and agricultural contractors
- 9 Board members

Background Information

# State Water Contractors



## Organization

- Focus on policy, advocacy, and legal issues and project implementation
  - Pursue reliable and cost-effective management of the State Water Project (SWP)
- Unified voice on SWP issues
- Provide legal support

# State Water Contractors

Background Information



## Major Activities in FY 2021/22



Photo Credit: DWR



Photo Credit: DWR

- Drought planning
- Delta Conveyance Project
- Cost affordability
- Energy roadmap



Background Information

# State Water Contractors



## Major Initiatives in FY 2022/23



Photo Credit: DWR



Photo Credit: DWR

- Drought planning
- Delta Conveyance Project
- Cost affordability
- Infrastructure reliability and safety

# Metropolitan's Payment to State Water Contractors



	MWD \$	Basis
 Dues Fund \$3.73M	\$1.70M	Table A and water delivery
 Bay-Delta Fund \$3.50M	\$1.11M	Table A with credit for staff contributions
 Delta Conveyance Project Fund \$0.84M	\$0.45M	Presumed participation in project
 Energy Fund \$0.35M	\$0.23M	Energy use
 Municipal Water Quality Investigation	\$0.26M*	Table A of participating contractors

\* Based on MWD's FY 2022/23 budget

# Summary

- Important organization that provides support and advocacy for the State Water Contractors
- Requested payment authorization amounts are less than budgeted
  - SWC - \$3.75 million
  - MWD's approved budget - \$4.07
- Board approved by two-thirds vote required

# Board Options

- Option #1

By a two-thirds vote, authorize the General Manager to make payments of up to \$3.75 million to the State Water Contractors for FY 2022/23.

- Option #2

Do not authorize the General Manager to make a payment to the State Water Contractors for FY 2022/23.



# Staff Recommendation

- Option #1

