The City of Riverside Public Utilities (Riverside) entered an agreement for the Sale of Surplus Potable Water and Emergency Potable Water with the City of Norco (Norco). In 2020, Riverside and Norco signed a 5-year agreement that provides:

**SALE OF SURPLUS POTABLE WATER AND EMERGENCY POTABLE WATER AGREEMENT**

Additional revenue for Riverside  
Cost-savings for Norco  
Greater value for all Riverside and Norco customers  
Greater water reliability for the region

**AGREEMENT HIGHLIGHTS**

2020 Costs – Riverside deliveries to Norco are secondary to Riverside’s retail customers and any other existing obligation or commitment. The delivery cost for 2020 is estimated at $821 per acre-foot. This cost includes energy costs, operations and maintenance costs, and a capital recovery charge.

Future Costs – Pricing for future years will be calculated annually 12 months prior to deliveries for the year, and will be based on actual energy and maintenance costs.

Riverside Water – 5-Year Term – Riverside is to produce, treat, and convey about 1,000 acre-feet per year of its export right to Norco for 5 years.

Riverside Revenue – The estimated revenue to Riverside for delivering Surplus Water to Norco is approximately $821,000 per year. Revenue is anticipated to increase each subsequent year. Surplus Water sales may exceed $4,000,000 over the term of this 5-year agreement.

Norco Savings – The estimated savings to Norco as compared to purchasing imported water from Metropolitan Water District are approximately $230,000.