Carlsbad Desalination Plant Named
International Plant of the Year for 2016
Global Water Award announced in the United Arab Emirates

Carlsbad, CA (April 22, 2016) – The Claude “Bud” Lewis Carlsbad Desalination Plant has been honored with a Global Water Award as the Desalination Plant of the Year for 2016 by Global Water Intelligence, publisher of periodicals for the international water industry. The award, announced this week at the Global Water Summit in Abu Dhabi, United Arab Emirates, goes to “the desalination plant, commissioned during 2015, that represents the most impressive technical or ecologically sustainable achievement in the industry.”

The Carlsbad plant is the result of a 30-year Water Purchase Agreement between the plant’s developer and owner, Poseidon Water, and the San Diego County Water Authority for the production of up to 56,000 acre-feet of water per year. The agreement provided the assurances that Poseidon needed to secure funding for plant construction, most of which came from the sale of private bonds and a nearly $200 million private equity contribution from Stonepeak Infrastructure Partners.

The largest seawater desalination plant in the nation, it started commercial operations in December 2015.
and is providing the San Diego region with a drought-proof water supply during one of the most severe
droughts in California’s recorded history.

IDE Technologies, an international leader in water treatment solutions, operates the plant. Construction
was carried out by Kiewit-Shea Desalination.

“The successful completion of the largest desalination plant in North America followed years of seemingly
insurmountable technical, financial and legal hurdles,” according to Global Water Intelligence. “The tenacity
shown by the developer team is matched only by the importance of seawater desalination as a key part of
the solution to California’s water crisis. A canny combination of state-of-the art energy recovery technology
with an external energy offsetting programme makes Carlsbad the first major infrastructure project in the
state of California to completely neutralise its carbon footprint.”

Additionally, the project gained praise for Poseidon’s partnership with the U.S. Fish and Wildlife Service to
create, restore and enhance 66 acres of vulnerable local wetland as part of the project scope.

Three main components comprise the $1 billion desalination project: the desalination plant adjacent to
NRG Energy’s Encina Power Station on Agua Hedionda Lagoon; a 10-mile pipeline that connects to the
Water Authority’s regional distribution system; and upgrades to Water Authority facilities for distributing
desalinated seawater throughout the region.

The Carlsbad plant is a major piece of the Water Authority’s multi-decade strategy to diversify the region’s
water supply portfolio. It utilizes reverse osmosis membrane technology to produce approximately 10
percent of the region’s water supply; it is a core supply regardless of weather conditions, and it is blended
with water from other sources for regional distribution.

“We build projects to enhance the safety and reliability of water supplies for the San Diego region – not to
win awards,” said Mark Weston, chair of the Water Authority’s Board of Directors. “But this kind of
international acclaim helps to validate the years of work that went into making the Carlsbad project a
stunning success. We could not have done it without the steadfast support of our community partners, our
member agencies and the team that Poseidon put together.”
“Poseidon is honored to have received this recognition from so many of the industry’s leaders for what we accomplished in Carlsbad,” said Carlos Riva, chief executive officer of Poseidon Water. “The Claude ‘Bud’ Lewis Carlsbad Desalination Plant is truly a remarkable success as it will provide enough desalinated water to serve up to 400,000 San Diego County residents during this period of record drought.”

Since the drought of 1987-92, the Water Authority has transformed the San Diego region’s water supply mix by: implementing the nation’s largest agriculture-to-urban water conservation and transfer agreement with the Imperial Irrigation District; securing additional long-term, highly reliable Colorado River water supplies through canal-lining projects in the Imperial and Coachella valleys; and by assisting local member agencies in developing their own local water sources. In addition, the Water Authority has helped to reduce regional per capita potable water use by nearly 40 percent since 1990 through legislation, education, incentives and other measures to promote conservation. The strategy has worked so well that even in the fifth year of drought, the Water Authority has 99 percent of the water supplies it would need to meet normal demands this year.

Starting in the early 1990s, the Water Authority began investigating the potential for a desalination project along the county’s coastline. It identified the Carlsbad site as one of the most likely locations because of the existing seawater intake and discharge infrastructure used by the Encina Power Station and its location relative to the Water Authority’s distribution system. Poseidon Water spearheaded efforts to develop the Carlsbad site starting in the late 1990s.

To download photos, video and materials, go to http://carlsbaddesal.com/media and login using the email “guest@carlsbaddesal.com” and password “desalination.”

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About Poseidon Water

Poseidon Water is a private company that partners with public agencies to deliver water infrastructure projects. The company’s primary focus is developing large-scale reverse osmosis seawater desalination plants, and Poseidon is developing a second desalination facility in Huntington Beach, Calif. These projects are implemented through innovative public-private partnerships in which private enterprise assumes the developmental and financial risks. For more information on the Carlsbad Desalination Project, visit the
project website at www.carlsbaddesal.com. For more information on Poseidon’s Huntington Beach desalination plant visit the project website at HBfreshwater.com.

**About the San Diego County Water Authority**

The San Diego County Water Authority sustains a $218 billion regional economy and the quality of life for 3.2 million residents through a multi-decade water supply diversification plan, major infrastructure investments and forward-thinking policies that promote fiscal and environmental responsibility. A public agency created in 1944, the Water Authority delivers wholesale water supplies to 24 retail water providers, including cities, special districts and a military base. For more information, go to www.sdcwa.org.

**About Stonepeak Infrastructure Partners**