

COALITION OF PENINSULA BUSINESSES
A coalition to resolve the Peninsula water challenge to
comply with the CDO at a reasonable cost

*Members Include: Monterey County Hospitality Association, Monterey Commercial Property Owners' Association,
Monterey Peninsula Chamber of Commerce, Carmel Chamber of Commerce, Pacific Grove Chamber of Commerce,
Monterey County Association of Realtors, Associated General Contractors–Monterey Division,
Community Hospital of the Monterey Peninsula*

March 31, 2023

The Honorable John Laird
California State Senate
1021 O Street, Suite 8720
Sacramento, CA 95814

The Honorable Anna Caballero
California State Senate
1021 O Street, Suite 7620
Sacramento, CA 95814

The Honorable Robert Rivas
California State Assembly
1021 O Street, Suite 5110
Sacramento, CA 95814

The Honorable Dawn Addis
California State Assembly
1021 O Street, Suite 5350
Sacramento, CA 95814

Re: Nacimiento and San Antonio Dams Capital Asset Management Program (CAMP) Funding

Dear Senators Laird and Caballero, and Assemblymembers Rivas and Addis:

The Coalition of Peninsula Businesses respectfully requests that you join in a request for funding in the FY 23/24 State Budget for critical operational and safety upgrades at the Monterey and San Luis Obispo counties Nacimiento and San Antonio Dams. These two important dams provide flood control, drought resiliency, water supply, groundwater recharge, recreational, and other benefits to the California Central Coast. The Nacimiento and San Antonio Dams Capital Asset Management Program (CAMP) projects include a series of subprojects to fully rehabilitate these aging dams to ensure their continued service for Salinas Valley flood control and to provide critical water supplies to cities and over-drafted water basins in Monterey and San Luis Obispo counties. The estimated cost for the CAMP projects is **\$160 million**.

The Monterey County Water Resources Agency owns and manages the dams and identified subprojects comprising the CAMP in compliance with Federal Energy Regulatory Commission (FERC) and California Department of Water Resources, Division of Safety of Dams (DSOD) regulations and to ensure long- term operability and safety of these facilities. The proposed high priority subprojects were identified

based on three goals: (1) compliance with federal and state regulatory requirements; (2) restoring full operational functionality; and (3) public and employee safety.

Both Dams are designated by the State as Extremely High Hazard Dam facilities providing critical flood protection to the greater Salinas Valley and mitigating downstream flooding including regions where flooding could cut off the Monterey Peninsula and its member cities. In Monterey County, the reservoirs recharge groundwater basins that serve over 200,000 residents in five cities and unincorporated areas that utilize wells for their primary drinking water supply. The reservoirs support more than 418,000 acres of highly productive farmland known as the “salad bowl of the world” that exports across the globe to 13 major trading partner countries. The agricultural industry is the foundation of Monterey County’s economy generating an estimated \$11.7 billion annually and sustaining over 63,900 jobs critical to supporting disadvantaged communities in the region.

In San Luis Obispo County, water from Nacimiento is delivered through a 45-mile pipeline to five participating agencies and cities. The City of San Luis Obispo has a contractual entitlement to 5,482 acre-feet per year of water from the project. The City of Paso Robles is one of the participants in the Lake Nacimiento Water Project with a 6,488 acre-feet per year water entitlement to reduce its dependency on the Paso Robles Groundwater Basin and provide a reliable long-term water supply for the city.

These reservoirs provide a buffer against drought conditions in both Monterey and San Luis Obispo Counties, mitigating seawater intrusion in critically over-drafted groundwater basins and facilitating implementation of Groundwater Sustainability Plans. These beautiful reservoirs also serve as regional recreational watersports and camping destinations for central coast and southern California counties residents and visitors.

We are grateful for your leadership and ongoing support to our residents and communities in the central coast region and appreciate your consideration of funding these critical flood control and water supply infrastructure projects. Should you have any questions regarding this request please contact the County of Monterey’s Public Policy Advisor, Ashley Walker of Nossaman LLP at (916) 442-8888

Sincerely,



Jeff Davi, Chair

Copies to:

Luis A. Alejo, Chair, Monterey County Water Resources Agency
Jimmy Panetta, Member of Congress