EQUINOX CENTER

- Healthy Environment
 - Strong Economy
- Vibrant Communities

Marion Paul, Executive Director www.equinoxcenter.org

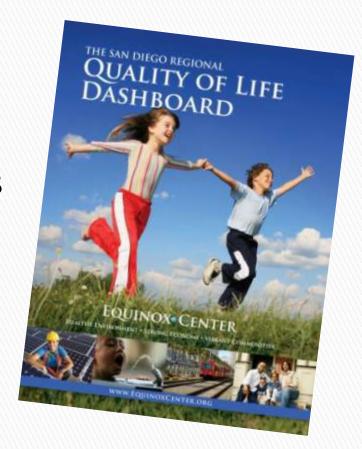
EQUINOX CENTER

The San Diego region will add 650,000 people by 2030. Equinox researches and advances innovative solutions to balance our regional growth with our finite natural resources.



Plan of Work 2010-2011

- San Diego Regional Quality of Life Dashboard
 - Measures 13 critical sustainability factors and focuses attention on region's important issues like land use, parks, water, transportation and energy
- Measuring What Mattersto San Diego



H2Overview

- San Diego's most critical sustainability issue is water.
 - Use water more efficiently
 - Create a more diversified, local, reliable water supply



H2Overview Reports

- Water Pricing Strategies (Oct 2009)
- Assessing the Options (July 2010)
- Potential of Purified Recycled Water July 2010)
- Desalination (pending-Oct 2010)
- Conservation: How low can we go? (pending-Feb 2011)
- Final Report: Best practices and recommendations



H2Overview

San Diego's Water Sources:

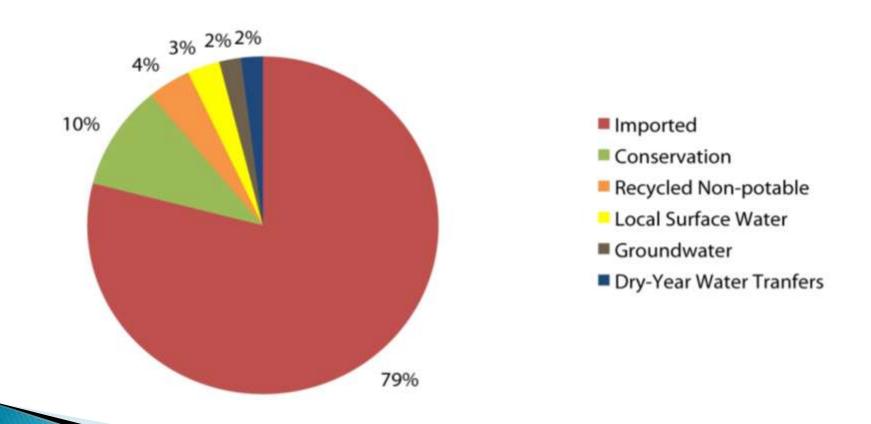
Assessing The Options

Author: Chief Economist Dr. Lynn Reaser,

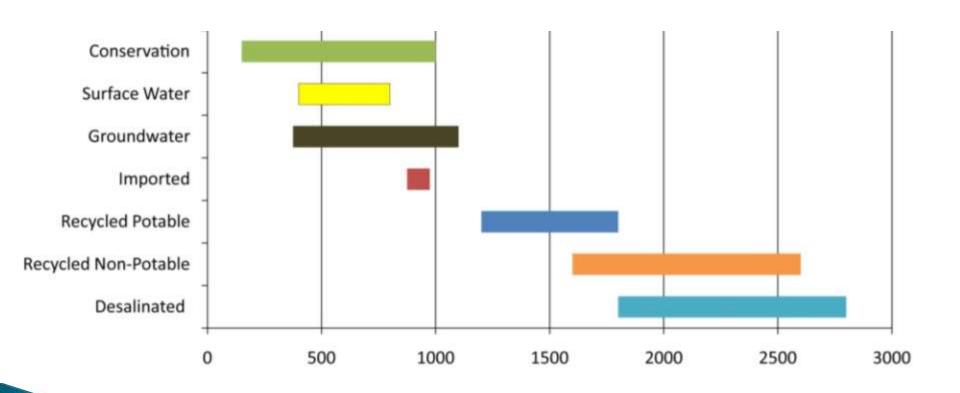
Fermanian Business and Economic Institute of PLNU

- Compares 7 different water sources in San Diego County with a focus on marginal cost and energy analysis
- Presents a matrix as a discussion tool to help the public consider the many factors in every water choice

Sources of San Diego County's Water Supply, 2010e

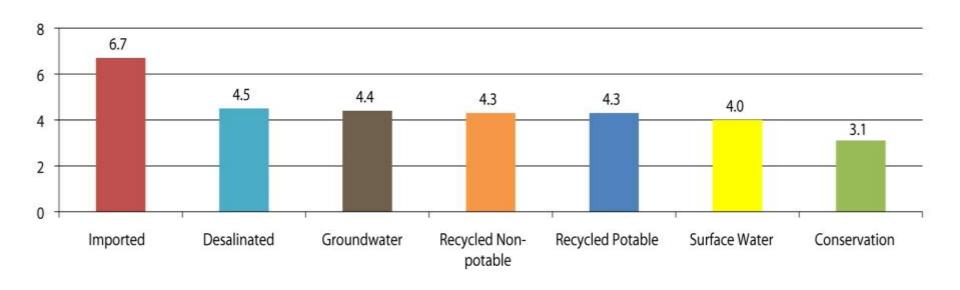


Marginal Costs for Water, 2010e Dollars per acre foot



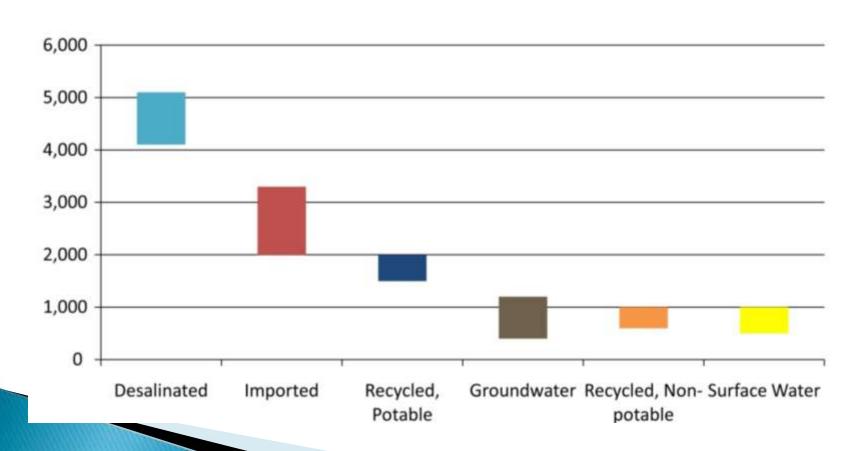
Projected Real Cost Increases, 2010-2030

Average annual percent change



Energy Usage by Water Source, 2010e

kWh per acre foot



Key Factors in Water Sources

- Marginal Cost
- > Energy/Intensity
- Legal/Regulatory
- > Technical
- > Health/Safety

- Social Acceptance
- > Environment
- > Availability
- > Reliability

Matrix Decision Tool

Allows factors to be weighed based on current conditions and how they are expected to develop over next 20 years.

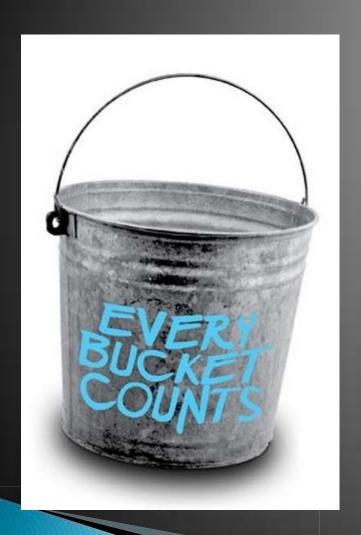
Study's Decision Matrix is equally-rated for discussion purposes.

Each water district will have different water source rankings based on its site-specific resources and priorities.

Conclusion of Assessing the Options

- ➤ Overdependence on imported water not sustainable
- ➤ Value of a diversified water portfolio
- ➤ Water problem cannot be solved only from supply side
- ➤ Conservation holds further promise
- >Study needed on demand side for more effective pricing

More than Diversify, Optimize



The question should be:

How can we assure we will have enough water for all of our region's needs, with equitable pricing, in the most environmentally sensitive way?

The Future of Water for SD County



More regional dialogue and communication on water supply and demand across sectors, including more community leaders (non-water professionals)

24 water districts will need to collaborate more going forward to build local supplies

When there are tough choices, stakeholders will have to consider the common good – our shared future – for ultimate water security



Together, we can create the future we want to see.



