

# Long-Term Water Transfer Agreement with the Westside Districts

June 17, 2026

# Strategic Plan

## GOAL B

Reliable Water Supply  
and Infrastructure

Provide customers  
with reliable water  
supply and  
infrastructure.

**# 5**

Develop a diversified water supply plan and implement supported projects and programs

# Agenda

- Water Supply
- Westside Districts
- Proposed Term Sheet
- Transfer Benefits
- Recommendation

# Water Supply – Key Numbers

- Annual Water Demand
  - Currently - 40,000 AF
  - 2045 Estimated – 51,000 AF
- 40% SWP allocation typically meets current demands
  - Average Lake Del Valle yield – 6,200 AF

SWP Allocation Percentage	Volume to Zone 7 (AF)
40%	32,248
60%	48,371
100%	80,619

# Options When Supplies Exceed Demand



**Local Artificial Recharge** (Max 13,000 AFY)



**Carryover Water in San Luis Reservoir** (Spill Risk)



**Bank Water** (Current Storage 106,400 AF)



**Transfer Water** (2023 and 2025)

# Long-Term Transfer

## Benefits

- Expands water management options
- Hedge for surplus water
- More efficient structure than spot market
- Provides an agreement incorporating both certainty and flexibility
- Multi-year planning horizon

## Risks

- Firm commitment of water supplies above a 60% allocation
- Fixed pricing may be less than future spot market pricing
- Flexible portions of long-term transfer may not materialize
- Non-binding term sheet

# Westside Districts

- Belridge Water Storage District
- Berrenda Mesa Water District
- Lost Hills Water District
- Wheeler Ridge- Maricopa Water Storage District
- Dudley Ridge Water District



# Proposed Term Sheet

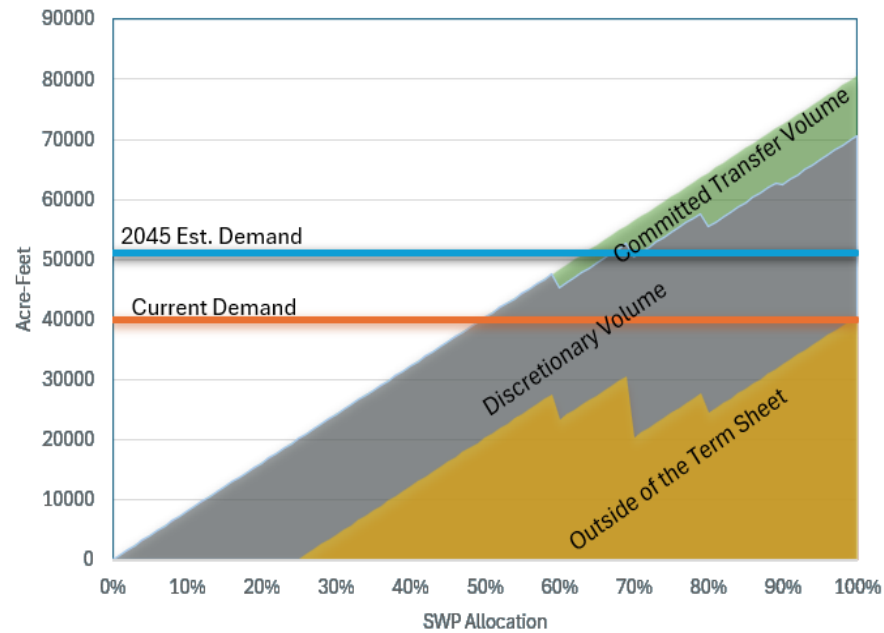
- 10 Year Agreement
- Provides a hedge for surplus water conditions
- Zone 7 transfers water to Westside ( $\geq 60\%$ )
  - \$169 - \$320/ AF
- Negotiated rates and volumes ( $< 60\%$ )
- Zone 7 can transfer at least 4,500 AF (Sept-Feb)
  - \$52-\$258/ AF

# Key Terms

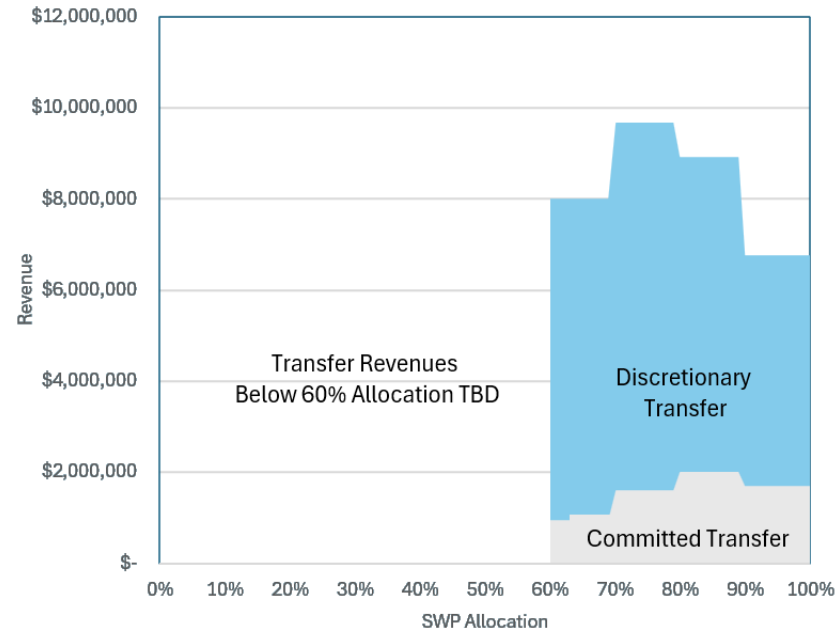
- Pricing renegotiated at Year 5
- Volumes can be revised through Year 6
- Westside is not obligated to take water when:
  - Kern River runoff is expected to exceed 640,000 AF
  - San Luis Reservoir(SWP) is >875,000 AF (Late Water)
  - Force Majeure
- Zone 7 provides volume available by June 22
  - Westside has 10 days to elect to purchase
- Environmental review costs split 50/50
- Approximate 3% escalator per year on pricing

# Transfer Benefits

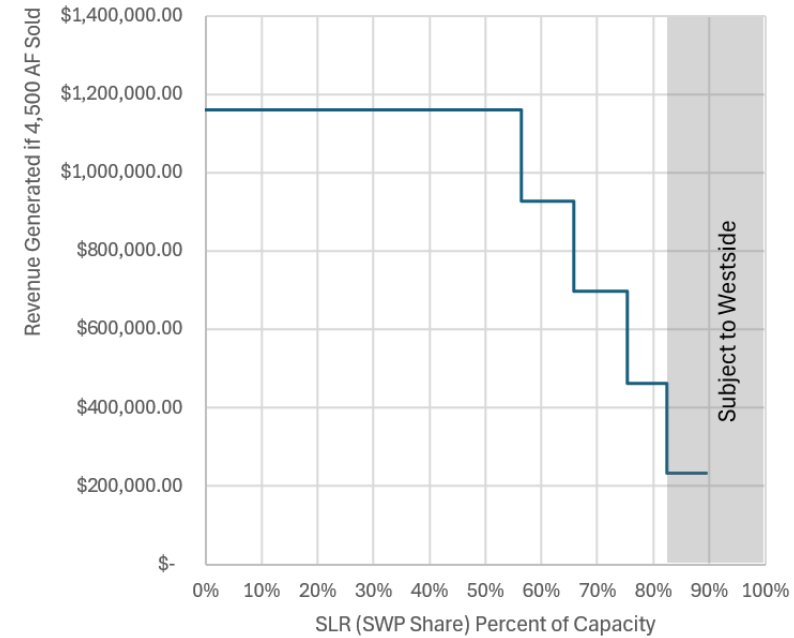
Transfer Volumes - Figure 1



Potential Revenues - Figure 2



Late Water Potential Revenues - Figure 3



# Recommendation

- Authorize the General Manager to:
  - Negotiate, execute, and amend an agreement with the Westside Districts consistent with the Term Sheet
  - Undertake other associated agreements
  - Ensure regulatory compliance (CEQA, etc.)
  - Other tasks necessary to effectuate the transfer



**WATER  
AGENCY**

**Questions?**

