



Meeting: **Reservoir Committee & Authority Board**
Agenda Item 2.2

June 26, 2026

Subject: **Reassignments of Capacity to achieve Reclamation's 16%**

Requested Action:

Reservoir Committee and Authority Board consider approval of storage capacity reassignments as follows: Colusa County, Glenn Colusa Irrigation District, Reclamation District 108, and various Zone 3 Agencies voluntarily reassigning 98,274 acre feet of storage allocation to Reclamation to be consummated upon the execution of the Partnership Agreement and Benefits & Obligations (B&O) Contracts.

Staff recommends a voting threshold for approval of 75% for Participants (i.e., Project Agreement (PA) members) and 75% for the Authority Board.

Detailed Description/Background:

In December 2025, the Board approved the reassignment of capacity from Wheeler Ridge to Valley Water. This transaction has now been fully consummated with 100% sign-off by all Project Agreement Members.

As previously discussed with the Board, there are now Project Agreement Members within the Sacramento Valley who have come forward to reassign a portion of their Capacity Interest to Reclamation so that the Partnership Agreement can be finalized with Reclamation receiving a 16% Capacity Interest in the Project. Today's proposed action would formalize the Board's authorization of such a reassignment. The parties are not entering a separate agreement with Reclamation at this time and Staff proposes that the formal transaction be consummated upon the signing of the Partnership Agreements and the B&O Contracts. Whether a separate agreement is reached or not, should not affect the reassignment by the Board and taking this action now would allow the reassignments to be reflected in the upcoming Program Baseline Report and the Resolution to Offer Capacity.

Please refer to the attached updated Table 1 from the Project Agreement describing the details of the proposed reassignments covered under the requested action.

It should be noted that these reassignments affect Capacity Interest in Downstream Facilities in the following way. None of the Project Agreement Members involved in the reassignment previously were shown as being holders of Downstream Facility Capacity Interest. All of Reclamation's participation needs to include Downstream Facility

Capacity Interest so the increase from 9% to 16% is shown in Table 1 in both Base Facilities and Downstream Facilities. The effect this has on other Downstream Facilities holders is a proportional reduction in Downstream Facilities Capacity Interest. Staff raises this as a potential point of interest but does not believe this to be an impediment to approving the reassignment because reallocating Downstream Facilities does not constitute a violation of the Project Agreement. It would be a potential issue if this type of change were to occur after the B&O Contract's are signed. Capacity Interest in Downstream Facilities does not become a contractual entitlement until after the signing of the B&O Contract.

Staff requests that Participants come forward prior to the adoption of the Resolution to Offer Capacity (anticipated in July 2026) to identify any proposed changes to participation levels (up or down) in Table 1 that agency staff plan to recommend to their home board. This will allow for any final capacity reassignments within the Project Agreement framework to occur prior to the activation of the waiting list.

Prior Action:

December 2025 – Approved of storage capacity reassignments as follows: Wheeler Ridge-Maricopa Water Storage Replenishment District voluntarily reassigning 6,234 acre feet of storage allocation to Santa Clara Valley Water District.

September 2025 - Reviewed and commented on process and timing for the assignment of capacity among existing Participants.

March 2025 - Reviewed and discussed the prioritization and expected timeline for activating waitlist participation.

May 2023 - Approved “preliminary” Final Allocations of Available Storage, and proportionate shares of diverted water for Storage Partners and initiated the transition from yield-based to Storage-based participation, which is to be reflected in the Benefits and Obligations Contracts.

Fiscal Impact/Funding Source:

There are no fiscal impacts from this action.

Staff Contact:

Jerry Brown

Attachments:

Attachment A - Updated Table 1. Proposed Allocation of Sites Reservoir Available Base Storage and Downstream Allocations

Table 1. Proposed Allocation of Sites Reservoir Available Base Storage and Downstream Allocations

Entity	Base Allocations			
	Storage Capacity Interest (af)	Base Facilities Capacity Interest (%)	Base Facilities Holders with Downstream Capacity Interest	Downstream Facilities Capacity Interest (%)
Antelope Valley-East Kern Water Agency	3,117	0.221%	0.221%	0.264%
City of American Canyon	24,936	1.77%	1.77%	2.11%
Coachella Valley Water District	62,340	4.42%	4.42%	5.27%
Colusa County	18,702	1.33%		0%
Colusa CoWD	57,702	4.09%		0%
Cortina Water District	2,805	0.199%		0%
Davis Water District	12,468	0.884%		0%
Desert Water Agency	40,521	2.87%	2.87%	3.43%
Dunnigan Water District	18,527	1.31%		0%
GCID	6,234	0.442%		0%
Irvine Ranch Water District	6,234	0.442%	0.442%	0.527%
LaGrande Water District	6,234	0.442%		0%
Metropolitan Water District of Southern CA	311,700	22.1%	22.1%	26.4%
RD108	6,234	0.442%		0%
Rosedale-Rio Bravo Valley Municipal	3,117	0.221%	0.221%	0.264%
San Bernadino Valley Muni Water District	133,408	9.46%	9.46%	11.3%
San Gorgonio Pass Water Agency	87,276	6.19%	6.19%	7.38%
Santa Clara Valley Water District	9,351	0.663%	0.663%	0.791%
Santa Clarita Valley Water Agency	31,170	2.21%	2.21%	2.64%
Westside Water District	23,204	1.65%		0%
Wheeler Ridge-Maricopa Water Storage	12,780	0.906%	0.906%	1.08%
Zone 7 Water Agency	62,340	4.42%	4.42%	5.27%
Total	940,400	66.7%	55.9%	66.7%
State	244,000	17.3%	17.3%	17.3%
Federal	225,600	16.00%	16.0%	16.0%
Total	469,600	33.3%	33.3%	33.3%
Grand Total	1,410,000	100%	89%	100%

Dead Pool = 60,000

Description of NS Redux to Get Recl to 16%

1. GCID reduced from 31,170af
2. RD108 reduced from 24,936af
3. Colusa County reduced from 62,340af
4. Zone 3 reduced from 94,931af as follow:
 Westside WD reduced from 33,508af

(Zone 3 reallocation shown for illustrative purposes only. Zone 3 will determine affected agencies and amounts for each at time of B&O signing.)

5. Reclamation increased from 128,020af