



## One Water & Stewardship Committee

Authorize entering into Local Resources Program agreement with Municipal Water District of Orange County

Item 8-5

April 8, 2024

# Introduction Slide

## Item 8-5

### Subject

Authorize entering into Local Resources Program agreement with the Municipal Water District of Orange County and the South Coast Water District for the Doheny Ocean Desalination Project.

### Purpose

The proposed project is needed to help meet Metropolitan's remaining Local Resources Program target.

### Recommendations

Staff recommends authorizing the General Manager to enter into the Local Resources Program Agreement with the Municipal Water District of Orange County and the South Coast Water District.

### Fiscal Impact

Metropolitan's maximum financial obligation would be up to \$39.9 million over 15 years for a yield of 5,600 AFY over 25 years. Staff factors these incentive payments into Metropolitan's rate projections and includes them in future budgets.

# Board Options: Item 8-5 (Doheny Ocean Desalination Project)

- Option #1
  - Review and consider the Lead Agency's approved Final EIR and take related CEQA actions;
  - Authorize the General Manager to enter into a Local Resources Program Agreement with Municipal Water District of Orange County and South Coast Water District for the Doheny Ocean Desalination Project for up to 5,600 acre-feet per year of treated desalinated seawater for potable purposes in the Municipal Water District of Orange County service area.
- Option #2
  - Do not authorize execution of an agreement for the Project.

# Staff Recommendation

Option #1

