

PROJECT UPDATE

A 1.3 mile, 36"-diameter underground pipeline that will help deliver recycled water to the Monterey Peninsula



ALSO INSIDE

PROJECT DESCRIPTION PROJECT UPDATE

PIPELINE IS COMPLETE:

Major Capital Projects Delivering New Water Supplies Take Shape

he State Water Resources Control Board's order limiting pumping on the Carmel River to 3,376 acre-feet per year became fully effective on December 31, 2021. In 2022 and beyond, most water will be coming from the Seaside Basin, a natural underground reservoir, where native Seaside groundwater and water from the Pure Water Monterey recycled water project is stored. In heavy rain seasons, additional water from the Carmel River may also be stored in the Seaside Basin for later use.

These new projects are part of a greater effort to fundamentally change the way the Peninsula gets its water. Whereas in decades past residents received water that was mostly drawn and pumped north from the Carmel River aquifer - now, most of the water will be pumped from the Seaside aquifer, Pure Water Monterey, Aquifer Storage and Recovery, desalination and other Water Supply Project components that will generally flow southward.

Most of the water from Seaside south to the other cities on the Peninsula required both a new water pipeline and pump station, both of which have been under construction since late last year. Parallel Pipeline Construction of a new 36-inch pipeline in General Jim Moore Boulevard in Seaside is now complete.

This new pipeline, situated alongside an existing 36-inch pipeline, will enable water to be simultaneously injected into and extracted from the Seaside Basin. This system will ensure that every bit of water we can legally produce is being delivered or stored for future use.

"The amount of new infrastructure we have put in place to accommodate our new and diverse water portfolio has been substantial," said California American Water engineering manager Tim O'Halloran. "We understand that Peninsula residents have had to endure months of construction on General Jim Moore Boulevard and in other areas. However, that construction is mostly complete and as a result we now have the infrastructure for a new water supply that is source diverse, drought resilient and in compliance with the State' order."

Parallel Pipeline

All the 7,000 feet of pipeline has been installed. The project is in the final stages with only the tie-in work remaining. We anticipate that the tie-in will be completed, and the pipeline will be operational by the beginning of September.

Pumpstations

Carmel Valley Pump Station

All work has been completed for the Carmel Valley Pump Station and it has been connected to the system. The remaining item of work involves PG&E upgrading the transformer. Once the Transformer is installed the pump station will be operational and will go online in conjunction with the Pebble Beach Pump Station. Final commissioning is expected by October.

Forest Lake Pump Station

The prefabricated pump house has been completed, the pumps have been installed and most site work has been completed. The final items of work involve completion of the Electrical system and controls. Completion of this project is scheduled to be in September with final commissioning in October.

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ABOUT THE PROJECT

The Monterey Peninsula is facing a severe water supply problem. That's because the State Water Resources Control Board has ordered California American Water to significantly reduce its pumping of water from the Carmel River.

This order coupled with pumping restrictions in other parts of the county means that nearly 70 percent of the Monterey Peninsula community's historic water supply must be replaced.

The current project is comprised of three elements:

- Desalination
- Aquifer Storage and Recovery
- Pure Water Montery: A Groundwater Replenshiment Project

This multi-faceted approach brings numerous advantages over a single-source solution. For one, it will enable California American Water to build a smaller desalination plant that will reduce the project's environmental footprint.

Secondly, this strategy will build-in redundancy that is critical for all municipal water supply systems, allowing the water system to continue to provide water if one component becomes temporarily unavailable.

DESALINATION

The Monterey Peninsula Water Supply Project consists of sub-surface slant intake wells, a desalination plant, and related facilities including source water pipelines, product water pipelines and brine disposal facilities.

The desalination plant will produce 6,250 acrefeet of treated water per year. One acre-foot is

equal to one acre filled with one foot of water, which is typically enough water to support four households on the Monterey Peninsula for a year. California American Water purchased a 46-acre parcel of land located off of Charles Benson Road in unincorporated Monterey County as the site for the proposed desalination plant.

California American Water has also purchased permanent easements near the coastline in the North Marina area to host its slant intake wells. California American Water's project will use a series of slant wells designed to draw ocean water.

The slant wells will be up to 800 feet long. The final location, layout and configuration will be based on the results of the slant test well and groundwater modeling work. In addition to the plant and its intake wells, other pipeline, storage and pump facilities will need to be constructed to ultimately deliver water to customers.

PURE WATER MONTEREY

The proposed Pure Water Monterey project, a partnership between Monterey One Water and the Monterey Peninsula Water Management District, recycles wastewater through an advanced treatment process. The resulting highly purified drinking water is then injected into the Seaside groundwater basin.

A new, advanced water treatment plant has been constructed for the project in addition to a number of supporting facilities. Source water for this project goes through a three-step treatment and purification process of microfiltration, reverse osmosis and oxidation with ultraviolet light and hydrogen peroxide — all commonly used in numerous industries and food manufacturing.

AQUIFER STORAGE AND RECOVERY

California American Water will expand its current ASR project – a partnership with the Monterey Peninsula Water Management District – which captures excess winter flows from the Carmel River for storage in the Seaside Aquifer and withdrawal during the dry, summer months. Winter flows are considered excess only when they exceed what is needed to protect the river's threatened population of steelhead.

For the Monterey Peninsula Water Supply Project, the company plans to construct two additional ASR wells that will increase capacity of the program and allow the desalination plant to be smaller than would be needed without the wells.



BUDGET*

Subsurface Intake System: \$80M (35% spent to date)

Desalination Plant: \$132M (54% spent to date)

Pipeline Facilities: \$67M (63.% spent to date)

Pipeline/Pump Station: \$50M

(100% spent to date)

*NOTE: These figures are based on a 6.4 MGD desalination facility. These figures include some contingency costs and therefore differ from the capital costs listed in the settlement.

Future editions of this newsletter will contain information on project expenditures, construction progress and milestones. Once collection begins for the Construction Funding Charge (or Surcharge 2), amounts collected by the charge will also be reported. Progress regarding slant well construction and information regarding slant well monitoring data will also be reported in future editions, as well as estimates as to the return water obligation and actual return water obligation calculated.