CALFED Water Transfer Program

Presented at SWRCB Water Transfer Workshop May 4, 2000

Purpose:

- Focus on the structure/operation of the existing water market
- Propose several actions to address current impediments

increase conveyance availability
lower transaction costs
increase information sharing

• NO SPECIFIC TRANSACTIONS!

Increase Conveyance Availability

- Establish clear policies and protocols for the use of available conveyance/storage capacity.
 - May include dedicating a portion of increased Delta pumping capacity to the first right of refusal for water transfers involving non-project water.
- Improve pumping and conveyance capacity forecasts and disclose through the On Tap web site, updated periodically.

Lower Transaction Costs

- Establish regional trading zones that allow intraregional transfers that meet pre-defined criteria to be approved with reduced application requirements and regulatory review time.
- Modify review and approval procedures for all transfer types to allow for potential selling parties to pre-certify or clearly understand the rules related to certain out-of-region water transfers.
- Define "carriage water " assessment parameters to allow full understanding by proponents of risks and responsibilities for transferring water across the Delta.

Lower Transaction Costs (cont.)

- Streamline environmental compliance requirements for particular types of "limited-term" intra-region transfers.
- Develop strategies and other tools that will reduce the burden on long-term transfers proponent to satisfy potential CEQA/NEPA mitigation requirements (environmental and socioeconomic).

Increase Information Sharing

Develop "On Tap" water transfer web site:

- water transfer application procedures
- > public databases for historic and pending water transfers
- > an online public forum
- On web site, publicly notice transfers pending approval by DWR, USBR, or SWRCB when formal review is initiated.
- To the extent permitted, require proponents to provide additional assessment for potential local:
 - > groundwater impacts
 - > cumulative impacts
 - third-party socioeconomic impacts

Processes being used

• Inter-agency activities

- work group meetings (TAG)
- small work groups (rep's from DWR, USBR, SWRCB)

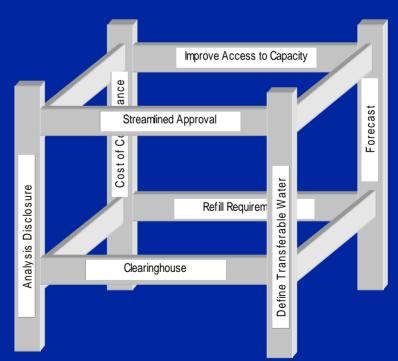
Consultant roles

- web site
- program management
- stakeholder/agency facilitation
- Stakeholder interaction
 - Transfer Issue Resolution Group
 - Review committee for On Tap
 - Bay-Delta Modeling Forum
 - Issue specific interaction as needed

Actions are Integrated

 Each action is unique but fits into the bigger framework that governs the water market.

CALFED needs to ensure all aspects move forward together.



ON TAP CALIFORNIA WATER MARKET INFORMATION

