AGENDA

PLEDGE OF ALLEGIANCE

ROLL CALL

PUBLIC PARTICIPATION/COMMENTS
At this time members of the public will be given an opportunity to address the Board concerning items within the subject matter jurisdiction of the Board. Members of the public may also address the Board about a particular Agenda item at the time it is considered by the Board and before action is taken.

The Board requests, but does not require, that members of the public who want to address the Board complete a voluntary “Request to be Heard” form available from the Board Secretary prior to the meeting.

ITEMS RECEIVED TOO LATE TO BE AGENDIZED
Determine need and take action to agendize item(s), which arose subsequent to the posting of the Agenda. (ROLL CALL VOTE: Adoption of this recommendation requires a two-thirds vote of the Board members present or, if less than two-thirds of the Board members are present, a unanimous vote.)

ITEMS DISTRIBUTED TO THE BOARD LESS THAN 72 HOURS PRIOR TO MEETING
Pursuant to Government Code Section 54957.5, non-exempt public records that relate to open session agenda items and are distributed to a majority of the Board less than seventy-two (72) hours prior to the meeting will be available for public inspection in the lobby of the District’s business office located at 18700 Ward Street, Fountain Valley, California 92708, during regular business hours. When practical, these public records will also be made available on the District’s Internet Web site, accessible at http://www.mwdoc.com.

(NEXT RESOLUTION NO. 2090)

PRESENTATION/DISCUSSION/INFORMATION ITEMS

1. INPUT OR QUESTIONS ON MET ISSUES FROM THE MEMBER AGENCIES/MET DIRECTOR REPORTS REGARDING MET COMMITTEE PARTICIPATION

Recommendation: Receive input and discuss the information.

2. DISCUSSION SERIES ON METROPOLITAN’S INTEGRATED RESOURCES PLAN: PART 1 - HISTORY AND BACKGROUND

Recommendation: Review and discuss the information presented.

3. WATER SUPPLY UPDATE AND STORAGE LEVELS

Recommendation: Review and discuss the information presented.
4. **DELA CONVEYANCE PROJECT ACTIVITIES UPDATE**

   **Recommendation:** Review and discuss the information presented.

5. **MET ITEMS CRITICAL TO ORANGE COUNTY** (The following items are for informational purposes only – a write up on each item is included in the packet. Discussion is not necessary unless requested by a Director)

   a. MET’s Water Supply Conditions
   b. MET’s Finance and Rate Issues
   c. Colorado River Issues
   d. Bay Delta/State Water Project Issues
   e. MET’s Ocean Desalination Policy and Potential Participation in the Doheny and Huntington Beach Ocean (Poseidon) Desalination Projects
   f. South County Projects

   **Recommendation:** Review and discuss the information presented.

6. **METROPOLITAN (MET) BOARD AND COMMITTEE AGENDA DISCUSSION ITEMS**

   a. Summary regarding October Board Meeting
   b. Review items of significance for MET Board and Committee Agendas

   **Recommendation:** Review and discuss the information presented.

**CLOSED SESSION**

7. **PUBLIC EMPLOYEE DISCIPLINE**

8. **PUBLIC EMPLOYEE PERFORMANCE EVALUATION**
   
   Title: General Manager
   
   Government Code Section 54957

9. **CONFERENCE WITH LABOR NEGOTIATORS**
   
   District Designated Representatives: Joseph Byrne, Legal Counsel
   
   Unrepresented Employee: General Manager

**ADJOURNMENT**

Note: **Accommodations for the Disabled.** Any person may make a request for a disability-related modification or accommodation needed for that person to be able to participate in the public meeting by telephoning Maribeth Goldsby, District Secretary, at (714) 963-3058, or writing to Municipal Water District of Orange County at P.O. Box 20895, Fountain Valley, CA 92728. Requests must specify the nature of the disability and the type of accommodation requested. A telephone number or other contact information should be included so that District staff may discuss appropriate arrangements. Persons requesting a disability-related accommodations should make the request with adequate time before the meeting for the District to provide the requested accommodations.
INFORMATION ITEM
November 6, 2019

TO: Board of Directors

FROM: Robert Hunter, General Manager
       Staff Contact: Harvey De La Torre
               Melissa Baum-Haley

SUBJECT: DISCUSSION SERIES ON METROPOLITAN’S INTEGRATED RESOURCES PLAN: PART 1 - HISTORY AND BACKGROUND

STAFF RECOMMENDATION

Staff recommends the Board of Directors receive and file the information.

COMMITTEE RECOMMENDATION

Committee recommends (To be determined at Committee Meeting)

SUMMARY

Metropolitan’s Integrated Water Resources Plan (IRP) establishes a long-term, comprehensive water resources strategy to provide the region with a reliable and affordable water supply. The IRP to date has sought to prepare Metropolitan to withstand an over-dependence on imported supplies, particularly in the face of a changing climate. The IRP has looked at Metropolitan as a provider of a baseline service. As a living document, the IRP is updated every five years and will be revisited in 2020.

Much has changed since the foundation for Metropolitan’s integrated regional planning path, with the development of IRP Assembly Statements of 1993-1995. These have guided Metropolitan’s water resources strategy from the initial adoption of Metropolitan’s IRP in 1996 to the successive IRP updates in 2004, 2010, 2015 and to present day. Metropolitan is about to begin its next planning cycle with the 2020 IRP. The upcoming IRP process will provide an opportunity to evaluate current and future supply and demand conditions, and establish new goals and targets to reflect Metropolitan’s service area.

MWDOC staff will be providing a discussion series to the Board over the next few months focusing on updating Metropolitan’s IRP for 2020. This first installment in the series will
step through the evolution of the planning document, its fundamental purpose, and a retrospective look at the key factors that influence demand. In the coming months we will provide complementary discussions on the explanation of how the targets work, exploring projections for key factors influencing Southern California water planning and anticipated IRP policy issues.

DETAILED REPORT

The Fundamental Purpose of the IRP

The IRP is a regional plan for providing reliable and affordable water to Southern California for the next 25 years. It broadly identifies and aligns regional and local needs, priorities, resources and opportunities, both in the scale of actions and in their timing. The emphasis is on its broad collaborative approach to planning.

Each IRP sets important resource development targets, whether they be for new local supply development, water use efficiency, or expectations from the Colorado River and the State Water Project (SWP). The targets are regional in nature and it does not signal that Metropolitan will build or pay for any specific initiative or project to meet those targets. It has not assumed that any particular local supply project in the planning phase will actually be funded and constructed. Instead, the IRP sets broad supply and demand targets, and reassessing them every half-decade with updates, has proven to be an effective planning tool for recalibration of future targets.

Key Components of Past IRPs

Metropolitan’s current era of integrated regional reliability planning began in 1993 with three stakeholder Assemblies designed in conjunction with Metropolitan’s strategic planning process to help develop a coordinated, flexible, affordable, and equitable approach to meeting the region’s present and future needs for dependable supplies of high quality water. This resulted in the development of IRP Assembly Statements, which establish water supply principles that provide critical guidance for the development and adoption of future Metropolitan IRPs. In summary, these principles state:

- No water supplier in Southern California is an isolated, independent entity unto itself and all, to varying degrees, are dependent upon a regional system of water importation, storage and distribution.

- Metropolitan is Southern California’s lead agency in regional water management, having the responsibility for importing water from outside the region and convening dialogues on regional water issues, encouraging local water development and conservation, advocating the region’s interests to the state and federal governments and leading the region’s water community.

- Water suppliers at all levels have a responsibility to promote a strong water ethic both within the water community and among the public, developing plans through open processes, committing to achieving adopted regional goals and strategies and committing to a policy of equity and fairness in development and implementation of water management programs.
The following will provide a brief synopsis of the fundamental outcomes from the past four IRPs; beginning with 1996 and the successive IRP updates of 2004, 2010, and 2015.

One of the central themes of the 1996 IRP was the implementation of a diverse portfolio of resource investments in water conservation measures, imported and in-region supplies, as well as emphasized the construction and creation of a network of water storage facilities, both below and above ground. The 1996 IRP analyzed numerous resource portfolios seeking to find a “Preferred Resource Mix” that would provide the region with reliable and affordable water supplies. The analysis determined the best mix of resources based on cost effectiveness, diversification and reliability. Establishing the "Preferred Resource Mix" was an integral part of the 1996 IRP and subsequent updates have continued to focus on how best to diversify Metropolitan’s water portfolio and establish the broad resource targets for the region.

The 2004 IRP Update explicitly recognized the need to handle uncertainties inherent in any planning process. Some of these uncertainties included:

- Fluctuations in population and economic growth
- Changes in water quality regulations
- Discovery of new chemical contaminants
- Regulation of endangered species affecting sources of supplies
- Changes in climate and hydrology

As a result, a key component of the 2004 IRP Update was the addition of a 10 percent “planning buffer.” The planning buffer identified additional supplies, both imported and locally developed, that could be implemented to address uncertainty in future supplies and demands.

The 2010 IRP Update acknowledged the increasing impact of emerging challenges such as environmental regulations, threats to water quality, climate change and economic unknowns and the uncertainty that these challenges would have on planning for a reliable, high quality and affordable water supply. The 2010 IRP Update specifically planned for uncertainty with a range of adaptive management strategies that both meets demands under observed hydrology and responds to future uncertainty. The plan provided solutions by developing diverse and flexible resources that perform adequately under a wide range of future conditions. Specifically, the adaptive management strategy was a three-component plan that included the following:

- Core Resources Strategy: Designed to maintain reliable water supplies under known conditions.
- Uncertainty Buffer: A suite of actions that help to mitigate short-term changes and uncertainty.
- Foundational Actions: Strategies for additional water resources to augment the core or buffer supplies. And steps to advance the development of new resources to prepare for long-term uncertainty.

A key element of the 2015 IRP Update was developing approaches for how Metropolitan will advance conservation and local resources development and maximize its storage reserves in the future. The 2015 IRP Update focused on ascertaining how conditions have changed in the region since the last IRP update in 2010. This involved developing new reliability targets to meet the evolving outlook of the region’s reliability needs, assessing strategies for managing short and long-term uncertainty and communicating technical
findings. The 2015 IRP Update also identifies areas where policy development and implementation approaches are needed.

The 2015 IRP Update identified two fundamental findings through rigorous modeling analysis of supply and demand scenarios:

- First, if Southern California stopped adapting and rested on its existing supply assets and achievements in conservation, shortages would likely occur at an unacceptable level of frequency in the years ahead. This finding is not a surprise. It is a reminder that working to maintain a reliable water supply is never complete.

- Second, if Southern California continued to implement its existing long-term plan as described in the 2010 IRP Update, potential future shortages would be significantly addressed, but not entirely. This finding is equally not a surprise as the 2010 IRP Update provided a robust plan for future reliability. Perhaps the more important piece of this finding is that, although drought conditions in Southern California and throughout the West have dramatically shifted the baseline, maintaining existing water resources will be just as important as developing new approaches.

Retrospective Look at Projections

Future demands are largely a function of Southern California’s projected population growth and the amount of water that each person uses, commonly known as per-capita water use (GPCD). These two factors have been shifting lower over time. Population growth estimates are not as high as previously forecasted, along with per-capita water use.

1. Population Projections

The region’s population has grown more slowly than expected. The population growth that is occurring in Southern California is now largely due to birthrates as opposed to large influxes of new residents from elsewhere, as was the case in the 1990s. This has lessened the growth in demand on Metropolitan.
2. **Local Supplies**

Increases in new supplies such as recycling have been offset by losses in traditional supplies from the Los Angeles Aqueduct (environmental regulations) and groundwater (a drop in replenishment and native yield, among other factors). Metropolitan’s local incentives have helped to shore up local production that would have otherwise declined. Guided by the IRP, Metropolitan’s incentive programs help set the pace and scale of new production, consistent with preventing over-reliance on the delivery of imported supplies.

Detections of contaminants in wells (PFOA/PFOS in some local basins, as well as TCP at the Arvin-Edison groundwater storage program) will potentially impair access to certain existing groundwater supplies until they can be remediated. Consistent with the 2015 IRP Update’s direction, Metropolitan continues to enhance regional resiliency through investment in local resources and conservation, with targeted financial incentive programs, local assistance, public outreach, and research and development efforts such as the Future Supply Actions Funding Program.

![Local Supply Production in Metropolitan Service Area](image)

3. **Out-of-Region Supplies**

Long-term projections of SWP supply and performance will need to be reassessed in light of the State’s redirection away from the previously proposed California WaterFix project towards study of a possible single-tunnel Delta conveyance project. Colorado River supplies continue to be threatened by drought, climate change, and basin-wide supply-demand imbalances, but crucial progress was made with the signing and implementation of the Colorado River Drought Contingency Plan and related agreements that will help ensure continued access to ICS storage.
4. Water Demand Projections

Demand forecasts for each successive IRP reflect current trends in demographics and economic conditions as well as water use efficiency gains. Overall, the demand forecast is trending down. How long this trend will continue is not clear. Technology continues to improve water efficiency efforts while population growth, though slower than in the past, continues to push demands upward. Other factors at work also include warming weather, variation in precipitation, and shifts in urban development planning.

Looking Forward & Next Steps

The region’s water reliability situation has changed since the 2015 IRP Update, when the region had been in the grip of an historic statewide drought. Following 2017’s largest-ever puts into regional storage, calendar year 2019 was another year that combined relatively high imported supplies with low per capita water demands. Metropolitan’s end-of-year storage balance in 2019 is expected to be the highest ever in its history. Even so, the region continues to face near- and long-term challenges, some familiar but others becoming apparent only in the last year. Notable among the new challenges are the reevaluation of the long-term Delta solution and recently-recognized threats posed by emerging contaminants to groundwater basins.

Further, over the past two decades, there has been an evolution of the role of reliability. The 1952 Laguna Declaration affirmed Metropolitan’s role in “closing the gap” between the region’s water needs and its locally available water supplies. The future need of imported water may change as we enter into new projections of demand where growth is no longer the dominant factor. The driving factors may have more to do with the flux of maintenance or development of local supplies.
As Metropolitan is about to begin its next planning cycle, with the 2020 IRP. The upcoming IRP process will provide an opportunity to evaluate current conditions, determine changes in reliability from the 2015 IRP Update, and establish new goals and targets.

In the coming months MWDOC staff will provide complementary discussions on the explanation of how the planning targets work, exploring projections for key factors influencing Southern California water planning and anticipated IRP policy issues.
Metropolitan’s Integrated Resources Plan
Discussion Series – Part 1
History & Background

November 6, 2019

Fundamental Purpose of the IRP

IRP is a plan for providing reliable and affordable water
to Southern California for the next 25 years. Each IRP sets important resource development targets.

The IRP set targets to fill projected supply gaps

It seeks a balance to avoid over or under investment.

IRP informs other plans and policies
- Biennial Budget Process
- Integrated Area Study
- Urban Water Management Plan
- Local Resources Program
- Long Term Conservation Plan

It Does Not Signal that Metropolitan will build or pay for any specific initiative or project.

Metropolitan’s regional approach to planning and governance ensures access to reliable, high-quality water for all member agencies.
Current era of integrated regional planning began with stakeholder Assemblies

1993-95 American Assembly Process (San Pedro Principles)
• Defined regional water resources strategy with a resource mix
• “Principles of partnership” among water suppliers
• No water supplier in Southern California is an isolated
• Metropolitan is Southern California’s lead agency in regional water management.

“Whatever is done should be done for the benefit of the whole and whatever is done for the benefit of the whole should be shared by all of the parts.”
WILLIAM P. WHITSETT METROPOLITAN’S FIRST BOARD CHAIRMAN

The first IRP was in 1996 with successive updates
1996 IRP: Avoid Unsustainable Import Growth

- Following 1987-1992 drought
- Prevent rolling on to imported supplies
- Diversified water resource portfolio
- “Preferred Mix” = balance of demand management and imported/local supplies

2004 IRP: Set Goals to Account for Uncertainty

- Quantification Settlement Agreement ushered in a new era of California living within its allocation of 4.4 MAF of Colorado River water
- Increased attention to future uncertainty
- Increased targets for conservation and local supply development
- Addition of 500 TAF planning buffer
2010 IRP: Take Foundational Action to Prepare

- Unsettled landscape of the Delta with a new wave of Endangered Species Act restrictions with “biological opinions”
- Below-average precipitation conditions on the Colorado River system
- Stabilize Metropolitan’s imported supplies
- Adaptive management strategies to respond to future uncertainties
  - Core Resources Strategy
  - Uncertainty Buffer
  - Foundational Actions (later known as Future Supply Actions)

2015 IRP: Increased Focus on Outdoor Efficiency and Colorado River Goals

- Historic multi-year drought in California led to statewide mandatory conservation measures
- Lake Mead dropped toward all-time low levels
- Slower population growth
  
  - Set normal and drought goals for Colorado River Aqueduct deliveries
  - Sustain and develop new local supplies
  - Significant increase in conservation goals reflecting new standards and reduced outdoor water use
2015 IRP Goals Will Further Diversify The Resource Portfolio
(Average Year)

- Conservation & Recycling (7%)
- Local Supply (34%)
- Colorado (26%)
- State WP (33%)
- Conservation & Recycling (33%)
- Local Supply (32%)
- Colorado (15%)
- State WP (20%)

1990 – 41% Local
Heavy dependence on imported supply and SWP Diversions

2040 – 65% Local
Emphasis on Conservation, Local Supplies, and Storage & Transfers

Retrospective Look at Projections
Population Projections

2020 Population Forecast

Local Supplies

Local Supply Production in Metropolitan Service Area
Local Supplies

Local supply production is aided by LRP-funded projects.

Absent LRP projects, production would be decreasing.

Member Agencies Don’t Produce As Much Local Supply As They Project

LRP Contract yield vs. actual production

- Actual Production
- Contract Yield
Water Demands

2020 DEMAND FORECAST AND CONSERVATION SAVINGS TARGET

- 1996 IRP
- 2004 IRP
- 2010 IRP
- 2015 IRP
- 2018 Observed Demand with Estimated Conservation

Dry-Year Total Demand After Conservation
Conservation Savings Target

The IRP tackles the twists and turns of planning

2019
- Improved conditions
- Low demands
- Record storage projection
- Local Agency Projects

2015
- Record Dry Conditions
- Drought Emergency
- Mandatory conservation
- Depleted storage

The Future is Uncertain
"...the only certainty with long-range planning is that the future is often unpredictable and never exactly what was projected."
- 1996 IRP Exec Summary
  John V. Foley, Chairman
Next Steps

• Metropolitan is about to begin its next planning cycle, with the 2020 IRP Update

• In the coming months MWDOC staff will provide complementary discussions on:
  • How the planning targets work
  • Projections for key factors of influence
  • Anticipated IRP areas of Board discussion
TO: Board of Directors
FROM: Robert Hunter, General Manager
Staff Contact: Chis Lingad

SUBJECT: WATER SUPPLY UPDATE AND STORAGE LEVELS

STAFF RECOMMENDATION

Staff recommends the Board of Directors to review and discuss this information.

REPORT

The Northern California accumulated precipitation (8-Station Index) is reporting 0.3 inches or 9% of normal as of October 30. In the month of September 2019, accumulated precipitation reached 2.1 inches, which is 1.2 inches above normal compared to the monthly historical average. The Northern Sierra Snowpack peaked at 48.6 inches on April 1st, which is 172% of normal. Lake Oroville storage is at 58% of total capacity and 97% of normal. The San Luis Reservoir has a current volume of 47% of the reservoirs total capacity and is 90% of normal.

With estimated total demands and losses of 1.5 million acre-feet (MAF) and with a 75% SWP Table A Allocation plus an additional 65 thousand acre-feet of Article 21 water, Metropolitan is projecting that supplies will exceed demand levels in Calendar Year (CY) 2019 and will end the CY with an estimated total dry-year storage of 3.3 MAF.

On the Colorado River system, snowpack is measured across four states in the Upper Colorado River Basin. As of April 15, 2019, snowpack measured at 128% of normal for that date. As of October 28, Lake Mead storage was at 40% of capacity and 55% of normal. Lake Powell storage was at 54% of capacity and 76% of normal. The Bureau of Reclamation is projecting that there is a 0% chance of a shortage on the Colorado River in 2020 and a 4% chance of shortage in 2021.
Water Supply Conditions
November 6, 2019

Orange County Weather and Water Supply Conditions
Insight to local weather conditions that affect Orange County’s water supply and water demand
Regional Weather and Water Supply Conditions

Insight to regional weather conditions that affect California’s water supply
Lake Mead Levels: Historical and Projected

Projection per USBR 24-Month Study

- **Spillway Elevation = 1,221 ft**
- **Surplus Trigger = 1,145 ft**
- **Shortage Trigger = 1,075 ft**

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MWD 2019 Water Storage
MWD 2019 Estimated Water Storage

End of Calendar Year

- Emergency Storage
- Dry Year Storage
- Water Supply Shortage

Million Acre-Feet

DISCUSSION ITEM
November 6, 2019

TO: Board of Directors
FROM: Robert Hunter,
General Manager

Staff Contact: Melissa Baum-Haley

SUBJECT: DELTA CONVEYANCE PROJECT ACTIVITIES UPDATE

STAFF RECOMMENDATION

Staff recommends the Board of Directors review and discuss the information presented.

COMMITTEE RECOMMENDATION

Committee recommends (To be determined at Committee Meeting)

REPORT

Regulatory Activities

The U.S. Bureau of Reclamation and the California Department of Water Resources have been working with the U.S. Fish and Wildlife Service (USFWS) and National Marine Fisheries Service (NMFS) on the re-initiation of consultation for the Coordinated Long-Term Operation of the Central Valley Project and State Water Project. The USFWS and NMFS released finalized biological opinion on the coordinated operations of the CVP/SWP on October 21, 2019. The Service carefully evaluated the impact of CVP/SWP water operations on imperiled species including Delta smelt and 15 terrestrial species that could be impacted. The proposal includes habitat management measures in the Delta and entrainment management related to water exports in the South Delta.

The Service documented impacts from the proposed operations and worked with Reclamation to modify their proposed operations to minimize and offset those impacts. The Service undertook two independent scientific peer reviews. By using the best science

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Fiscal Impact (explain if unbudgeted):
available and receiving input from a number of peer reviewers, the Service is upholding our commitments to scientific integrity. Ultimately, the Service has concluded that Reclamation's proposed operations will not jeopardize threatened or endangered species or adversely modify their designated critical habitat.

For more information on the Biological Opinions, attached are a fact sheet (Attachment 1) and summary of the Biological Opinions for the reinitiation of consultation on the long term coordinated operations of the CVP/SWP (Attachment 2).

**Delta Conveyance Design and Construction Authority**

On October 18, The Delta Conveyance Design and Construction Authority (DCA) Board of Directors announced members of DCA Stakeholder Engagement Committee (SEC), which were approved by the DCA Board after recommendations were made by an Ad Hoc Selection Committee. The SEC includes civic leaders and residents from the Delta region, small business owners, recreational boaters and kayakers, environmental activists, Tribal Government Representatives, conservationists and other interest groups across the region.

The Board of Directors established the Delta Stakeholder Engagement Committee at its September meeting. In doing so, the Board appointed Director Sarah Palmer or her designee as Committee Chair and President Tony Estremera or his designee as ViceChair. Director Palmer will serve as Chair, and President Estremera has designated Alternate Director Keegan to serve as Vice-Chair. The Board also appointed President Estremera and Director Palmer to serve as an ad hoc committee to assist DCA staff in reviewing public applications to the Committee. In addition to the Chair and Vice-Chair, the Committee is composed of up to seventeen public members representing various stakeholder groups, as well as up to five ex-officio members.

**Additional Information**

Additional information on the Bay-Delta Issues can be found in *Issue Brief D - Bay Delta/State Water Project Issues* of the Discussion Item regarding Metropolitan Water District items critical to Orange County.

**Attachment:** (1) Fact Sheet – Changes to Delta Operations

(2) Biological Opinions for the Reinitiation of Consultation on the Long Term Coordinated Operations of the Central Valley Project and State Water Project
Federal fish agencies have been reviewing the Bureau of Reclamation’s proposed new operations for the Central Valley Project and California’s State Water Project. Reclamation, FWS and NMFS worked closely during the consultation period to develop and refine an updated, real-time monitoring strategy. This will produce better science to manage water more efficiently, striking the delicate balance needed for the sensitive Delta ecosystem, fish and Californians.

Key Takeaways

- Early winter pumping reduced to protect pre-spawning smelt.
- Early spring pumping reduced to protect migrating salmonids.
- More pumping in spring if species are not at risk.
- Operations based on real-time risks, not calendars.
- Expands current science to learn how to protect fish and tests actions to judge effectiveness.
- Built-in triggers ensure efforts are protecting fish, or actions will be adjusted.

Key Actions

- Robust, real-time fish monitoring by boats on the water and triggers to adjust operations to protect fish, as needed (instead of calendar-based restrictions).
- Commitment to reduce pumping when sensitive species are present.
- Commitment to keeping salvage levels at or below levels in last decade, and built-in science reviews to monitor effectiveness.
- Commitment to provide habitat through both flow and non-flow actions.
- Ramp up efforts to boost fish survival, enhance food supply, increase monitoring effectiveness and reduce predation.
Biological Opinions for the Reinitiation of Consultation on the Long Term Coordinated Operations of the Central Valley Project and State Water Project

Summary
Reinitiation of Consultation on the Long Term Coordinated Operations of the Central Valley Project and State Water Project

Introduction

In August 2016, the Bureau of Reclamation (Reclamation) and the California Department of Water Resources (DWR) requested reinitiation of consultation on long-term coordinated operations of the Central Valley Project and State Water Project (the Projects) with the National Marine Fisheries Service (NMFS) and the U.S. Fish and Wildlife Service (USFWS) (jointly, the Services). This reinitiation, pursuant to the Endangered Species Act (ESA), responded to Reclamation and DWR’s desire to update the existing Biological Opinions (BiOps) in response to multiple years of drought, low population abundances of listed species, and new scientific information developed as a result of ongoing collaborative science efforts over the last ten years.

Multi-million dollar investments in research and monitoring by Reclamation, DWR, the Services, water and power users, non-governmental organizations and other stakeholders resulted in improved scientific understanding since the 2008 and 2009 Biological Opinions. These advancements in science will allow Reclamation and DWR to better manage the Projects to meet both fish and wildlife needs, and the needs of all the other myriad users who rely on the Projects for water, including farmers, recreational users and municipal users.

Recognizing the importance of the Projects to the nation, on October 19, 2018, the White House issued a memorandum to accelerate the process initiated in 2016. The memorandum directed the Secretary of the Interior to complete a biological assessment for the coordinated long-term operation of the CVP and SWP (ROC on LTO) no later than January 31, 2019. The memorandum also directed the Secretary of the Interior and Secretary of Commerce to issue final biological opinions for ROC on LTO on June 17, 2019, within the 135-day ESA statutory timeframe. The memorandum envisioned that the Services would coordinate their consultations and resulting BiOps to ensure consistency so that the Projects are better able to meet their authorized purposes.

The Services’ initial analyses of Reclamation’s preliminary proposed action identified significant adverse effects to ESA-listed fish species, and the three agencies determined that more time would be needed to complete the consultation. Through ongoing consultation over the following four months, Reclamation and DWR continued to clarify and refine the proposed action to address these concerns. This resulted in a final proposed action, transmitted to the Services on October 17, 2019. The Services relied on these modifications and clarifications to substantially revise their analyses of anticipated effects. On October 21, 2019, the Services transmitted their conclusions to Reclamation and DWR that the proposed action is consistent with the requirements of the ESA.
Project Overview and Consultation History

The species considered in these BiOps were once abundant throughout California. Winter-run Chinook salmon population estimates hit a high of 120,000 fish in the 1960s. Historically, spring-run Chinook salmon were the second most abundant salmon run in the Central Valley and one of the largest runs on the west coast. The Central Valley drainage as a whole is estimated to have supported spring-run Chinook salmon runs as large as 600,000 fish between the late 1880s and 1940s. Historic California Central Valley (CCV) steelhead run sizes are difficult to estimate but may have approached one to two million adults annually; by the early 1960s, the CCV steelhead run size had declined to about 40,000 adults.

Green sturgeon are known to range from Baja California to the Bering Sea along the North American continental shelf, and through the Bay Delta and up the Sacramento, Feather, and Yuba rivers. There are no reliable historical estimates of green sturgeon populations, but recent estimates put the population around 2100 adults and 11,000 subadults. Southern resident killer whales occur throughout the coastal waters off Washington, Oregon, and Vancouver Island and travel as far south as central California and as far north as Southeast Alaska. Historic estimates for Southern resident killer whales are unreliable, but over the last 50 years, the population has fluctuated from about 80-90 individuals. The current population is 73 individuals. The delta smelt is found in San Francisco Bay estuary. In 2002, its abundance was estimated to be over one million; in 2019, numbers were estimated at around 5600.

By the time Reclamation began constructing the CVP in the 1940s, humans had already radically altered the landscape and impacted these species. Beginning with the gold rush in the 1850s, with its estimated 5,000 miles of mining flumes and canals, mankind altered and destroyed habitat, having impacts that are still severely affecting fish species. Construction of shipping channels, dams, hydropower facilities, levees, and diversion structures, along with draining of land for agricultural and residential uses, also completely transformed the landscape. Since settlement of the Central Valley in the mid-1800s, it is no exaggeration to state that human alteration of fish habitats has resulted in dramatic declines in populations of delta smelt, Chinook salmon, steelhead and sturgeon. Since 1900, approximately 95 percent of freshwater wetland habitat has been lost, and dams block access to more than 80 percent of historical salmonid spawning areas.
It wasn’t until 1954 that Congress specifically authorized the CVP to provide water for fish and wildlife purposes, in addition to the original purposes of flood control, storage, power and navigation. In 1992, Congress reauthorized the CVP through the Central Valley Project Improvement Act to authorize mitigation, protection, restoration, and enhancement of fish and wildlife as additional project purposes and included actions to benefit fish and wildlife.

By the early 1990s, several species affected by project operations were in peril. Pursuant to the ESA, NMFS originally listed Sacramento River winter-run Chinook salmon as endangered in 1994, California Central Valley steelhead as threatened in 1998, Central Valley spring-run Chinook salmon as threatened in 1999, the southern Distinct Population Segment (sDPS) of green sturgeon as threatened in 2006, and southern resident killer whale as endangered in 2005. The USFWS originally listed the delta smelt as threatened in 1993, and in 2010 found that reclassifying it as an endangered species was warranted but precluded by other higher priority listing actions.

Nearly a century after it was authorized, the CVP is a massive project, fed by two major rivers, the Sacramento River and San Joaquin River, and a number of tributaries, which converge in the Sacramento-San Joaquin Delta and form an estuary that joins Suisun Bay, San Francisco Bay, and the Pacific Ocean, commonly known as the Bay Delta.

The CVP is one of Reclamation’s largest projects, consisting of 20 dams, 21 reservoirs, 11 hydropower plants, and 500 miles of canals and aqueducts. It provides water to three-quarters of the irrigated land in California, and one-sixth of the irrigated land in the United States. Similarly, the State Water Project (SWP), approved in 1951, serves the water needs for two-thirds of all Californians, through 21 dams and reservoirs, 5 power plants, 16 pumping plants and 662 miles of aqueducts.

Shasta Dam and Reservoir, the largest reservoir on the Sacramento River system, stores winter and spring runoff from the Sacramento River. The Sacramento River also receives water exported from the Trinity River through Whiskeytown Reservoir. Folsom Dam and Reservoir

Fig. 2 – Map of CVP and SWP facilities
captures the runoff from the American River, a tributary to the Sacramento River. Controlled releases to the Sacramento and American Rivers are the major drivers of Project operations, providing water not only for irrigation and municipal uses, but also for the protection of endangered species and fishery resources, water quality, and protection against salinity intrusion in the Delta.

Oroville Dam and Lake, the tallest dam in the United States, stores water on the Feather River for water supply, hydroelectricity generation and flood control. Oroville operates in coordination with the CVP to release flows to the Delta and support exports that provide a major supply of water through the California Aqueduct for irrigation in the San Joaquin Valley as well as municipal and industrial water supplies to coastal Southern California.

Of course, the two Projects jointly impact and provide support for the species considered in the Services’ BiOps, and there is a long history of ESA consultations for the operations of the CVP and SWP, beginning in the 1990s when the Services issued the first biological opinions for the Projects. The projects have undergone multiple rounds of ESA consultation since that time. Notwithstanding their listing for protection under the ESA, fish populations have continued to decline, likely due to inadequate stream temperature, altered flows, long term habitat degradation, naturalization of invasive species, modification of seasonal water quality, and other stressors, which cumulatively impacted species and the food web. The recent multi-year drought led to precipitous declines in ESA fish abundances, heightening delta smelt and winter-run Chinook salmon extinction risks.

The USFWS issued its most recent BiOp in 2008, concluding that operations of the Projects, as proposed, were likely to jeopardize the continued existence of the delta smelt and adversely modify its critical habitat. To avoid jeopardy and adverse modification of critical habitat, USFWS developed a reasonable and prudent alternative (2008 RPA) to the proposed action. The 2008 RPA included actions to reduce entrainment, provide for increased high quality low-salinity habitat in certain year types, create additional subtidal habitat, and monitor ongoing operations.

Likewise, in 2009, NMFS issued a BiOp concluding that operations of the Projects would likely jeopardize Sacramento winter-run and Central Valley spring-run Chinook salmon, California Central Valley steelhead, and the sDPS of North American green sturgeon, and adversely modify their critical habitats. NMFS also found that the Projects would likely jeopardize Southern resident killer whales. The 2009 BiOp also included an RPA (2009 RPA) to avoid jeopardizing and adverse modification of critical habitat.

The need to protect endangered species does not exist in isolation. California continues to face serious water challenges. Drought, growing human populations, existing and ongoing land use change, aging infrastructure, energy and environmental needs all strain existing water resources. In response to these challenges, the three Federal agencies have collaborated in developing proposed new operations for the CVP and SWP that incorporate elements from the 2008 and
2009 RPAs, with the goal of providing similar levels of protection for listed species while also giving Reclamation and DWR the flexibility they need to maximize water deliveries.

In the months since January 2019, the action agencies have made several significant changes to the January 31, 2019 proposed operations plan that began the consultation. The final proposed plan for operations includes an estimated $1.5 billion investment to support threatened and endangered fish over the next ten years. The final proposed action ensures protection for the listed species affected by the Projects and also respect the needs of people who depend on the Projects for water and power.

**Overview of the Process**

In 2016, Reclamation and DWR requested reinitiation of consultation on the coordinated long-term operations of the CVP and SWP. The two agencies believed they could improve on managing limited supplies of water while still affording reasonable protections for listed fish species. Following the October 2018 White House memorandum, Reclamation and DWR worked to finalize the Biological Assessment, including working closely with NMFS and the USFWS (NMFS’ participation was somewhat truncated by the month-long government shutdown that concluded five days before the Biological Assessment was finalized). The proposed action was developed specifically to incorporate and build on what has been learned through collaborative science processes to provide better conditions for protected species while also maximizing operational flexibility to deliver water. Reclamation completed its Biological Assessment on January 31, 2019 and submitted it to the Services. On June 6, 2019, following extensive consultation with Reclamation, USFWS and NMFS produced draft sections of their BiOps for peer review and review by Reclamation. In response to the draft BiOps, Reclamation and DWR submitted extensive comments, including concerns that the NMFS opinion did not correctly characterize the complex operations of the CVP/SWP as defined in the proposed action, that additional scientific information should be considered, and that the two BiOps needed to be better coordinated.

The June drafts of the BiOps highlighted serious concerns with the proposed operations given the heightened risks to the listed species, including potentially significant effects of operations and the need to modify the proposed action to address those effects. However, due to the multiple iterations of the proposed action, June drafts of the BiOps also had gaps in the analysis between the proposed action as originally modeled and the proposed action as modified to that date that were intended to limit the modeled effects.

As the consultation proceeded, the complex nature of the proposed action, the significance of the identified effects, and the overlap in project areas for species administered by USFWS and

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1 Reclamation is continuing to evaluate the proposed action and other alternatives pursuant to NEPA. If the proposed action is modified through the NEPA process, Reclamation will reinitiate consultation on the modified proposed action as appropriate.
NMFS led the Departments of Interior and Commerce to conclude that it would be helpful to take additional time to address the identified project effects, and to create an inter-agency team for this consultation to better understand and integrate project operations in the BiOps. At the end of June 2019, the Regional Directors assembled a team to address the adverse effects identified by the Services in their initial review of Reclamation’s January, 2019 proposed action, and to update the analyses in their respective opinions. In addition, coordination between Reclamation, DWR, NMFS, and USFWS was critical to ensure the BiOps and their respective incidental take statements were compatible so the action agencies could implement both opinions.2

A “strike team” of engineers, biologists, and attorneys was charged with ensuring that these goals were met. Team members were chosen based on their experience with complex and challenging consultations throughout the country, including several members with specific expertise in the species and operations of the Central Valley and State Water Projects. The team included members from the initial DWR, USFWS, NMFS, and Reclamation consultation teams to ensure continuity, but other members were added to provide “fresh eyes,” improving the clarity of the documents.

On July 9, 2019, the team convened in Sacramento to review both the draft USFWS and NMFS BiOps. The charge for the strike team included the following critical tasks:

- Ensuring that the best available science is used in all documents and analyses consistent with Federal laws, policies, and regulations;
- Addressing peer review, water agency, Reclamation, and State comments as appropriate in the BiOps;
- Maintaining the integrity of the work done in the draft BiOps while addressing organizational and editorial issues to ensure that the final BiOps reflected updates to the proposed action;
- Completing final agency drafts of the proposed action, BiOps, and supporting documents to ensure they are consistent and accurate;
- Refining the proposed action to address the significant effects that had been initially identified; and
- Maintaining a comprehensive administrative record of the process.

As revisions were made to the proposed action over the next few months, NMFS and USFWS worked with strike team members to incorporate these iterative updates into their analyses. The quantitative analyses provided by Reclamation in April 2019 still form the basis of NMFS’s and USFWS’ analyses of effects. These analyses were then updated with qualitative considerations

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2 In parallel, the Department of Water Resources is pursuing an Incidental Take Permit for the operation of the SWP under the California Endangered Species Act, overseen by the California Department of Fish and Wildlife.
of proposed action revisions to reflect the final version of the proposed action, which modified the Services’ initial analyses and conclusions.

**Commitment to Scientific Integrity**

The Departments of Interior and Commerce also committed to a rigorous peer review process for the 2019 BiOps: conducting a first review on early drafts and a second review that followed the strike team’s work. The USFWS transmitted draft sections of its delta smelt analyses in April 2019. This was a very early draft, and the peer reviewers provided constructive comments that led to significant improvement of the BiOp. For the first peer review of its June 2019 draft, NMFS provided its Analytical Approach through Effects Analysis sections. The peer reviewers provided constructive recommendations and concluded that NMFS had applied the best available information in the development of the draft BiOp.

Interior and Commerce also agreed to incorporate a second peer review of their revised draft BiOps. The second group of peer reviewers had a more complete version of July 30, 2019 drafts of both BiOps. Similar to the first review, the peer reviewers concluded that the Services generally used the best available science and that they had conducted a comprehensive analysis of the proposed action.

The strike team also operated independently and engaged the science advisor to the Secretary of Interior and NOAA’s scientific integrity officer to ensure the process was also consistent with the scientific integrity policies for both agencies. Those policies require that scientific information be robust, of the highest quality, and the result of as rigorous a set of scientific processes as can be achieved. Most importantly, the information must be trustworthy. Both agreed that this process met that high standard.

**The Proposed Action**

Reclamation and DWR operate the Projects to meet multiple competing demands: flood control, irrigation, municipal and industrial water supplies, fish and wildlife, recreation, and hydroelectric power generation. Reclamation’s proposed action incorporates a suite of strategies to protect threatened and endangered fish, including a commitment to actions that build a larger cold water pool in Shasta Reservoir and release that cold water in a more strategic way; flows to support fish habitat and life stage needs; export restrictions based on real-time loss, turbidity, and flow conditions; habitat restoration and intervention; and a new conservation hatchery, all backed by science oversight, monitoring, and research.

Both NMFS and USFWS identified uncertainty related to the effects of proposed action components that are reflected in their analyses of the initial January 31, 2019 proposed action. The Services identified uncertainties related to modeling limitations, alternative analytical tools, the lack of specific metrics, and information Reclamation provided regarding real-time implementation of the proposed action. In particular, NMFS concluded that there was notable uncertainty regarding Reclamation’s ability to considerably increase total Shasta storage on May
1 under the proposed action as compared to operations under the 2009 BiOp. During the consultations, the Services both expressed concerns about the changes in Delta export operations being proposed by Reclamation and DWR.

Through ongoing consultation to pinpoint areas that appeared to be magnifying the potential impacts of the proposed action, Reclamation and DWR made multiple modifications to the proposed action. Major changes made to the proposed action since the original submittal in January included new protective actions in the Bay Delta, a more refined temperature management plan at Shasta Reservoir, funding for hatcheries and new major habitat projects, studies to further define the needs of the species, specific drought actions and an independent periodic review process for Project actions. With the extensive collaboration between the Services and Reclamation, which resulted in meaningful improvements to Reclamation’s and DWR’s proposed operations from the January 31, 2019 iteration of the proposed action, both Services ultimately concluded that Reclamation’s proposed operations are not likely to jeopardize threatened or endangered species or destroy or adversely modify their critical habitat.

Reclamation added certainty through additional commitments on actions that improve conditions for listed species and clarified confusing language. Based on the significant adverse effects that were analyzed in early drafts of the Opinion, and incorporating the Services’ expertise, Reclamation proposed additional actions to improve conditions for the listed species including:

- An estimated total of $1.5 billion dollars in proposed funding to support threatened and endangered fish survival and recovery through research and restoration actions
- A more detailed description of Shasta Dam operations and a commitment to Cold Water Management Tiers
- Performance metrics for incubation and juvenile production of salmonids under the proposed Shasta Cold Water Pool Management strategy
- Performance Metrics for managing Old and Middle River reverse flows to limit salmonid loss to similar levels observed under the previous BiOp through explicit reductions in export pumping
- Commitments to manage Old and Middle River reverse flows for limiting larval and juvenile delta smelt entrainment based on modeled recruitment estimates
- Independent Review Panels to evaluate the science behind actions and outcomes
- Ramping rates specificity for reservoir releases to reduce the risk of stranding
Commitment to implement condition-appropriate actions after two years of low winter-run Chinook salmon egg-to-fry survival

More specificity on collaborative planning with specific habitat restoration and facility commitments:
  - Delta Cross Channel Improvements
  - Modifying the Head of Old River Scour Hole
  - Fish Passage on Deer Creek (a non-Project watershed)
  - Adult Straying Barrier on the Knights Landing Outfall Gate (a flood and drainage system)

A “drought toolbox” to prioritize a proactive approach to drought planning, including early coordination with senior water right users

Support for NMFS Steelhead Monitoring and Collaboration Activities with Non-Project Tributaries

$14 million commitment to expedited implementation of the Battle Creek Restoration Project including reintroduction of winter-run Chinook salmon

A conservation hatchery to support delta smelt and other imperiled fisheries in the wild

A stronger commitment to actions maintaining low-salinity habitat in the Delta Smelt Summer-Fall Habitat Action with commitments regarding SMSCG operations and projects for other elements of habitat

A commitment to sediment supplementation and food-web studies for the protection of delta smelt

A commitment to oversight of the process by independent panels at four-year intervals (to allow sufficient time to develop new information) to review whether the proposed action is meeting expectations.

Most significantly, Reclamation and DWR have taken the lessons learned from 10 years of implementing both RPAs and have incorporated numerous components of the RPAs that are
either the same, or are new but similar to the previous RPA actions and are intended to provide a similar level of protection as current operations (see detailed chart attached to this summary\(^3\)).

**Additional Conservation Commitments**

In July 2019, NMFS provided a draft conclusion that Reclamation and DWR’s proposed operation of the CVP, as described in the January 2019 Biological Assessment, would likely jeopardize the continued existence of Sacramento River winter-run Chinook salmon, Central Valley spring-run Chinook salmon, California Central Valley steelhead and would adversely modify their critical habitats. The USFWS did not provide draft conclusions during the consultation process, but also expressed serious concerns about impacts to delta smelt and its habitat. In response, Reclamation and DWR made several additional significant commitments to support listed species:

*Winter-run Chinook Salmon Reintroduction to Battle Creek:* Reclamation is making a $14 million commitment to support the accelerated implementation of the Battle Creek Winter-run Chinook Salmon Reintroduction Plan and the Battle Creek Salmon and Steelhead Restoration Project, which is intended to reestablish approximately 42 miles of prime salmon and steelhead habitat on Battle Creek, and an additional six miles on its tributaries. The intent is to use fish passage construction and strategic reintroduction of Sacramento River winter-run Chinook salmon to expand spawning beyond its current range, which is limited to a single spawning population in the upper Sacramento River below Keswick Dam. Expanding the range of the winter-run Chinook salmon into vacant but historically occupied habitat like Battle Creek is one of NMFS’ high-priority recovery actions for salmon in the Central Valley.

Reclamation’s commitment of an additional $14 million in funding will cover the costs of construction, staffing, and acquisition to further implement the Plan.

*Deer Creek Habitat/Fish Passage:* Reclamation is also committing $1 million dollars to Deer Creek habitat and fish passage improvements. Deer Creek, along with Mill Creek and Butte Creek, supports high quality habitat for holding and spawning of one of three remaining self-sustaining Central Valley spring-run Chinook salmon populations. Deer Creek also provides spawning and rearing habitat for CCV steelhead. Reclamation’s funding will support construction of a fishway to provide salmonids access to over 25 miles of prime upstream spawning. The action will also contribute to the recovery of CCV steelhead and Central Valley spring-run Chinook salmon.

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\(^3\) See Appendix A.
Knights Landing Outfall Gates Fish Exclusion Device Reconstruction: Improving fish passage for migrating fish is a critical need to help support recovery and returning adults are the most valuable life stage, having survived river, ocean, and harvest conditions. Reclamation is committing $680,000 to reconstruction of the Knights Landing Outfall Gate fish barrier to enable State cost share. Currently, large numbers of adult winter-run Chinook salmon get trapped in the Colusa Basin Drain and are unable to successfully spawn. If it were functioning properly, the fish barrier at the Knights Landing Outfall Gate would prevent migrating winter-run Chinook salmon from getting trapped in the Colusa Basin Drain.

Reclamation provided the majority of the construction funding for the first fish barrier, which collapsed in 2016. Because the fish barrier has been identified as a top priority for winter-run Chinook salmon needs, Reclamation has agreed to fund reconstructing and upgrading the fish barrier to improve fish passage and prevent future losses of adults straying into the Colusa Basin Drain.

Delta Smelt Supplementation: Reclamation will implement a two-phase program to supplement delta smelt in the wild. The first phase will involve using the existing UC Davis Fish Conservation and Culture Laboratory (FCCL). Reclamation and DWR are the primary funding sources for FCCL, which maintains the refugial population of delta smelt and generates additional captive-bred fish for research. The FCCL can produce new generations of fish at their facility with or without the addition of new wild spawners and keep enough progeny alive to repeat the process for multiple generations.

Reclamation will fund a process that will lead to supplementation of the wild delta smelt population with captive-bred fish from FCCL within 3-5 years. A supplementation strategy will be developed within one year of the issuance of the BiOp that will include details about the capacity needed at FCCL to accommodate production of delta smelt needed to meet genetic and other hatchery considerations with a goal of increasing production to a number and the life stages necessary to effectively augment the population. Additional funding will support expansion of the FCCL facilities to increase rearing capacity to provide up to approximately 125,000 adults within 3 years.

Fig. 6 (left) - U.C. Davis Fish Conservation and Culture Laboratory (UCD FCCL) near Tracy, CA at the SWP Skinner Delta Fish Protective Facility

Fig. 7 (right) - Dr. Tien-Cheih describes hatching Delta Smelt in the UCD FCCL.
For the second phase of supplementation, Reclamation will partner with DWR to construct and operate a conservation hatchery for delta smelt by 2030. The conservation hatchery would breed and propagate a stock of fish with equivalent genetic resources of the native stock and at sufficient quantities to effectively augment the existing wild population.

**Water Infrastructure for the Nation Act**

In addition to the ESA consultation requirements, Section 4004 of the Water Infrastructure Improvements for the Nation Act of 2016 requires the Secretaries of Interior and Commerce to ensure “that any public water agency that contracts for the delivery of water from the Central Valley Project or the State Water Project that so requests shall … receive a copy of any draft biological opinion and have the opportunity to review that document and provide comment to the consulting agency through the action agency, which comments will be afforded due consideration during the consultation.” Reclamation accordingly provided sections of the draft USFWS BiOp to the public water agencies on April 12, 2019. Reclamation provided sections of both draft BiOps to the public water agencies on June 3 and July 31, 2019. Reclamation also provided the draft incidental take statements for both BiOps on August 28, 2019 to the public water agencies and additional organizations requesting the documents. These constituents provided written comments on these drafts, through Reclamation, which were afforded due consideration during the consultation.

**Conclusion**

The 2019 Reinitiation of Consultation on the Long Term Coordinated Operations of the Central Valley Project and State Water Project reflects the evolution of many initiatives and billions of dollars invested over the last several decades to improve the operation of the Projects for the benefit of delta smelt, salmon, steelhead, and other listed species. The Projects have been significantly shaped by ongoing disputes over the equally important—but sometimes competing—uses of water identified in the Central Valley Project Improvement Act as well as the directives of the ESA and other laws. The Central Valley and State Water Projects of 2019 and beyond are not the same Projects that NMFS and the USFWS first consulted on in the early 1990s. They have been transformed by these ongoing consultations, by litigation, and by the significant investments in science and monitoring that has occurred over the last thirty years.

While the disputes are often contentious, the Projects also stand out as a model for collaboration. Strong and ongoing partnerships among all the stakeholders have led to the development of an increased, although still imperfect, understanding of the relationships between the fish, Project operations, and the ongoing impacts on these imperiled species from a landscape that has been and continues to be impacted by humans.

The agencies have overhauled the system since NMFS and USFWS issued the first BiOps in 1993 and 1995, respectively. Substantial improvements are the result of operational changes,
such as alterations to system flows and the spill regimes at dams, as well as transportation of juvenile fish by truck to better their chances of survival. With these structural and operational changes, there have been significant benefits for salmonids in both juvenile survival numbers and adult returns. And yet, notwithstanding these changes to the Projects, populations of listed fish have declined, likely due to a combination of factors including historic operations of the Projects, and, particularly in the last two decades, drought and extreme drought conditions from 2007-2009 and 2012-2016, as well as low in-river survival and poor ocean productivity. With the end of the drought in 2016, the trend is toward improvement, at least for salmon and steelhead, but the agencies recognize the need for a cautious approach to avoid the impacts that occurred during the drought years. Implementation of a drought toolkit is designed to ensure that the agencies are vigilant and stay ahead of the curve in crafting responses to multi-year droughts.

Given all these factors, this consultation was challenging--not only because of the complexity of the Projects and their myriad operational aspects, the current status of the species and the multiple revisions to the proposed action--but because the Services concluded in their previous 2008 and 2009 Biological Opinions that RPAs were required to avoid findings of jeopardy and adverse modification, and Reclamation and DWR were working from a starting point of trying to craft a proposed action that met similar or better requirements. It must also be acknowledged that the current status of all these species continues to be imperiled, and that one of the objectives of the proposed action is to maximize the available supply of water for irrigation, municipal, and industrial deliveries.

Fig. 8-12 – New science considered in developing a Proposed Action considered a range of fish life stages across the CVP and SWP.
Further, there is uncertainty regarding the extent to which the fish were impacted by the droughts that occurred during the time frame covered by the previous BiOps versus Project operations, plus a need to maintain the precautionary approach to ensure that the Projects do not imperil the fish.

The Services expressed concerns that Reclamation and DWR’s initial proposal fell short of the ESA’s stringent requirements. NMFS’s initial analysis identified significant adverse effects of the proposed action to Sacramento River winter-run Chinook salmon, Central Valley spring-run Chinook salmon, CCV steelhead, and Southern resident killer whales. The June peer review draft of the NMFS BiOp highlighted heightened risks to the listed species and their critical habitats, especially with respect to the proposed operations at Shasta Dam that were expected to result in high levels of temperature dependent egg mortality and egg-to-fry mortality; adverse effects to species related to routing into the interior and southern Delta at the Delta Cross Channel; loss of individuals at the State and Federal export facilities resulting from increased exports, particularly during spring months; and expected effects to San Joaquin Basin steelhead related to the discontinuance of the San Joaquin inflow to export ratio.

The initial draft also highlighted concerns regarding warm water temperatures affecting Central Valley spring-run Chinook salmon holding and spawning in Clear Creek; warm spring and summer water temperatures affecting spawning and rearing California Central Valley steelhead in the American River; hatchery management practices at the Nimbus Fish Hatchery affecting California Central Valley steelhead; temperature-related effects to California Central Valley steelhead in the Stanislaus River; and adverse effects to Southern Resident Killer Whales resulting from an expected reduction in their prey base (Chinook salmon). Likewise, the USFWS expressed concerns about the effects of the proposed action on delta smelt and its critical habitat. Specifically, the initial proposal for protective actions for larval and juvenile delta smelt likely was not similarly protective for early life stages as current operations. Additionally, the Summer Fall Habitat Action as initially proposed lacked certainty around how or when the action would be implemented.

The final BiOps are built on a comprehensive science assessment of the listed fish and on an evaluation of a proposed action that has been substantially revised since the initial proposed action incorporated in the January 2019 Biological Assessment. The NMFS BiOp explains that implementation of the long-term coordinated operation of the CVP and SWP will result in certain adverse effects to listed species and their critical habitats, and in some cases, such as the expected temperature dependent egg mortality levels for Sacramento River winter-run Chinook salmon that will occur in Tier 3 and 4 years, the adverse effects remain significant and will be subject to careful monitoring and evaluation. Although some actions, such as performance objectives to limit injury and mortality at pumping stations, have broad effects that benefit most of the listed species, other actions are tailored to the specific needs of a particular evolutionarily significant unit (ESU) (e.g., the Sacramento River winter-run Chinook salmon ESU in the case of Shasta Cold Water Pool management). Based on the analysis in the BiOp, NMFS has concluded that the proposed action is not likely to jeopardize the continued existence of
Sacramento River winter-run Chinook salmon, Central Valley spring-run Chinook salmon, California Central Valley steelhead, Southern Resident Killer Whales, or the Southern DPS of Green Sturgeon or destroy or adversely modify their designated critical habitat.

Likewise, the FWS also determined that implementation of the proposed action will result in adverse impacts to delta smelt and its habitat. Continued operation of the CVP and SWP under the proposed action will have impacts to delta smelt reproduction, numbers and distribution. However, Old and Middle River (OMR) Management actions and Additional Real-Time OMR Restrictions are designed to provide adult protections to minimize entrainment and are expected to provide conditions similar to current operations. In addition, a suite of protective OMR actions will generally keep OMR flow and turbidity within levels that are expected to be similarly protective of dispersing adult delta smelt as those that have occurred over the past decade. Reclamation also proposes to implement single-year loss thresholds for salmonids that FWS expects will contribute to maintaining conditions that are as protective for delta smelt adults as those that have been in place since 2009.

The intent of actions slated from December to March will be to minimize the effect of entrainment to adult delta smelt dispersing into the south Delta, which will minimize the number of entrained individuals and their progeny that are subjected to entrainment, poor habitat conditions and predation. The proposed larval and juvenile delta smelt protective action is intended to limit entrainment of this life stage to a level that will not exceed the threshold identified by USFWS life cycle models through real-time management. The Summer-Fall Habitat Action relies on a yearly structured decision-making process that may change the outcomes, including habitat quality and availability through the rearing season for juvenile delta smelt. Maintaining X2 at 80 km provides substantially more rearing habitat than maintaining X2 at 81 km (Service 2017). Reclamation and DWR will maintain X2 at a monthly average 80 km in September and October of Wet and Above Normal years which will provide suitable rearing habitat for juvenile delta smelt in Honker and Grizzly bays. Additionally, Reclamation and DWR propose to operate the SMSCG for up to 60 additional days in the summer and fall of Below Normal and Above Normal years and in Wet years when there is evidence of benefits. Reclamation and DWR also propose to implement several food subsidy actions to address deficiencies in the food web. Based on the analysis in the USFWS BiOp, the USFWS has concluded that the proposed action is not likely to jeopardize the continued existence of delta smelt or destroy or adversely modify its designated critical habitat.

The analysis in the BiOps began with a careful look at the effects of the proposed action on each of the individual populations, examined the results for each of the major population groups, and finally determined the overall effect for each species. In order to make a finding of no jeopardy and no destruction or adverse modification, the Services asked Reclamation and DWR to make meaningful changes to the proposed action to address those effects. The culmination of several months of consultation, incorporating input from the expert peer reviewers and the public water agencies, is a proposed action that NMFS and USFWS reasonably concluded commits to actions
that benefit the species, and is not likely to jeopardize delta smelt, salmon, steelhead and Southern resident killer whale, as well as several other listed species, or adversely modify critical habitat.

The detailed outcomes of the analyses for each species including current status and recent trends, limiting factors and the aggregated effects of the status of the species, environmental baseline, cumulative effects, and effects of the proposed action and species conclusions are found in the accompanying NMFS and USFWS BiOps. The purpose of this summary is to provide a general overview of the consultation process and development of the proposed action as evaluated the Services’ BiOps.

This summary is not intended to interpret or change the Biological Assessment, or NMFS and USFWS BiOps in any way, and if there are any inconsistencies between this summary and the BiOps, the latter controls. Only the NMFS and USFWS 2019 Biological Opinions on Long-term Operation of the Central Valley Project and State Water Project constitute the final decisions of NMFS and USFWS and are the legal documents required by the Endangered Species Act, Section 7(b). Additionally, Reclamation is continuing to evaluate the proposed action and other alternatives pursuant to NEPA. If the proposed action is modified through the NEPA process, Reclamation will reinitiate consultation on the modified proposed action as appropriate.
## Appendix A

<table>
<thead>
<tr>
<th>2008 and 2009 RPA Addressed Concern</th>
<th>2019 Proposed Action</th>
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<tbody>
<tr>
<td><strong>Shasta Cold Water Pool</strong></td>
<td><strong>Shasta Cold Water Pool</strong></td>
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<td>Shasta Dam water operations result in elevated water temperatures that have lethal and sublethal effects on egg incubation and juvenile rearing in the upper Sacramento River. Operational cause is lack of sufficient cold water in storage to allow for cold water releases to reduce downstream temperatures at critical times and meet other project demands. The 2009 RPA had a year-round storage and temperature management program for Shasta Reservoir and the Upper Sacramento River.</td>
<td>Proposed action includes actions to build Shasta Reservoir storage in the fall and winter months and manage to a sustainable plan throughout the summer months. Efforts to explicitly build storage primarily include fall and winter refill and redd maintenance actions. Other actions which are likely to result in higher storage from historical include a modification to sharing responsibility under the Central Valley Project/State Water Project Coordinated Operation Agreement, reduced fall outflow and salinity targets in wet years and increased flexibility on summer releases for exports resulting from increased spring exports. The Shasta Cold Water Pool Management Plan addresses temperature goals with commitments to operate to the lowest tier possible, to stay within a tier once selected on May 1st and to coordinate temperature plans through the Sacramento River Temperature Task Group. Tier 3 and Tier 4 actions include intervention measures to reduce risks in drier/lower storage years and will be developed through collaboration with NMFS and others. The proposed action also includes a commitment to biological performance metrics and independent review process to evaluate performance and highlight areas for improvement.</td>
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<td><strong>Clear Creek Flows</strong></td>
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<td>In Clear Creek, recent project operations have led to increased abundance of CV spring-run Chinook salmon, which is an essential population for the short-term and long-term survival of the species. The 2009 RPA ensures that essential flows and temperatures for holding, egg incubation and juvenile survival will be maintained.</td>
<td>Updated flow schedule for Clear Creek including pulse flows and channel mobilization flows with higher base flow of 200 cfs October 1 through May 31, 150 cfs from June to September in all except critical years. Commitment to temperature targets identified in the 2009 RPA and use of flow to meet targets in the late fall with acknowledgement that late summer/early fall temperatures cannot always be met and will be coordinated through the relevant technical group. Commitment to pulse flows and gravel movement to meet the intent of previous 2009 RPA actions.</td>
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<tr>
<td><strong>Red Bluff Diversion Dam</strong></td>
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<td>Red Bluff Diversion Dam on the Sacramento River impedes both upstream migration of adult fish to spawning habitat and downstream migration of juveniles. The 2009 RPA mandates gate openings at critical times in the short term while an alternative pumping plant is built, and by 2012, the opening of the gates all year.</td>
<td>Red Bluff Diversion Dam is no longer operational, and gates remain open year-round.</td>
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<tr>
<th><strong>Juvenile Rearing Habitat</strong></th>
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<td>Both project and non-project effects have led to a significant reduction in necessary juvenile rearing habitat in the Sacramento River Basin and Delta. The project’s flood control operations result in adverse effects through reduced frequency and magnitude of inundation of rearing habitat. The 2009 RPA contains both short-term and long-term actions for improving juvenile rearing habitat in the Lower Sacramento River and northern Delta.</td>
<td>Delta outflow to meet D-1641 requirements; Suisun Marsh Salinity Control Gate operation for up to 60 additional days between June 1 and October 31, depending on year type; increased Delta outflow in wet and above normal year types in certain conditions. Old and Middle River Reverse flows based on species distribution, modeling, and risk analysis with provisions for capturing storm flows. The proposed action includes implementation of the Yolo Bypass Salmonid Habitat Restoration and Fish Passage Project. Between 2017 and 2019, completion of the Wallace Weir Fish Collection Facility, Fremont Weir Adult Fish Passage Project, and Agricultural Crossings have alleviated adult salmon straying and delays. Signature of the Record of Decision in September 2019 and financing of the Yolo Bypass Salmonid Habitat Restoration and Fish Passage Project will provide necessary juvenile salmonid rearing habitat in the Lower Sacramento River and northern Delta as soon as 2021.</td>
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<th><strong>Delta Cross Channel Gates</strong></th>
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<td>Another major effect of water operations is diversion of out-migrating juveniles from the north Delta tributaries into the interior Delta through the open Delta Cross Channel gates. The 2009 RPA mandates additional gate closures to minimize these adverse effects to winter-run, spring-run, and steelhead.</td>
<td>Delta Cross Channel gates operation based on real-time information to close gates to protect fish and operations to avoid exceeding D-1641 water quality standards. Delta Cross Channel gate operations consistent with 2009 RPA except allowing for temporary openings to avoid D-1641 water quality exceedences rather than waiting for an actual exceedance before opening. Proposed action includes a commitment to reduce pumping to minimum health and safety levels before opening for avoiding a water quality exceedance from December 1 to January 31.</td>
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### Old and Middle River Flows

Water pumping causes reverse flows, leading to loss of juveniles migrating out from the Sacramento River system in the interior Delta and more juveniles being exposed to the State and Federal pumps, where they are salvaged at the facilities. The 2009 RPA prescribes Old and Middle River flow levels and pumping restriction in April and May based on water year type and flows at Vernalis to reduce the number of juveniles exposed to the export facilities and prescribes additional measures at the facilities themselves to increase survival of fish.

The proposed action makes a commitment to stay within the Delta pumping-related loss experienced under the 2009 RPA. Old and Middle River Reverse flows will be limited based on timing (no greater than -5,000 cfs Jan-Jun); water quality conditions (short term protections for first flush events); storm event flexibility (can increase beyond -5,000 cfs if there is not a risk to the species); observed annual salvage and loss (specific triggers for loss values similar to those seen under the 2009 RPA); cumulative loss and outcomes from independent review panels.

### Skinner Fish Facility Improvements

Skinner Fish Facility Improvements: DWR would continue implementation of projects to reduce mortality of ESA-listed fish species. These measures that would be implemented include: (a) electro-shocking and relocating predators; (b) controlling aquatic weeds; (c) developing a fishing incentives or reward program for predators; and (d) operational changes when listed species are present.

### San Joaquin River Restoration Program Flows

Juvenile steelhead migrating out from the San Joaquin River Basin have a particularly high rate of loss due to both project and non-project related stressors. The 2009 RPA mandates additional measures to improve survival of San Joaquin steelhead smolts, including both increased San Joaquin River flows and export curtailments. Given the uncertainty of the relationship between flow and exports, the 2009 RPA also prescribes a significant new study of acoustic tagged fish in the San Joaquin Basin to evaluate the effectiveness of the 2009 RPA and refine it over the lifetime of the project.

See Old and Middle River action description above. Salvage and loss threshold for steelhead divided into two time periods to protect San Joaquin steelhead that have a different emigration timing from other CV basin steelhead. The proposed action includes actions reducing project and non-project related effects such as predator hot spots in the South Delta, Stanislaus River outmigration flows, and specific performance objectives for juvenile steelhead loss, which may be modified to reflect updated population status information after four years. The proposed action includes significant new science investigations to develop this population status information for both CVP and non-CVP tributaries in the San Joaquin basin.
**Temperature Management**

On the American River, project-related effects on steelhead are pronounced due to the inability to consistently provide suitable temperatures for various life stages and flow-related effects caused by operations. The 2009 RPA prescribes a flow management standard, a temperature management plan, additional technological fixes to temperature control structures, and, in the long term, a passage at Nimbus and Folsom Dams to restore steelhead to native habitat.

The proposed action is consistent with the approach under the 2009 RPA with a modified flow management standard that targets preserving coldwater pool in the drier years to improve temperature management and reduce the magnitude and frequency of the high temperatures seen under the 2013-2016 drought. A commitment to modify the shutters in drought conditions is also included to improve temperature management.

**Revised Flow Schedule**

On the Stanislaus River, project operations have led to significant degradation of floodplain and rearing habitat for steelhead. Low flows also distort cues associated with out-migration. The 2009 RPA proposes a year-round flow regime necessary to minimize project effects to each life-stage of steelhead, including new spring flows that will support rearing habitat formation and inundation, and will create pulses that cue out-migration.

The proposed action is similar to the approach under the 2009 RPA with a revised flow schedule (Stepped Release Plan) for above normal and wet water year types that decreases minimum flows to target higher storage levels for addressing temperature concerns. Higher storage levels also increase the frequency of flood control releases to address the need for high geomorphic flow releases. The proposed action also changes water year type definitions to focus solely on hydrology rather than hydrology plus storage levels.

**Hatchery and Genetic Management Plan**

Nimbus Fish Hatchery steelhead program contributes to both loss of genetic diversity and mixing of natural origin and hatchery stocks of steelhead, which reduces the viability of natural origin stocks. The Nimbus and Trinity River Hatchery programs for non-listed Fall-run Chinook also contribute to a loss of genetic diversity, and therefore, viability, for Fall-run. The 2009 RPA requires development of Hatchery Genetics Management Plans and genetic studies at Nimbus to improve genetic diversity of both steelhead and fall-run Chinook, an essential prey base of Southern Resident Killer Whale.

The proposed action is consistent with the 2009 RPA by including a commitment to complete a Hatchery and Genetic Management Plan and additional specificity on the goals of the HGMP.
**Controlled OMR Flows**  
Reduce entrainment of pre-spawning adults by controlling OMR flows during period of elevated entrainment risk.

**Controlled OMR Flows**  
The proposed action is consistent with Action 1 of the 2008 RPA by providing for integrated early winter pulse protection which requires reducing exports for 14 consecutive days so that the 14-day averaged OMR index for the period shall not be more negative than -2,000 cfs, in response to “First Flush” conditions in the Delta. In addition, once OMR management begins, Reclamation and DWR will operate to an OMR index no more negative than a 14-day moving average of -5000 cfs, unless a storm event occurs, until that point in which OMR management ends in a season (when temperatures in south Delta become lethal or June 30, whichever is earlier). The Integrated Early Winter Pulse Protection action may occur more frequently than Action 1 in the 2008 RPA, providing equal or greater protection.

The Turbidity Bridge Avoidance action in the proposed action is structured to manage Old and Middle River turbidity in a way that is protective of adults during the spawning period, and is also protective of larvae and juveniles, by reducing the likelihood of spawning in areas that will not contribute to the population. This action provides that OMR will be held at no more negative than -2000 cfs for up to 5 consecutive days to reduce turbidity in Old and Middle rivers, and longer should Reclamation and DWR determine it appropriate. Otherwise, OMR will be operated at no more negative than -5000 cfs. For these reasons, we expect this action will provide equivalent or greater protection than Action 2 in the 2008 RPA.

**Implementing Life Cycle Models**  
Limit entrainment of larval and juvenile delta smelt by reducing net negative flow conditions in the central and south Delta

**Implementing Life Cycle Models**  
Under the proposed action, Reclamation and DWR will operate during this time period at no more negative than -5000 cfs. Additionally, Reclamation and DWR will use results of USFWS-approved life cycle models to determine how a range of OMR values affects larval and juvenile delta smelt entrainment risk. These models will be publicly-vetted and peer reviewed prior to March 15, 2020. The USFWS will work with Reclamation and DWR to determine how best to operationalize the life cycle model results, taking into account consideration of real-time spatial distribution of delta smelt and operational actions described in the proposed action. During the period of larval/juvenile protection, Reclamation and DWR will also be implementing operations consistent with the single-year loss thresholds to protect salmonids described in the proposed action. These protections are expected to provide equivalent or better protection to Action 3 in the 2008 RPA.
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<tr>
<th><strong>Suisun Marsh</strong></th>
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<td>Improve fall habitat conditions for delta smelt by increasing Delta outflow during fall of Wet and Above Normal Years</td>
<td>Under the proposed action, Reclamation and DWR will undertake a series of actions to provide low-salinity habitat in Honker and Grizzly bays and Suisun Marsh in Above Normal and Wet years and increase the frequency of low-salinity habitat in Suisun Marsh in Below Normal years. Additionally, food enhancement actions, described at a programmatic level at this time, may provide better feeding conditions for delta smelt in Suisun Marsh and Cache Slough Complex. In sum, these management intervention actions are anticipated to increase the frequency of years that suitable habitat conditions are available to the delta smelt population.</td>
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<tr>
<th><strong>Delta Smelt Habitat Restoration</strong></th>
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<td>Restore a minimum of 8000 acres of habitat in the Delta and Suisun Marsh</td>
<td>The proposed action includes completion of 8000 acres of habitat restoration for delta smelt, with the goal of providing food web benefits to delta smelt in the North Delta Arc. Momentum has been building and is expected to continue to fulfill this important measure.</td>
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<th><strong>Monitoring and Reporting</strong></th>
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<td>Monitoring and Reporting</td>
<td>The PA includes continued monitoring and reporting.</td>
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DISCUSSION ITEM
November 6, 2019

TO: Board of Directors

FROM: Robert Hunter,
       General Manager

Staff Contact: Karl Seckel
              Harvey De La Torre
              Melissa Baum-Haley

SUBJECT: METROPOLITAN WATER DISTRICT (MET) ITEMS CRITICAL TO ORANGE COUNTY

STAFF RECOMMENDATION
Staff recommends the Board of Directors to review and discuss this information.

DETAILED REPORT
This report provides a brief update on the current status of the following key MET issues that may affect Orange County:

a) MET’s Water Supply Conditions
b) MET’s Finance and Rate Issues
c) Colorado River Issues
d) Bay Delta/State Water Project Issues
e) MET’s Ocean Desalination Policy and Potential Participation in the Doheny and Huntington Beach Ocean (Poseidon) Desalination Projects
f) South Orange County Projects
ISSUE BRIEF # A

SUBJECT: MET’s Water Supply Conditions

RECENT ACTIVITY

With estimated total demands and losses of 1.50 million acre-feet (MAF), along with 947 thousand acre-feet (TAF) of Colorado River water and a 75% SWP Table A Allocation plus an additional 65 TAF of Article 21 supplies, Metropolitan is projecting that supply will exceed demand levels in Calendar Year (CY) 2019. Based on this, estimated total dry-year storage for Metropolitan at the end of CY 2019 is projected to go up to 3.3 MAF.
SUBJECT: MET’s Finance and Rate Issues

RECENT ACTIVITY

Water transactions through August were 117.5 TAF (7%) lower than budget of 1.75 MAF and 8 TAF (0.06%) lower than the 5-year average. This is primarily due to a reduction in untreated water sales. This results in a water revenue that is $105.4 million lower than budget.
SUBJECT: Colorado River Issues

RECENT ACTIVITY

Bard Water District Seasonal Fallowing Program – Tentative Agreement

On September 19, Bard Water District voted to approve a draft term sheet outlining a proposal to extend the pilot Metropolitan-Bard seasonal fallowing program. The proposed program would be in place from 2020-2026, concurrent with the interstate agreement that allows Metropolitan to store water generated from the seasonal fallowing program in Lake Mead. The proposal incorporates lessons learned in the two-year pilot program, making the program more efficient and effective. Metropolitan staff is now working on environmental compliance and drafting an agreement for the program. The draft agreement will be brought for Metropolitan’s Board consideration later this fall.

Minute 323 Implementation - Hydrology Work Group

In September 2019, Metropolitan attended a U.S. only meeting of the Binational Hydrology Work Group (Hydrology Work Group) in Boulder City, Nevada. The Hydrology Work Group is one of several joint groups with U.S. and Mexico that were tasked with implementing certain aspects of Minute 323. The Hydrology Work Group meets approximately twice a year to discuss how to address matters of hydrology in Minute 323. The meeting focused on development of a preliminary draft scope-of-work for the next one-to-two years of their activity, to be discussed with Mexican representatives in Tijuana at a meeting in October 2019. The Hydrology Work Group also discussed the importance of delaying negotiations regarding any controversial binational issues until after the renegotiation of the Interim Guidelines formally begins in 2020 or 2021 within the U.S.

Basin Study – New Pilot Program Authorized

The Bureau of Reclamation’s (USBR) Colorado River Basin Water Supply and Demand Study effort included grant funding for qualifying pilot projects. In September 2019, USBR notified Metropolitan, the Central Arizona Water Conservation District (CAWCD), and the Southern Nevada Water Authority (SNWA) that their joint proposal for matching funds was successful and that USBR will provide $200,000 to investigate methods of quantifying agricultural water conservation in the Lower Colorado River Basin (Lower Basin), focusing on case studies of seasonal fallowing, deficit irrigation, and irrigation equipment conversion (e.g., conversion from flood irrigation to sprinklers). The aim of the proposal is to evaluate existing quantification methods and suggest methodological improvements to better guide investment in Lower Basin agricultural conservation going forward. The project team will consist of Metropolitan, CAWCD, SNWA, USBR Lower Colorado Region, an outside consultant, and a broad stakeholder group.
SUBJECT:  Bay Delta/State Water Project Issues

RECENT ACTIVITY

For information specifically relating to the Delta Conveyance Project (f.k.a. the California WaterFix) please, refer to the associated Board Item – Delta Conveyance Project Activities.

Science Activities

Metropolitan staff continued participating in the Collaborative Science and Adaptive Management Program (CSAMP), including participation on the Collaborative Adaptive Management Team (CAMT). In September, the CSAMP Steering Committee for the Delta Smelt Structured Decision Making (SDM) project developed a goal statement to provide direction on draft decision objectives and performance measures for Delta smelt as the SDM project moves forward. The steering committee also identified participants for the SDM technical workgroup. CAMT provided input to a presentation on the CAMT Delta smelt entrainment studies that are addressing questions concerning which factors affect Delta smelt entrainment and which are the effects of entrainment on the Delta smelt population. This set of studies is scheduled to be completed this fall. On September 18, Metropolitan staff participated in a kick-off meeting for a new science project to develop a relative risk model for water quality contaminants in the Bay-Delta. The objective of the project is to quantify the relative contributions of groups of water quality contaminants to the reduction in native pelagic fish species and changes in macroinvertebrate community structure in the Delta and Suisun Bay. At the meeting, the group discussed sources of water quality data available for the risk analysis, and identified technical expertise and stakeholder participation needed for the project. This is a three-year project, and the first year of the project is jointly funded by Metropolitan and the California Department of Pesticide Regulation.

Delta Flood Emergency Management Plan

On April 24-25, 2019, DWR conducted a two-day full-scale field exercise for levee repair and recovery in the Delta region. The exercise mobilized DWR and U.S. Army Corps of Engineers (USACE) emergency operations centers in Sacramento, and the DWR emergency warehousing and stockpile facility in Stockton. Workshops were held prior to the exercise to define common data sharing. This month, DWR completed an After-Action Report for the exercise. The exercise focused on operational coordination, communication, and assessment in response to potential breaches at two locations in the Delta region. It improved understanding of contractual responsibilities of shore side operations, efficient mobilization of USACE emergency field support and common communication methods through geographic information systems. DWR and UASCE are evaluating whether joint emergency operations agreements and reports will be updated pursuant to findings of the exercise.
ISSUE BRIEF # E

SUBJECT: MET's Ocean Desalination Policy and Potential Participation in the Doheny and Huntington Beach Ocean (Poseidon) Desalination Projects

RECENT ACTIVITY

Doheny Desal
The details of this have been moved to briefing Issue F as it pertains only to South Orange County.

Poseidon Huntington Beach (No new information)
The Santa Ana Regional Water Quality Control Board (SARWQCB) continues to work with Poseidon on renewal of the NPDES Permit for the HB Desalination Project. At the June 14, 2019 SARWQCB meeting, the Regional Board staff provided an information item update on the “Identified Need” for the Poseidon project. In evaluating whether the proposed location is the “best site feasible”, the Ocean Plan directs the Regional Board to evaluate, in part, if the identified need for desalinated water is consistent with applicable water planning documents. In the case of the proposed Poseidon project, the applicable water planning documents are Municipal Water District of Orange County’s (MWDOC) 2015 Urban Water Management Plan (UWMP), the OC Water Reliability Study, OCWD’s Long Term Facilities Plan and other OCWD planning documents. There were a considerable range of views expressed at the meeting. One of the reactions from the SARWQCB was that they did not believe they could permit a project if it was not highly probable that the project would move forward. The alternative position was noted that it is hard to agree ahead of time to move forward with the project if the full extent of terms and conditions are unknown.

The Regional Board schedule for the permit is:

- Draft Permit Will be discussed in a Fall Workshop
- Final Permit Anticipated issuance by the end of the year

Assuming success, Poseidon would then seek its final permits from the California Coastal Commission. The next Regional Board meeting is scheduled for December 6, 2019.
SUBJECT: South Orange County Projects

RECENT ACTIVITY

Doheny Desal Project

In March 2018, South Coast WD (SCWD) was awarded a $10 million grant from the State Department of Water Resources (DWR) for the Doheny Ocean Desalination Project.

In April 2019, U.S. Representative Mike Levin announced that SCWD is set to receive more than $8.3 million in US Bureau of Reclamation (USBR) WaterSMART Desalination Construction Program grant funding for the Project. The grant is subject to pending federal appropriations. Congressman Levin is acting as the lead office on this request in the House.

On June 27, 2019 the SCWD Board certified the Final Environmental Impact Report (FEIR) for the Phase I Local Doheny Ocean Desalination Project, which would produce up to 5 million gallons per day (MGD) of new, drinking water supplies for the area. SCWD subsequently filed its Notice of Determination and is beginning the permitting process with various permitting agencies.

On July 11, 2019 SCWD’s Board adopted a resolution pursuing a second year (round) of the USBR WaterSMART Desalination Construction Program grant funding. SCWD is eligible to receive a cumulative total of $20 million for the Project from USBR. Approximately two to six awards are expected to be made by USBR with up to $12 million available in this round. The recipient must provide at least 75% of the total project costs. Reclamation has recently indicated that an initial $8.3M is still with Congress and will be part of a Federal budget approval.

SCWD has been working on Assembly Bill 1752 to allow SCWD to proceed with a Design-Build-Operate (DBO) Contract while maintaining access to State funding for the Project (both DWR grant money and State Revolving Fund loans). SCWD efforts have been successful and AB 1752 was signed into law on October 3, 2019.

On October 23, 2019 the US EPA invited SCWD to submit a loan application for a Water Infrastructure Finance and Innovation Act (WIFIA) low interest loan in the amount of $60 million for the Doheny Ocean Desalination Project.

Next Steps:

1. Project Delivery – SCWD has begun working with Hawkins Delafield and Wood, and GHD on development of several documents for a DBO contract including; Request for Statement of Qualifications (SOQ) for potential bidders, contract documents, and a RFP package.

2. Peer Review Cost Estimate – Rich Svindland, of California American Water (CalAm), who helped develop the 6.4 MGD Monterey Ocean Desal Project using slant well technology, has completed a peer review cost estimate for the Doheny Ocean Desal
Project. A workshop is scheduled for October 30, 2019 to present the assumptions, costs, and lessons learned from CalAm’s experiences. We will provide an update to the Board on the new information after the workshop.

3. Slant Well Risk Evaluation – A workshop has also been scheduled on the risks of slant well technology on November 14, 2019 at 6:00pm. We will provide an update to the Board on new information after the workshop.

4. High Level Schedule
   a. Environmental permitting               Summer 2020
   b. DBOM Contract Develop/Award           Fall 2020
   c. Funding                                Fall 2020
   d. Final Design                            Dec. 2020
   e. Construction                           Late 2022

**SMWD Trampas Canyon Recycled Water Reservoir**

Trampas Canyon Reservoir and Dam (Trampas Reservoir) is a seasonal recycled water storage reservoir, with a total capacity of 5,000 AF, of which 2,500 AF is available to meet Santa Margarita Water District’s projected base recycled water demands, and 2,500 AF to meet future water supply needs. When completed, the Trampas Reservoir will allow SMWD to store recycled water in the winter and draw on that water during the peak summer months.

The construction of the Trampas Canyon Recycled Water Seasonal Storage Reservoir consists of three main components:

1. Trampas Canyon Dam (Dam)
2. Conveyance facilities to transport recycled water into and out of the Reservoir (Pipelines)
3. Trampas Canyon Pump Station (Pump Station)

The construction of the facilities is being completed in three phases:

1. Preconstruction/Site Preparation for the Dam and Pump Station Construction
   a. Project Status - Complete
2. Dam and Pipelines
   a. Project Status - The Construction Contract was awarded in December 2017 and is approximately 62% complete.
3. Pump Station
   a. Project Status - The 100% design of the pump station facility was completed in September and the bidding process with contractors has begun. Contract award is anticipated November 22, 2019. Substantial completion of the pump
station construction is expected to be in July 2020, about 1 month ahead of the Reservoir and Dam completion.

**San Juan Watershed Project**

Santa Margarita Water District continues to focus on diversifying its water supply portfolio for south Orange County residents, businesses, schools, and visitors. On June 21, 2019, the San Juan Watershed Environmental Impact Report (EIR) was approved and two Memorandums of Understanding for ocean desalination projects.

The San Juan Watershed Project is planned in three-phases and has the potential to develop an additional 4,010 to 8,240 acre-feet per year in addition to making better use of other local supplies from the San Juan Groundwater Basin. At this time, funding is only being developed for the Phase 1 project. With the release of its EIR, the project may break ground in late 2020.

At the same meeting, SMWD also approved two non-binding Memorandums of Understanding (MOU) for ocean water desalination. One is with Orange County Water District related to Poseidon Water in Huntington Beach; the other is with Oceanaus Power and Water at Camp Pendleton. The District is also following the progress of the Doheny Desalination project led by South Coast Water District. At this time, SMWD is seeking about 1,000 AF per year from ocean desalination sources.

Karl and Charles met with Santa Margarita WD on October 23, 2019 to discuss the San Juan Watershed project. Some aspects of the project are changing and SMWD has been invited to present modifications to the project at a workshop on regional planning & local water supply integration on November 6th. The workshop will focus on extension/extension of the existing South Orange County Emergency Service Program, additional options for emergency water for South OC, and the implications of integrating new local water supply sources into the regional distribution system. We will provide an update to the Board on new information after the workshop.

**South Orange County Emergency Service Program**

MWDOC, IRWD, and Dudek have completed the initial draft study to determine if the existing IRWD South Orange County Interconnection capacity for providing emergency water to South Orange County can be expanded and/or extended beyond its current time horizon of 2030.

Based on the SOC meeting held on April 11, 2019, a spin-off meeting was held with MWDOC, Dudek and operations staff from MNWD and South Coast WD. The purpose was to involve the operators to determine the flexibility of the SOC agencies to deal with variable flows coming from IRWD as outlined in the study. The flows from IRWD to SOC are dependent on the internal demands within IRWD and so will vary from hour to hour and day to day. The discussions indicated that the SOC agencies have considerable flexibility to deal with this situation. The operations group further discussed the sharing of SCADA data among the agencies to have actual flow signals as to what is going on. The operations group also discussed how the system would be operated if the SCADA systems were out.
Finally, the operations group had several alternatives they thought should be researched by Dudek and MWDOC. Follow-up on these options have been pursued.

The above mentioned workshop meeting with all SOC agencies is scheduled for November 6th to continue the discussions on cost-sharing facilities and operations that will ultimately involve negotiations directly between SOC Agencies and IRWD. These discussions could also involve discussions and negotiations between SOC and other groundwater producers as well. Information being developed by OCWD and MNWD will be important to the process as well.

**Strand Ranch Project** (No New Information)

Staff from MWDOC and IRWD met to discuss how to capture the benefits that can be provided by the development of “extraordinary supplies” from the Strand Ranch Project. The meeting was beneficial in understanding each other’s positions relative to emergency use and drought protection. Additional work is required based on the exchange of information and another meeting will be set.

**Other Information on South County Projects**

If any agencies would like to have updates included herein on any projects within your service area, please email the updates to Karl Seckel at kseckel@mwdoc.com.
COMMITTEE ASSIGNMENTS

Director McCoy was appointed to the Organization, Personnel and Technology Committee and the Special Committee on Bay-Delta. Director Quinn was appointed to the Communications and Legislation Committee and the Finance and Insurance Committee. Director Gharpitian was appointed to the Legal and Claims Committee and the Real Property and Asset Management Committee. (Agenda Item 5C)

ENGINEERING AND OPERATIONS COMMITTEE

Authorize on call agreements with Arcadis U.S., Inc., HDR Inc., and Tetra Tech Inc., in amounts not to exceed $1 million per year each, for a maximum of five years, for engineering services to support board authorized Capital Investment Plan projects. (WITHDRAWN - Agenda Item 8-1)

Authorized an increase of $700,000 to an agreement with IBI Group, for a new not-to-exceed total of $2,445,000. (Agenda Item 8-2)

WATER PLANNING AND STEWARDSHIP COMMITTEE

Authorized 50 percent of the dues for AWE and CalWEP members within Metropolitan’s service area, subject to a $325,000 annual cap. (Agenda Item 8-3)

Reviewed and considered information provided in the adopted EIR/EAs and the Addendum, adopted the Lead Agency’s findings and MMRP related to the proposed action, and authorized the General Manager to enter into a Local Resources Program agreement with the Calleguas Municipal Water District and the City of Camarillo for the North Pleasant Valley Desalter Project for up to 3,800 AFY of recovered groundwater under the terms included in the letter. (Agenda Item 8-6)

COMMUNICATIONS AND LEGISLATION COMMITTEE

Deferred action on this board item for one month and have staff continue working on the proposal, including any consultation with CMUA. (Agenda Item 8-4)

Authorized the General Manager to seek legislation to amend the Surface Mining and Reclamation Act to provide Metropolitan with lead agency status for its activities. (Agenda Item 8-5)
CONSENT CALENDAR

In other actions, the Board:

Awarded $594,480 contract to Kaveh Engineering & Construction, Inc. for rehabilitation of Service Connection A-06 on the East Orange County Feeder No. 2. (Agenda Item 7-1)

Reviewed and considered Lead Agency’s adopted Mitigated Negative Declaration and took related CEQA actions, and adopted resolution for the 52nd Fringe Area Annexation concurrently to Western Municipal Water District and Metropolitan. (Agenda Item 7-2)

OTHER MATTERS

Adopted motion to adjourn the November Board Meeting to November 5, 2019, due to Holiday (Committees to meet on November 4 and 5, 2019). (Agenda Item 5E)

Presented 5-year Service Pin to Director Larry McKenney. (Agenda Item 5F)

Inducted of new Director Vartan Gharpetian from the City of Glendale. (Agenda Item 5G)

Inducted of new Director Tracy Quinn from the City of Los Angeles. (Agenda Item 5H)

THIS INFORMATION SHOULD NOT BE CONSIDERED THE OFFICIAL MINUTES OF THE MEETING.

Board letters related to the items in this summary are generally posted in the Board Letter Archive approximately one week after the board meeting. In order to view them and their attachments, please copy and paste the following into your browser: http://mwdh2o.com/WhoWeAre/Board/Board-Meeting/Pages/search.aspx

All current month materials, before they are moved to the Board Letter Archive, are available on the public website here: http://mwdh2o.com/WhoWeAre/archived-board-meetings
Adjourned Board Meeting
November 5, 2019
12:00 p.m. – Boardroom

1. Call to Order
   (a) Invocation: Ron Dominguez, Sr IT Infrastructure Administrator, Information Technology Group
   (b) Pledge of Allegiance: Director Gloria Cordero

2. Roll Call

3. Determination of a Quorum

4. Opportunity for members of the public to address the Board on matters within the Board’s jurisdiction. (As required by Government Code Section 54954.3(a))
   a. Phillip A. Washington, CEO, Los Angeles Metro

5. OTHER MATTERS
   A. Approval of the Minutes of the Meeting for October 8, 2019
      (A copy has been mailed to each Director)
      Any additions, corrections, or omissions
   B. Report on Directors’ events attended at Metropolitan expense for month of October 2019
   C. Approve committee assignments
   D. Chairwoman's Monthly Activity Report
6. DEPARTMENT HEADS' REPORTS

A. General Manager's summary of activities for the month of October 2019

B. General Counsel's summary of activities for the month of October 2019

C. General Auditor's summary of activities for the month of October 2019

D. Ethics Officer's summary of activities for the month of October 2019

7. CONSENT CALENDAR ITEMS — ACTION

7-1 Authorize design activities to reline a portion of the Lake Perris Bypass Pipeline; the General Manager has determined that the proposed action is exempt or otherwise not subject to CEQA. (E&O)

7-2 Award $476,000 equipment procurement contract to Royal Industrial Solutions for upgrade of the ozone control system at the Robert A. Skinner Water Treatment Plant, and authorize an agreement with Suez Treatment Solutions, Inc., in an amount not to exceed $320,000 for specialized technical support during the upgrade; the General Manager has determined that the proposed actions are exempt or otherwise not subject to CEQA. (E&O)

7-3 Authorize refurbishment of the sleeve valves at the Hiram W. Wadsworth Pumping Plant; the General Manager has determined that the proposed action is exempt or otherwise not subject to CEQA. (E&O)

Revised subject 7-4 Authorize entering into the granting of a ten-year license with T-Mobile West, LLC, for an existing telecommunications services site on Metropolitan’s fee-owned property in the city of Anaheim; the General Manager has determined that the proposed action is exempt or otherwise not subject to CEQA. (RP&AM)
7-5 Adopt CEQA determination that the proposed action was previously addressed in the certified 2016 Program Environmental Impact Report and authorize the General Manager to acquire a temporary easement over a portion of the property at 475 S. State College Blvd in Brea (Assessor's Parcel No. 284-181-50) for the Orange County Right-of-Way Infrastructure Protection Program. (RP&AM)

7-6 Adopt resolution to support Metropolitan's $750,000 WaterSMART: Water Reclamation and Reuse Research grant application and authorize General Manager to accept funding and enter into contract if awarded; the General Manager has determined that the proposed action is exempt or otherwise not subject to CEQA. (WP&S)

END OF CONSENT CALENDAR

8. OTHER BOARD ITEMS — ACTION

8-1 Approve closing the Water Desalination Trust Fund and transfer balance to unrestricted reserves; the General Manager has determined that the proposed action is exempt or otherwise not subject to CEQA. (F&I)

8-2 Authorize the General Manager to co-sponsor legislation to create a program at the California Environmental Protection Agency to identify and evaluate drinking water quality constituents of emerging concern; the General Manager has determined that the proposed action is exempt or otherwise not subject to CEQA. (C&L)

8-3 Authorize $7.5 million for a Stormwater for Recharge Pilot Program for developing and monitoring of stormwater for recharge projects; the General Manager has determined that this action is exempt or otherwise not subject to CEQA. (WP&S)
8-4  Review and consider the City of Oceanside’s approved Final Mitigated Negative Declaration and Addendum and Olivenhain Municipal Water District's certified Final Program Environmental Impact Report, and take related CEQA actions; authorize the General Manager to enter into a Local Resources Program Agreement with the City of Oceanside and San Diego County Water Authority for the Oceanside Pure Water and Recycled Water Expansion Phase I Project. (WP&S)

9. BOARD INFORMATION ITEMS

9-1  Update on Conservation Program

10. FOLLOW-UP ITEMS

11. FUTURE AGENDA ITEMS

12. ADJOURNMENT

NOTE: Each agenda item with a committee designation will be considered and a recommendation may be made by one or more committees prior to consideration and final action by the full Board of Directors. The committee designation appears in parentheses at the end of the description of the agenda item e.g., (E&O, F&I). Committee agendas may be obtained from the Board Executive Secretary.

Writings relating to open session agenda items distributed to Directors less than 72 hours prior to a regular meeting are available for public inspection at Metropolitan's Headquarters Building and on Metropolitan's Web site http://www.mwdh2o.com.

Requests for a disability related modification or accommodation, including auxiliary aids or services, in order to attend or participate in a meeting should be made to the Board Executive Secretary in advance of the meeting to ensure availability of the requested service or accommodation.