



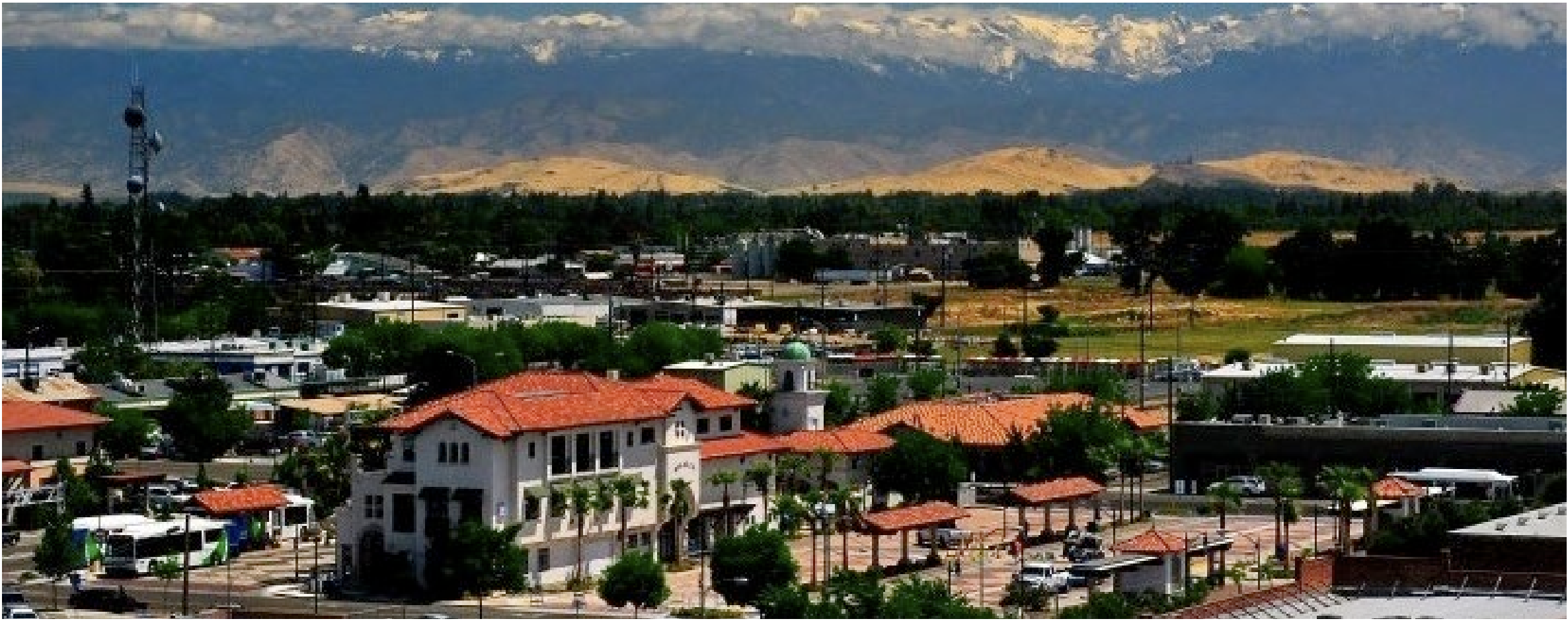
# Kaweah Subbasin Water Marketing Strategy

Strategy Committee Meeting  
January 24, 2023

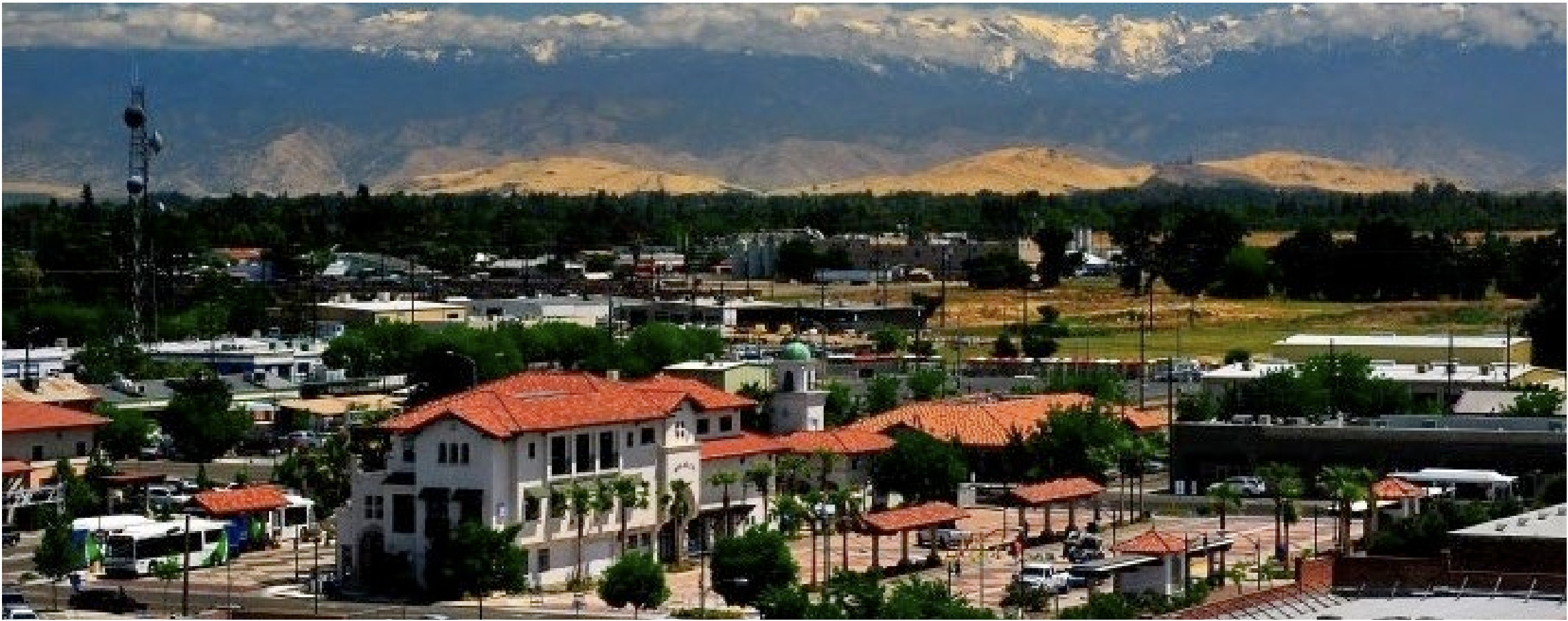


# Agenda

1. Welcome and Roll Call
  - a. New Committee Member
2. Previous Meeting Recap
3. Legal and Engineering Team Updates
4. Water Marketing Strategy v1.0
  - a. Currently Available for your Review & Comment
    - i. DRAFT Strategy Chapters 1, 2, and 5
    - ii. DRAFT Legal Documents
      - Rules & Regulations
      - Participant Agreement
      - Resolution Adopting Water Market v1.0
  - b. Upcoming for your review
    - i. DRAFT Strategy Chapters 3,4,6, and 7
5. Adjourn



# Welcome & Roll Call



# **Welcome & Roll Call**

## **New Committee Member – Luis Sanchez, Self Help Enterprises**



## Previous Meeting Recap – Water Market v1.0

# Water Market v1.0

## Basics

Program Period: Current Water Year, ending September 30, 2023

Unit Traded – one acre-foot of allocation (measured as ET)

Type of allowable trades – one-time transfer of up to up to 10 inches per acre (measured as ET)

Eligible Participants – landowners within a given GSA who hold allocation and who are current with all GSA fees and in compliance with all GSA ordinances, rules and regulations

## Type of Exchange

Monthly auction, conducted in each of the last 3 months of water year

Third-party facilitated

## Price Information

Price and quantity for each transfer (anonymous)

## Mitigation of Adverse Impacts

GSA-designated analysis areas aggregated into a small number of trading zones

- Minimum Threshold trigger (individual zone drops out and directional restriction applies)
- DAC trigger (trading within individual zone ceases until impact is mitigated)

# Water Market v1.0

## How do we handle the 30-day lag in water use data?

Existing fees and penalties (esp. Penalty Tier) will incentivize participants to be forward-looking

## How will transfers be approved by GSA?

Individual transfers submitted to GSA for approval using transfer form

## Updates Needed to Water Accounting Dashboard to support Water Market

*Transfer Bucket* function with appropriate accounting functions

Ability to update Transfer Bucket, net of transfers

Location information – parcels by analysis zone

## Outstanding Questions

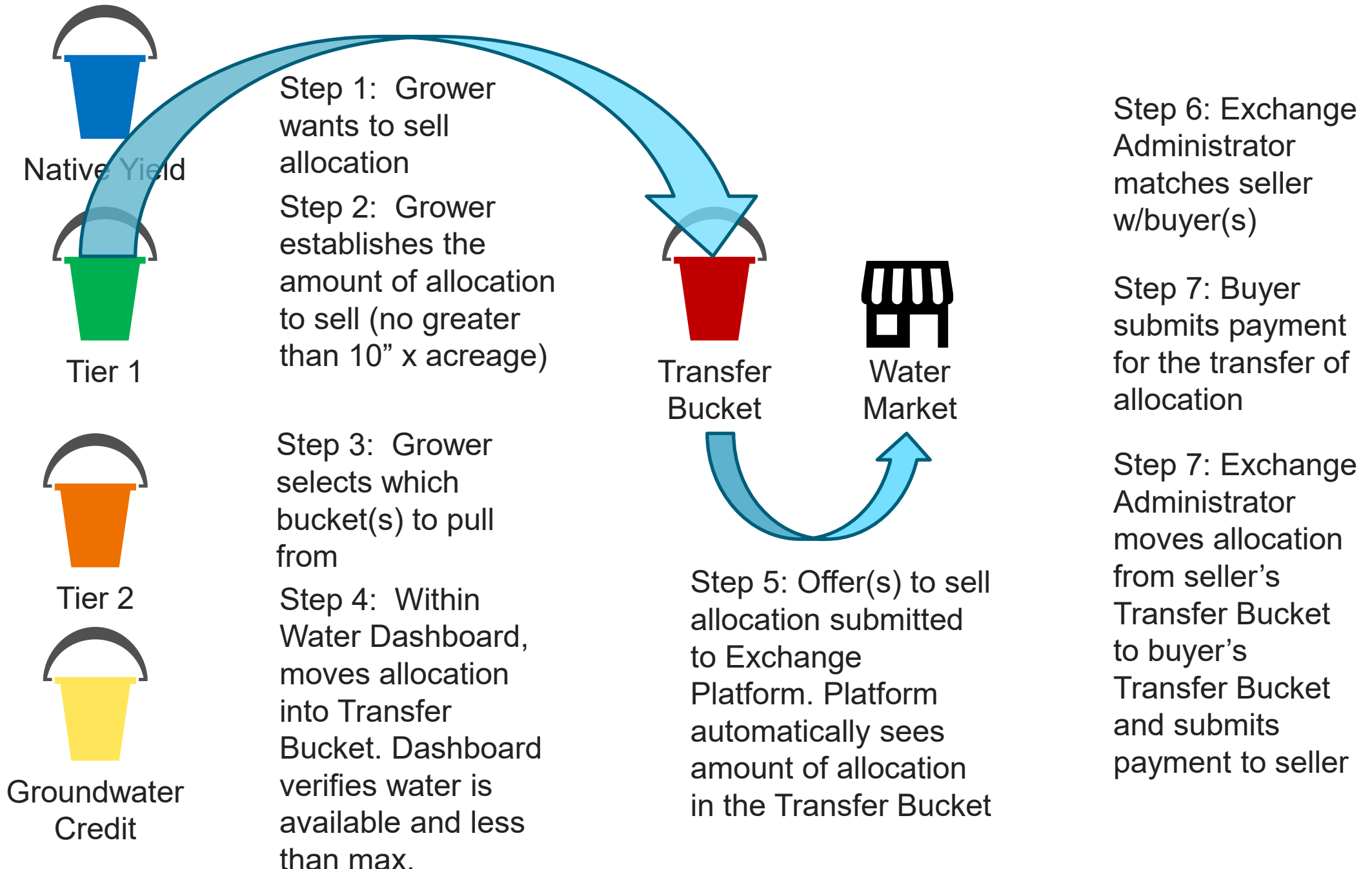
Accounting Rules – debit Native First? Or water user chooses? When is it paid for?

Can water purchased in the market that goes unused be carried over as Groundwater Credit?

Can the accounting system update quickly enough to support market trades?

What geographical information about transfers, if any, will be made public?

Should there be one more round of bids/offers and matching 30 days after end of water year (true-up period)?







# Legal and Engineering Team Updates



# Water Marketing Strategy (v1.0) Document

# Water Marketing Strategy (v1.0) Document

## Currently Available for your Review & Comment

1. DRAFT Strategy Chapters 1, 2, and 5
2. DRAFT Legal Documents
  - Rules & Regulations
  - Participant Agreement
  - Resolution Adopting Water Market v1.0

## Upcoming for your review

1. DRAFT Strategy Chapters 3,4,6, and 7



# Adjourn