Roadmap to Implementation
35 KAF in 2022

RPAG Meeting #5
August 28, 2018
The proposal

• Idea: Focus on planning for the first possible year of M&I recovery
  • Modeling shows 35 KAF in 2022

• Let subcontractors tell us what they need and expect—stakeholder driven planning
  • Asking users to: look internally, focus on yourself, reach out to friends who could help, tell us how you expect and need recovery to work for you
  • Consideration: there is more than one way to address recovery in 2022 but choosing a likely path, for now, will help with planning

• Benefits: a real world exercise forces us to focus on the thorny issues that must be addressed
Potential roadmap

• **Step 1:** survey subcontractors’ needs for 2022 based on ground rules set by ADWR/AWBA/CAWCD
  Allows us to build a realistic implementation plan

• **Step 2:** build example implantation plans for 2022
  Spotlights hurdles that must be crossed

• **Step 3:** address legal, financial, and operational hurdles
  Gives us a template for policy decisions

Graphic credit: todo.vu @ https://todo.vu/roadmap/
**Recovery 2022 Exercise:** Please complete one template for each subcontract. This exercise considers a 7% cut to the M&I priority pool. At that point, all lower priority supplies will have been cut and Indian priority supplies will also be experiencing cuts.

<table>
<thead>
<tr>
<th>Subcontractor Name: ________________________</th>
<th>Projected normal M&amp;I order in <strong>2022</strong> (AF): _____</th>
</tr>
</thead>
<tbody>
<tr>
<td>AMA: ___________</td>
<td>Delivery to WTP (AF): _____; Direct, non-potable (AF): _____</td>
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<tr>
<td>Subcontract Entitlement (AF): ___________</td>
<td>Delivery to USF (AF): _____; Delivery to GSF (AF): _____</td>
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<td>M&amp;I cut: 2022 M&amp;I order x 7% (AF): _____</td>
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**What actions will you take to address the 7% cut to your M&I order specifically?**

**What entities are you relying on for help, if any, and how are they helping you?**

**What entities might be effected by your actions?**

**What issues with your approach (operational, legal, or financial) can you identify today that will need further regulatory analysis for potential change?**

<table>
<thead>
<tr>
<th>Year Modeled</th>
<th>Est. AWBA Firming Obligation (AF)</th>
<th>Est. M&amp;I Pool Orders (AF)</th>
<th>Est. M&amp;I Pool Cut (%)</th>
</tr>
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<tbody>
<tr>
<td>2022</td>
<td>35,181</td>
<td>546,300</td>
<td>6.4</td>
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Questions for the RPAG

• What questions do you have about the roadmap proposal including the survey exercise?

• What works for you? What concerns you?

• What ways could the survey exercise be improved?

• Assuming we move forward with the exercise, what ground rules should the three agencies consider?

• Given what we understand, do we want to move forward with this proposal?