



DERWA

JPA AGREEMENT REVISIONS UPDATE

September 27, 2021



AGENDA

- 1** Key agreement issues

- 2** Proposed revised framework
 - Pause period
 - Evaluation period
 - Side agreement

- 3** Moving forward

Key Agreement Issues

- Supply
- Capacity Rights
- Reconciliation
- Value Of Secondary Effluent
- Pleasanton

Proposed Framework

- Pause Period
- Evaluation During Pause Period
- Side Agreement

Pause Period

- 3-5 Year Pause
 - Demands Anticipated To Remain Flat
 - Operational Experience With CCCSD Flow Diversion
- Negotiation Restart In Year 3-4
 - Final Revisions Completed By End Of Pause

Evaluation During Pause Period

- Monitor Regulations (WW Discharge/Nutrients)
- Monitor Key Supply Efforts And Decisions
- Explore Demand Management Strategies
- Review WW Flow Trends
- Track CCCSD's Water Recycling Initiatives

Side Agreement During Pause Period

- Connection Moratorium
- Demand Management
- Recycled Water Shortages
- No Changes In Cost Allocations
- No Charge For Secondary Effluent
- Define Roles/Responsibilities For Pursuing Supply
- No Change In JPA Structure

Side Agreement During Pause Period - Continued

- Principles And Concepts For Future Negotiations
 - Reconciliation Of Capital Cost Contributions, which includes consideration of the value of secondary effluent
 - Potential Modification Of Supply Rights
- Roles & Responsibilities
- Administrative Elements

Moving Forward

2021-22

Prepare
Side
Agreement

2022-2024

Evaluate regulations,
supply options, demand
management strategies

2024 -2025

Restart
Negotiations