



WEST BASIN MUNICIPAL WATER DISTRICT
17140 S. Avalon Blvd., Suite 210
Carson, CA 90746

AGENDA NO. 11

JULY 17, 2008 – Water Resource
Smith (Chair), Little
JULY 28, 2008 – Board Meeting
Prepared by: Joe Walters
Submitted by: Paul Shoenberger
Approved by: Rich Nagel

ACTION CALENDAR

STUDY TO EXPAND RECYCLED WATER TO BP

SUMMARY:

bp (formerly Arco) has been a West Basin recycled water customer since January 2000, using between 2,900 - 3,700 acre-feet per year (AFY). bp wishes to expand its use of recycled water significantly in the next few years which may include reduction in ground water pumping.

West Basin and bp have agreed to proceed with the pre-engineering study of the potential project including establishing the requirements to facilitate this expansion of service (Exhibit "A"). Within the agreement is an estimate of the cost of the study development (\$385,200) and a commitment from bp to reimburse West Basin if the project is terminated.

The Water Replenishment District (WRD) has proposed a partnership with West Basin to share the up-front cost of the pre-engineering study, pending the decision by bp on whether to proceed with construction.

STRATEGIC BUSINESS PLAN IMPLEMENTATION:

Goal 1, Reliability – Maintain a level of local water reliability that supports the regional economy, our community and customer agency needs.

COMMITMENT STATEMENT:

Water Reliability – West Basin is committed to innovative planning and investments to provide water supply reliability and drought protection.

FISCAL IMPACTS:

Funds for this project are included in the Fiscal Year 2008-09 Operations Budget.

ENVIRONMENTAL COMPLIANCE:

Not applicable.

COMMITTEE STATUS:

This item was reviewed by the Water Resources Committee on July 17, 2008 and recommended for approval at the July 28, 2008 Board meeting.

RECOMMENDED MOTION:

That the Board authorizes the General Manager to:

- 1) Execute an agreement with bp to study the expansion of recycled water to the refinery.

- 2) Execute the Memorandum of Understanding (MOU) with WRD to equally share the cost of the study to expand the use of recycled water to the refinery

LIST OF EXHIBITS:

Exhibit "A" – Agreement with bp

Exhibit "B" – MOU with WRD