California Water Commission Regional Conveyance Stakeholder Interviews

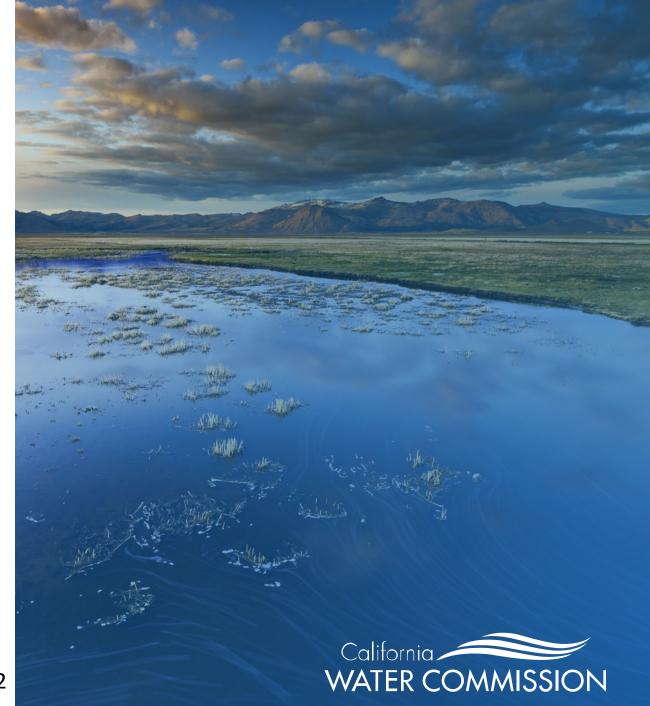
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Stantec



Overview

- 1. Purpose
- 2. Approach
- 3. One Size Doesn't Fit All
- 4. Common Themes
- 5. Next Steps





Purpose

Gather information from knowledgeable stakeholders on:

- Needs for investment in conveyance infrastructure to improve water resiliency
- The characteristics of resilience as it relates to conveyance
- The role of the State and the criteria to be used in making investments
- Financing options and challenges
- Outreach and engagement





Approach

Background Research

- Literature Review
- Consultation with Research Community, and Financing and Conveyance Experts

Concept Testing

- Preparation of Background Materials and Discussion Topics
- Testing of Interview
 Questions with
 Knowledgeable
 Stakeholders and the
 Academic Community

Representative Stakeholder Interviews

- Mixed Groups
- Geography North, Central, South & South Eastern
- Nine Basic Questions
- 30-90 Minutes





Interview Quick Facts

Timeframe: April 13-October 14, 2020

Contacted: 134

• Participated: 103

• Not available: 11

• Did not respond: 20





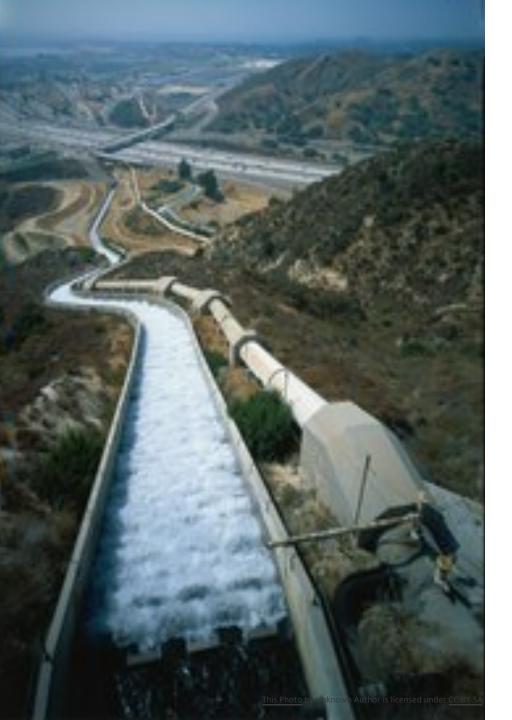
Participants: Outreach Groups

- Disadvantaged
 Communities
- Tribal Nations
- Environmental NGOs
- Water Associations
- Growers
- State Agencies
- Federal Agencies

- Academia
- Legislative staff
- Economists
- Local Utilities
- Water Banks
- Wholesalers







Definitions

- Gray
- Green
- Governance



Northern Considerations

- Mountain counties still utilize mining era ditches and flume systems
- Limited rate payer base and disadvantaged communities
- Connection of upper and lower watershed
- Environmental uses considered
- Interconnection of systems (interties)
- Bay Area resilience requires full systems approaches
- Seismic Concerns







Central Considerations

- Subsidence related issues on SWP and CVP infrastructure
- Special issues related to disadvantaged communities and the Human Right to Water
- Connection to SGMA; groundwater banking
- Flood management and Flood MAR
- Central Coast not connected to large State infrastructure, focused on local reliance





Southern Considerations

Resilience

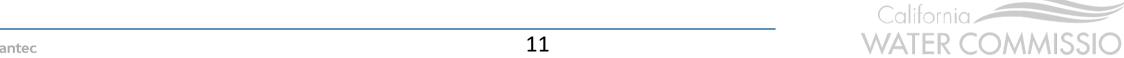
- Seismic related disruptions
- Goals to reduce reliance on imported supply
- Regulatory

Dependence on Full System Functionality

- Delta
- Central Valley Project
- State Water Project







Southeastern

- Environmental concerns with Owens Valley, Salton Sea
- Water quality
- Cross-boundary issues (Colorado River and Mexico)
- Rural and Ag to urban transfers; agriculture improvements benefit urban areas









Underrepresented and Disadvantaged Communities



Resilience

- Adaptive to all hydrologic conditions
- Flexible
- Redundant
- Past performance/reporting mechanism
- Balanced
- Science-based





Conveyance Criteria



- Multi-benefit, multi-use
- Watershed approach
- Considers all users
- Local vs. regional infrastructure
- Existing vs. new infrastructure
- Part of a broader set of solutions
- *More than supply
 - Operational Flexibility
 - Flood Management





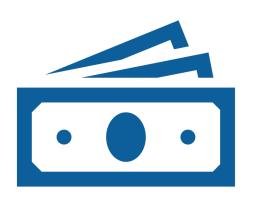
Financing

- Barriers and Challenges:
 - Grant process
 - CEQA/permitting
 - Prop 218
 - Matching requirement
 - Beneficiary pays





Financing



• Options:

- Public-Private Partnerships
- Low interest loans
- Low interest loans
 - Ex. WIFIA (Water Infrastructure Finance and Innovation Act) and SWIFT (State Water Investment Fund for Texas)
 - Interest rate at US Treasury rate
 - Flexible repayment
 - Low issuance cost

Priorities

- Multi-benefit/purpose projects
- Human Right to Water
- Projects that support SGMA
- Enhance and preserve ecosystem





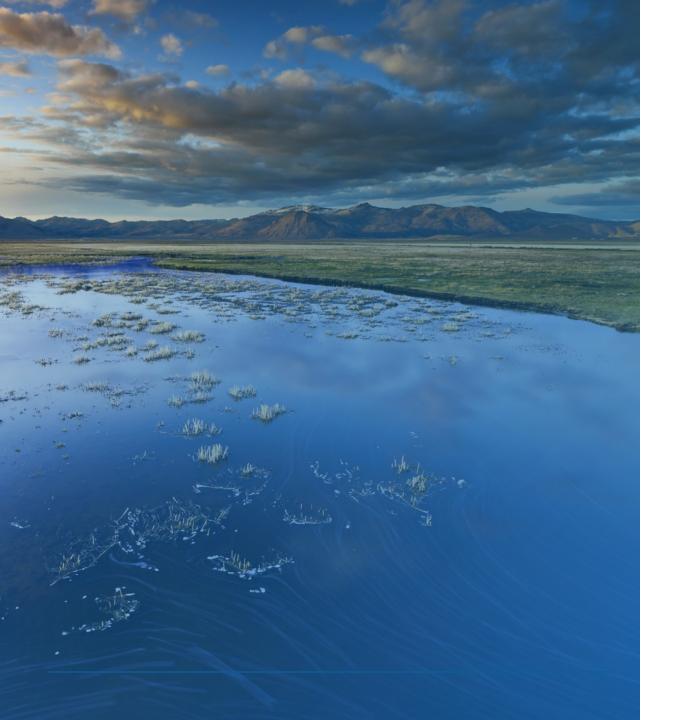


Other Themes

- Draw from energy and transportation sector
 - Moving water like electrical grid moves electricity
 - Fast 41; Federal level transportation initiative to streamline permitting process
- Full system Storage is an important component to conveyance







Next Steps

