On-site Retrofit Pilot Program

March 25, 2014
Program Purpose

- Provide Incentives to convert potable water systems to recycled water
- Expedite increased recycled water use
  - Help meet IRP goals
  - Help meet 20x2020 goal
- Help respond to Governor’s request to increase water savings
- Study the impact of conversion costs to recycled water project development
Program Description

- Three year pilot program
  - Starts July 1, 2014
- Up to $3 Million
- Incentive of up to $195/AF for two years of estimated water use
  - Water use estimate based on prior potable use
  - Not to exceed actual on-site retrofit costs
  - Paid upon connection to recycled water system
- Open to irrigation, commercial, or industrial
- Administer through the regional conservation vendor
  - On-line Reservation system: First come first served basis
Program Requirements

- Must offset a demand on Metropolitan’s potable water system
- All permitting must be complete at the time of application
- Recycled water pipeline must be available at the project site for connection
- Accept program’s terms and conditions
- Sites under construction are ineligible
## Program Milestones

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<th>Milestone</th>
<th>Requirements</th>
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| **On-line Reservation (Application)**    | • Reservation not automatic  
|                                          | • Confirmation email will be sent once information is verified and criteria are met |
| **Start of Construction**                | • Date must be entered on-line  
|                                          | • Must be within one month after reservation confirmation is received        |
| **Start of Operation**                   | • Date must be entered on-line  
|                                          | • Must be within four months after reservation confirmation is received       |
| **Final cost information and invoices**  | • Must be uploaded within one month of start of operation  
|                                          | • Only eligible costs must be submitted                                     |
| **Payment**                              | • Once invoices are reviewed and verified  
|                                          | • Payment will be made to property owner or its designee if approved by Metropolitan |
Reservation Confirmation
• Confirmation email will indicate the date the clock starts

Start of Construction
• Update start date on-line

Start of Operation
• Update start date on-line
Incentive Calculation

Dedicated Meter Site

Example:
Eligible project site uses 100 AFY of potable water
2 year x $195/AF x 100 AF/year = $39,000*

Mixed-use Meter Site

Example:
Eligible project site’s irrigated area is 10 Acres, Los Angeles County
2 year x Irrigated Area x ET x $195/AF
2 x 10 Acres x 3.9 ft/year x $195/AF = $15,210*

*or total eligible costs, whichever is less
Owner may designate the incentive payment to be provided to an alternate agency as long as it is indicated at the time of reservation.

Reservation may be withdrawn if any deadline is missed. Project may re-apply pending availability of funds.

One site per reservation.
Contact Information

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