Appendix G

Water Supply Assessment

West Valley Water District

Water Supply Assessment

for the

Ventana at Duncan Canyon Specific Plan

Prepared for:

Frontier Communities

West Valley Water District Board Approved on December 17, 2020

Prepared Under the Responsible Charge of:

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California R.C.E. No. 70746, Expires 6/30/2021



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1 INTRODUCTION AND PURPOSE

This Water Supply Assessment (WSA) was prepared on behalf of Frontier Communities for West Valley Water District (WVWD) by Water Systems Consulting, Inc. (WSC) to satisfy the requirements of California Water Code (CWC) Section 10910 (Senate Bill 610) for the Ventana at Duncan Canyon Specific Plan (Project). The Project lies within the City of Fontana.

As required by Senate Bill 610 (SB 610), WVWD is responsible for assessing whether the total projected water supplies available during average, single dry, and multiple dry water years during a 20-year projection will meet the projected water demand for the Project, in addition to WVWD's existing and planned future uses. A water supplier's Urban Water Management Plan (UMWP) serves as a foundational document for a WSA. The water demands for the Project area were included in the projections made in the 2015 San Bernardino Valley Regional Urban Water Management Plan (2015 RUWMP) (1), as submitted to the California Department of Water Resources (DWR) in June 2016. Under this WSA, updated demands for this Project are provided and summarized in Section 4. Additional information from other sources is also incorporated into this WSA to document supplies from all sources, including groundwater and purchased water. Documentation includes identifying and quantifying water rights, contracts, and/or entitlements to the supply. WVWD must provide the results of the assessment to the City, as the Lead Agency, for inclusion in the CEQA document for the project. This WSA includes the following:

- Description of the Project and proposed water demand (Section 3 & 4)
- Overview of WVWD's water system (Section 2)
- Information on WVWD's current and projected water demands in the water service area (Section 5)
- Information on WVWD's current and projected water supplies (Section 6)
- Discussion of WVWD's water service area water supply reliability (Section 7)
- Comparison of WVWD's water service area water supplies and water demands for average, single dry, and multiple dry years (Section 8)
- > Determination of WVWD's water service area water supply sufficiency (Section 9)

1.1 LEGISLATION

WVWD has determined that the Project is subject to review under CEQA (*Public Resources Code, Section 21000 et seq.*), and the state CEQA Guidelines (*California Code of Regulations, Section 15000 et. seq.*) WVWD has determined that the Project is a "project" as defined in CWC 10912 and has determined that a WSA is required for the Project.



SB 610 amended the Public Resources Code, effective January 1, 2002, to incorporate CWC requirements for certain types of development projects to improve the link between information on water supply availability and certain land use decisions made by cities and counties. SB 610 seeks to promote more collaborative planning between local water suppliers, cities and counties by requiring detailed information regarding water availability to be provided to the city and county decision-makers prior to approval of specified large development projects.

Under SB 610, water suppliers must prepare WSAs for projects meeting certain project size criteria and deliver them to local governments for inclusion in any environmental documentation. The Project requires a WSA because it is a mixed-use project that proposes the construction of residential development in excess of 500 dwelling units as well as commercial uses that exceed the criteria for building square footage.

1.2 DEFINITIONS

For the purposes of this WSA, the following defined terms are used:

Groundwater Production: The amount of water produced from the Bunker Hill, Lytle, Rialto-Colton, Riverside North, and Chino Basins. These groundwater supply sources enter WVWD's distribution system based on metered flows at each well. WVWD provided annual groundwater production data for 2011-2019 in addition to 2015 RUWMP data.

Through an agreement with Valley District, WVWD also receives up to 5,000 AFY of groundwater from wells in the Bunker Hill Basin.

- Surface Water: The amount of water produced from Lytle Creek.
- Purchased Water: The amount of water imported from the State Water Project (SWP) and put into the distribution system based on metered flows at the Lytle Turnout off the San Gabriel Feeder Pipeline.
- Consumption: The amount of billed metered water consumed by customers. The Project site does not contain any existing customers; therefore, no existing customer consumption data was analyzed in the preparation of this WSA.
- Demand: The amount of water distributed through the entire water system, which is the sum of groundwater production and purchased water. Demand includes non-revenue water, which is equal to the difference between water put into the distribution system and consumption.
- Non-revenue water: Unmetered water use and losses from the distribution system due to leaks, unauthorized connections, agency use (e.g., system flushing), or theft.
- Water demand factor: The calculated amount of water demand per unit (e.g., acre, sqft, dwelling unit, etc.) of a specific type of use (e.g., land use, development type, business type, etc.).



2 PUBLIC WATER SYSTEM OVERVIEW

WVWD is located in the southwest region of San Bernardino County, California, and serves the Cities of Rialto, Fontana, Colton, and Jurupa Valley, and unincorporated areas of San Bernardino County. Figure 2-1 shows WVWD's service area.

The Project is located entirely within the WVWD's northern section. WVWD's total water service area encompasses approximately 31 square miles and is located approximately 50 miles east of Los Angeles. WVWD is bounded by the City of Fontana to the west, the City of San Bernardino to the east, the U.S. Forest Service boundary to the north, and the County of Riverside to the south.



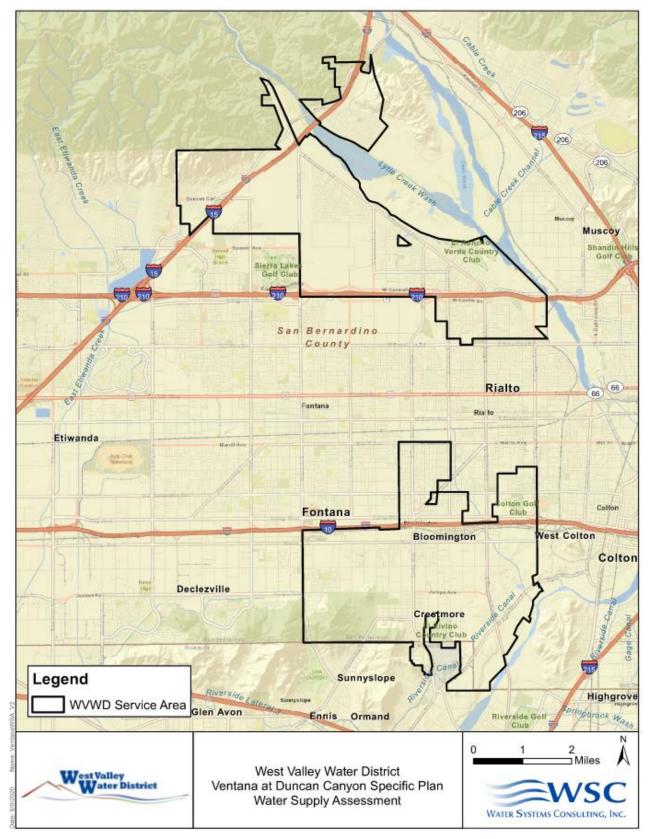


Figure 2-1. WVWD Water Service Areas (1)



2.1 CLIMATE

WVWD's climate is characterized by hot, dry summers and mild, wet winters. Table 2-1 presents average climate data for the service area, including temperature, rainfall and reference evapotranspiration (ETo). As shown in Table 2-1, the warmest months of the year are July and August, with an average temperature of 78 degrees Fahrenheit (°F), while the coldest month of the year is January with an average temperature of 52°F.

The annual average precipitation at WVWD is about 1.3 inches. As shown in Table 2-1, the majority of the rainfall occurs in the months of December through March. January and February are the wettest months with an average rainfall of approximately 3 inches.

rable 2 1. Instonear remperature, Raman and Reference Evaportanspiration (Ero) bata								
	Average Temperature	Average Precipitation						
	(°F)	(in.) ¹	(in.) ²					
January	52.4	3.22	2.53					
February	54.6	3.25	2.87					
March	56.7	2.86	4.30					
April	60.9	1.29	5.38					
May	65.6	0.47	5.82					
June	71.3	0.09	6.76					
July	77.7	0.04	7.38					
August	77.7	0.15	7.09					
September	73.9	0.33	5.51					
October	66.5	0.71	3.97					
November	58.6	1.32	2.89					
December	53.3	2.38	2.38					
Notes:								

Table 2-1. Historical Temperature, Rainfall and Reference Evapotranspiration (ETo) Data

2004; http://wrcc.dri.edu; ²CIMIS weather station 44 at University of California, Riverside; data from 1986 through 2015; http://www.cimis.water.ca.gov/

¹NOAA weather station 0407723 in San Bernardino; data from 1893 through

2.2 SERVICE AREA POPULATION

The historical, current, and projected populations for WVWD's water service area are shown in Table 2-2. The population projections were prepared as part of the 2015 RUWMP and based on number of connections WVWD serves and the 2012 Adopted Growth Forecast developed by the Southern California Association of Governments (SCAG).



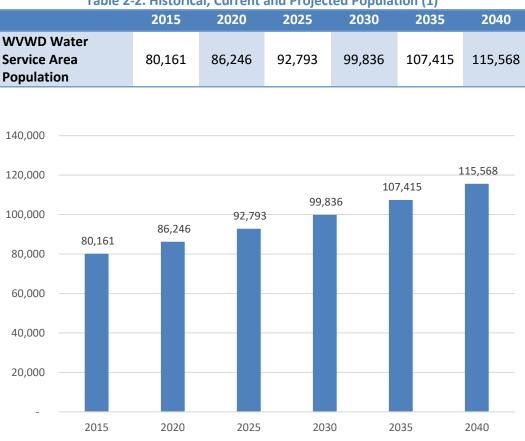


Table 2-2. Historical, Current and Projected Population (1)



2.2.1 Other Demographic Factors

The Ventana at Duncan Canyon Specific Plan (SP) area is located in the Ventana Major Developable Land and includes all land identified within this boundary as identified in the 2012 WMP (2). Growth within the Ventana Major Developable Land is projected to include residential, commercial, and parks. Figure 2-3 summarizes the known Major Developable Land areas within WVWD.

To make sure the demographic factors impacting the Ventana at Duncan Canyon SP are accurately captured, the growth rates utilized for projections calculated for this WSA are based on the most current and detailed data available from the 2015 RUWMP.



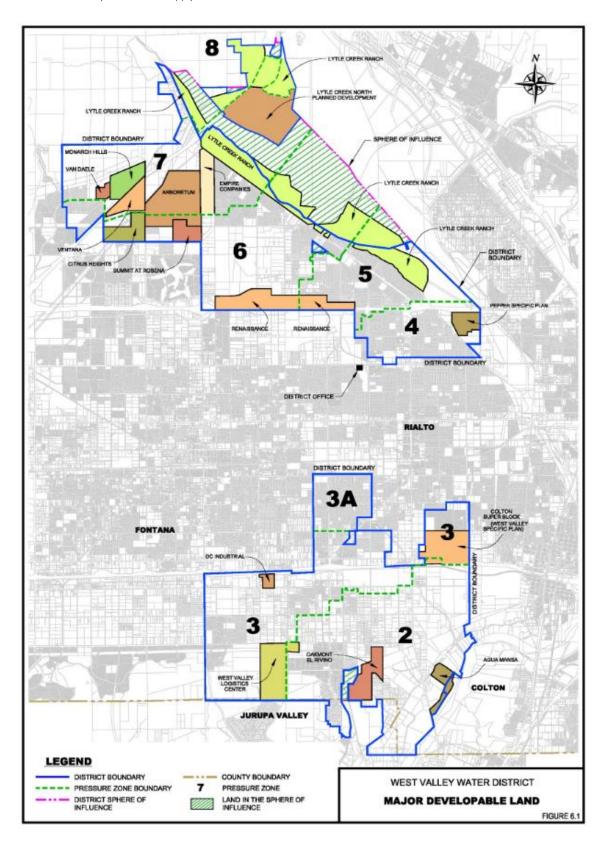


Figure 2-3. Planning Areas identified in the 2012 Water Master Plan (2)



3 PROJECT DESCRIPTION

The Project area consists of 105 acres in the northern portion of the City of Fontana, California, north of Lytle Creek Rd and east of Interstate-15. The Project site lies within pressure zone 7 of the northern section of WVWD's water service area, a public water system as defined in CWC Section 10912. Figure 3-1 depicts the Project location relative to WVWD's northern service area boundary.

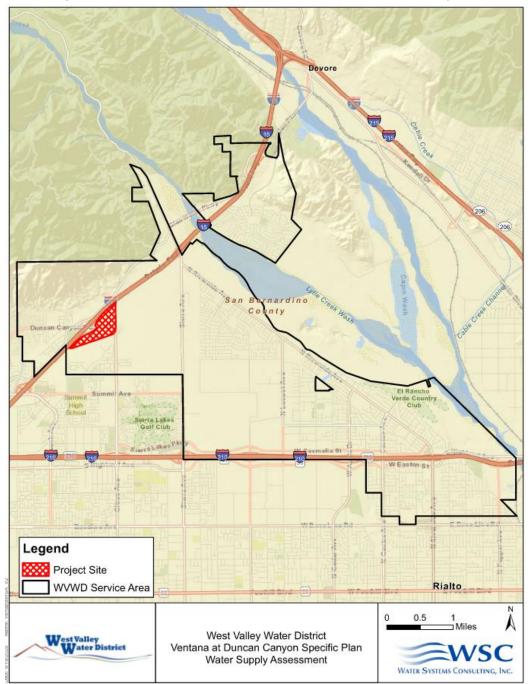


Figure 3-1. Project Vicinity



The land within the Project site is vacant, approximately all 105 acres. At the time this report was prepared, WVWD had a conceptual development scenario from Frontier Communities that featured net area for each planning area within the development. Demands were calculated based on net area for each phase. Future land uses are anticipated to include commercial, light manufacturing, office space, restaurants, retail, and medium to high density residential.

4 PROJECT WATER DEMAND

WVWD's 2015 RUWMP was based on existing and future water demands. The 2015 RUWMP projected future water use using two factors using a gallons per capita per day (GPCD) methodology: the expected growth in service area population, and the expected change in per-capita consumption. For future populations, the Southern California Association of Governments (SCAG) 2012 Adopted Growth Forecast was used for population projections in 2020 and in 2035 inside each of approximately 4,000 traffic analysis zones (TAZ) that cover southern California. GIS software was used to intersect WVWD's service area with the SCAG projections to calculate an estimated annual growth rate of approximately 1.5 percent for the WVWD service area. This growth rate was applied for years beyond 2015. The GPCD methodology (described in Section 5) assumes that all water use categories will grow at the same rate as population. SCAG's forecast used local planning data to estimate population. The planning data available at the time was assumed to include the Project area, therefore it incorporated a population growth estimate from the Project area. Per CWC Section 10910(c)(1), the Project's revised demands need to be accounted for in this WSA. Sections 4 and 5 present the methodology used to reconcile the 2015 RUWMP demand projections with the updated Project demands.

SCAG's population forecast data is not granular enough to determine how much population was assumed to come from the Project area. Therefore, if the additional projected demand from 2015 to 2030 is higher than the estimated Project demand, then it is assumed that demands for the Project were accounted for in the 2015 RUWMP. The 2015 RUWMP projected an additional Multi-Family Residential demand of 142 AFY by 2025 and 191 AFY by 2030 as well as an additional Commercial demand of 408 AFY by 2025 and 549 AFY by 2030. The Project's demands by 2025 and 2030 are less than the 2015 RUWMP projection for additional demands, as summarized in

Table 4-1. Since the 2015 RUWMP projections for additional demands are greater than the calculated Project demands, the 2015 RUWMP's supply and demand projections accounted for the Project. Information from the 2015 RUWMP was used for this WSA and is described in detail in the following sections.



Table 4-1 Additional Demand Projections Established in the 2015 RUWMP, Compared to the TotalProject Demand, AFY

Use Type	Actual 2015 Demand	2015 RUWMP Demand, 2025	2015 RUWMP Demand, 2030	2025 – 2015 Difference (Additional Demand)	2030 – 2015 Difference (Additional Demand) ¹	Total Project Demand	Total Project Demand Compared to 2030 Projection ¹		
Multi- Family	504	646	695	142	191	175	16		
Commercial	1,453	1,861	2,002	408	549	183	366		
¹ The excess in demand from 2030-2015 demonstrates an over-projection in the 2015 RUWMP. The total Project demand									

than the over-projection for 2030; therefore, the Project was included in demand estimates established in the 2015 RUWMP.

4.1 PROJECT WATER DEMAND PROJECTIONS

Water demand factors were applied to projected development units (acres) for each use type to estimate Project demands. Water demand factors were selected from the 2012 Water Master Plan (2) and applied to the Project land uses. The estimated water demand factors applied to the Project's future land use categories are provided in Table 4-2.

Although there is potential for the Project's land uses to vary according to densities for each respective land use and zoning category, the land use and development units used to estimate Project water demands were based on the development units provided by Frontier Communications, as shown in Table 4-3. As summarized in Table 4-3, the total estimated water demand for the Project is 358 AFY. If the actual land uses and development change from these assumptions, the associated water demand may change and would need to be reevaluated.

Table 4-2. Water Demand Factors for each Land Use Type							
Land Use	Water Demand Factor,						
	gpm/ac1						
Commercial	2.43						
Regional Mixed Use	2.62						
Medium or Medium High Density Residential	2.62						
¹ Demand Factor based on Table 5-1 of the 2012 Water Master Plan (2).							



			Table 4-3.	Estimated Project	t Water Demand	S							
Phase	Time Frame	Planning Area	Land Use(s)	Net Residential Area (acre)	Net Non- Residential Area (acre)	Non- Residential (sqft)	Demand Factor (gpm/ac) ¹	Project Residential Demand (AFY)	Project Commercial Demand (AFY)	Project Demand by Phase (AFY)			
		1	Mid-rise Hotel, Retail, Restaurants	-	5.75	116,000	2.43	-	22.5				
Dhasa 4	0 5 1/2 - 2 - 2	5	Medium or Medium High Density Residential	16.76	-	-	2.62	70.7	-	457			
Phase 1	0 – 5 Years	6	Medium Density Residential	11.7	-	-	2.62	49.4	-	157			
			8	Retail, Restaurants	-	3.64	32,500	2.43	-	14.2			
	5 - 10 Years			2	Mixed Use, Retail, Office, Residential	-	11.37	104,000	2.62	-	48.0		
				3	Office, R & D, Light Manufacturing	-	5.05	100,000	2.43	-	19.8		
			4	Office, R & D, Retail	-	7.45	114,000	2.43	-	29.1	204		
Phase 2			Years	Years	7	Medium Density Residential	12.95	-	-	2.62	54.6	-	201
			9	Mixed Use, Retail, Restaurant	-	2.61	8,000	2.62	-	11.0			
		10	Office, R & D, Light Manufacturing	-	9.86	100,000	2.43	-	38.6				
Total				41.4	45.7	574,500				358			
¹ Demand Fac	ctors sources des	cribed in Table 4-2 .											



5 WVWD WATER SERVICE AREA WATER DEMAND

The GPCD metric provides a way to gauge water use per person historically in order to project expected future demand patterns based on population projections. In the 2010 UWMP, WVWD calculated a baseline water use of 316 GPCD. WVWD used Target Method 4 to calculate a compliance water use target of 254 GPCD for 2020, and an interim water use target of 285 GPCD for 2015. In 2010, the actual consumption was calculated as 236 GPCD.

For the 2015 UWMP cycle, DWR had made a GIS-based Population Tool available to calculate service area population using Census Bureau data. WVWD used this tool to re-calculate its service area population, baseline per-capita use, and compliance targets. Details on per-capita use and targets are provided in the 2015 RUWMP.

This Project demands are accounted for in the 2015 RUWMP projections and do not affect District-wide GPCD. WVWD expects to meet or be below its required District-wide SB7 GPCD targets with or without the Project Demand.

6 WATER SUPPLY ANALYSIS

6.1 WATER SOURCES

WVWD utilizes three primary sources for drinking water supply: local surface water from the east side of the San Gabriel Mountains, including North Fork Lytle Creek, Middle Fork Lytle Creek, and South Fork Lytle Creek; groundwater; and imported water from the State Water Project (SWP). Groundwater is the primary source of supply. WVWD's distribution system is divided into eight pressure zones and utilizes 25 reservoirs for a total storage capacity of 72.6 million gallons (MG). WVWD also operates a 14.4 MGD water filtration facility. The following sections describe each water source in more detail and a summary of water supply purchases and production is provided in Table 6-3.

6.1.1 Purchased or Imported Water

WVWD purchases SWP water from the San Bernardino Valley Municipal Water District (Valley District) through the Lytle Turnout off the San Gabriel Pipeline Feeder. SWP water is treated at WVWD's Oliver P. Roemer Water Filtration Facility (WFF) and used for potable supply, or can be used to supply non-potable customers, or for groundwater recharge in the Lytle Creek Basin. In 2006, the WFF was expanded to increase production capacity to 14.4 MGD and will be expanded to have a capacity of 21.6 MGD. WVWD has utilized SWP water through the Lytle Turnout since 1999.

6.1.2 Groundwater

WVWD draws approximately 46% of its water supply from its wells (3). WVWD's normal operating practice is to pump its wells 16 hours a day during off peak hours to take advantage of Southern California Edison's time of use rate. If, for some reason, wells are not in service (maintenance or repair), WVWD has the ability and the right to pump its wells up to 24 hours per day. WVWD has approximately 32 MGD production capability from all its wells in operation 24 hours per day.



WVWD extracts groundwater from five regional groundwater basins: Bunker Hill, Lytle Creek, Rialto-Colton, Riverside North, and Chino Basins. All five basins have been adjudicated and are managed. Details on adjudication and management are provided in the 2015 RUWMP.

WVWD, in a joint venture with the City of Rialto and Valley District, constructed 25,000 feet of 48-inch transmission line known as the Baseline Feeder. Through an agreement with Valley District, WVWD can receive up to 5,000 AFY of supply through this transmission line. WVWD has received water through the Baseline Feeder since 1998.

WVWD's historical production for 2015 through 2019 is shown in Table 6-3.

6.1.2.1 San Bernardino Basin Area

The San Bernardino Basin Area (SBBA) was defined by, and adjudicated in gross, by the Western-San Bernardino Judgment (Western Judgment) in 1969. The SBBA has a surface area of approximately 141 square miles and lies between the San Andreas and San Jacinto faults. The basin bordered on the northwest by the San Gabriel Mountains and Cucamonga fault zone; on the northeast by the San Bernardino Mountains and San Andreas fault zone; on the east by the Banning fault and Crafton Hills; and on the south by a low, east-facing escarpment of the San Jacinto fault and the San Timoteo Badlands. Alluvial fans extend from the base of the mountains and hills that surround the valley and coalesce to form a broad, sloping alluvial plain in the central part of the valley. The SBBA encompasses the Bunker Hill sub basin (DWR Number 8.02-06) defined by DWR and also includes a small portion of the Yucaipa Basin (8-02.07) and the Rialto-Colton Basin (8-02.04) as defined by DWR. The SBBA also encompasses surface water.

The Western Judgment established the natural safe yield of the SBBA to be a total of 232,100 AF per year (AFY) for both surface water diversions and groundwater extractions (see Appendix B. Western JudgmentAppendix A. Lytle Creek Judgement & Surface Water Purchase Agreement). Surface water is diverted from Mill Creek, Lytle Creek, and the SAR. The average surface water diversions in the SBBA for direct use from 1968 to 2000 were 39,000 AFY.

The Western Judgment allocates 64,862 AFY of the safe yield, which equates to 27.95 percent, to the Plaintiffs. The Plaintiffs include the City of Riverside (the successor to the Riverside Water Company and the Gage Canal Company), Riverside Highland Water Company, Meeks & Daley Water Company, and Regents of the University of California. The Riverside County agencies may not exceed their allocation unless they participate in "New Conservation" (explained below).



The Non-Plaintiffs' (agencies within San Bernardino County, including the District) rights were defined in the Judgment as 167,238 AFY, which equates to 72.05 percent of the safe yield. San Bernardino agencies are allowed to extract more than 167,238 AFY from the SBBA, as long as they import and recharge a like amount of water into the SBBA. The Western-San Bernardino Watermaster provides an annual accounting of both the plaintiff and non-plaintiff extractions and a comparison to the safe yield. The Watermaster bases the Valley District replenishment water requirement on the cumulative accounting of non-plaintiff extractions. If the cumulative extractions are less than the cumulative safe yield, there is a groundwater "credit" in the basin. In years when cumulative extractions are greater than their allocation, a "debit" is given. Recharge is also required to offset the export of water outside the SBBA in excess of the amount recorded during the base period (1959-1963). Credits are earned for any new supplies such as stormwater capture. As of the accounting performed for the 2015 Annual Western-San Bernardino Watermaster Report, the Non-Plaintiffs have 104,994 AF of net credit accumulated in the SBBA and are, therefore, not required to recharge. Although there is no recharge requirement under the Judgment, the Non-Plaintiffs have continued to recharge the SBBA.

6.1.2.2 Lytle Creek Sub Basin

Lytle Creek Basin is part of the SBBA, and it is not identified as a separate sub-basin in DWR Bulletin 118-2003; however, the sub basin is an integral part of the Upper Santa Ana Valley Groundwater Basin and a major recharge area for both the Bunker Hill and Rialto-Colton sub basins. Historically, local agencies have recognized Lytle Creek sub basin as a distinct groundwater sub basin. In the Western Judgment, the Bunker Hill and Lytle Creek sub basins are combined into the SBBA. However, the three separate water-bearing zones and intervening confining zones of the Bunker Hill sub basin are not observed in the Lytle sub basin. Sediments within the Lytle sub basin are, for the most part, highly permeable, and the aquifer has a high specific yield. High permeability and specific yield tend to result in an aquifer that responds rapidly to changes in inflow (precipitation and streamflow) and outflow (groundwater pumping, streamflow, and subsurface outflow).

Lytle Creek sub basin is adjoined on the west by the Rialto-Colton sub basin along the Lytle Creek fault, and on the east and southeast by the Bunker Hill sub basin along the Loma Linda fault and Barrier G. The northwestern border of the sub basin is delineated by the San Gabriel Mountains, and runoff from the mountains flows south/southeast through Lytle and Cajon Creeks into the basin.

Numerous groundwater barriers are present within Lytle Creek sub basin, resulting in six compartments within the sub basin. Barriers A through D divide the northwestern portion of the sub basin into five sub-areas and the southeastern portion of the sub basin comprises the sixth sub-area. Barrier F divides the northwestern sub-areas from the southeastern sub-area. Studies have shown that the groundwater barriers are less permeable with depth. When groundwater levels are high during wet years, more leakage occurs across the barriers than when groundwater levels are lower (i.e., during dry years). The amount of pumping in each sub-area, in large part, controls the movement of groundwater across the barrier within the older alluvium but not the younger alluvium.



It is important to note that the water rights in Lytle Creek are set forth in long-standing court judgments governing the rights of the parties in that basin. The Lytle Creek Basin was adjudicated under the 1924 Judgment No. 17,030 from the Superior Court of San Bernardino County (Lytle Creek Judgment) and is managed by the Lytle Creek Water Conservation Association, which is made up of the successors to the stipulated parties of the judgment (see Appendix A. Lytle Creek Judgment & Surface Water Purchase Agreement). Table 6-1 shows historical extractions from the SBBA for years 2010-2018. Data for 2019 was unavailable at the time of preparation of this WSA.



Entity	2010	2011	2012	2013	2014	2015	2016	2017	2018
Non-Plaintiffs									
Bear Valley Mutual Water Company (a)	17,524	16,862	15,560	15,259	17,102	15,166	12,746	33,868	14,972
City of Colton (a)	4,740	4,783	6,222	5,170	4,879	4,405	3,044	3,842	3,695
East Valley Water District (a)	18,120	18,408	19,538	18,796	17,896	13,500	12,791	15,214	14,545
City of Loma Linda (a)	4,863	5,401	5,776	5,571	5,449	4,670	4,708	5,070	5,158
City of Redlands (a)	28,960	31,908	31,918	29,641	29,100	18,524	16,319	24,216	21,710
City of Rialto (a)	5,325	3,377	3,109	4,082	4,132	3,726	4,291	3,885	4,413
San Bernardino Valley MWD (a)	291	618	3,790	7,485	8,178	6,874	5,643	4,921	6,327
City of San Bernardino (a)	49,185	50,331	50,250	46,853	44,798	37,415	36,519	38,478	40,158
West Valley Water District (a)	7,986	7,697	8,637	7,723	6,397	7,047	4,862	7,108	6,966
Yucaipa Valley Water District (a)	166	97	120	220	154	5	162	110	178
Other Agencies in San Bernardino and Private Entities (b)	16,474	19,288	23,053	17,597	15,062	12,176	10,260	11,431	11,295
Subtotal for Non-Plaintiffs	153,634	158,770	167,973	158,397	153,147	123,508	111,345	148,143	129,417
Plaintiffs									
Riverside Highland Water Company (c)	1,136	1,655	2,135	2,873	2,077	3,400	3,040	1,903	2,641
Agencies in Riverside County (d)	52,987	54,151	60,159	60,885	57,072	57,942	54,406	58,228	57,659
Subtotal for Plaintiffs	54,123	55,806	62,294	63,758	59,149	61,342	57,446	60,131	60,300
Total	207,757	214,576	230,267	222,155	212,296	184,850	168,791	208,274	189,717

Table 6-1 Historic Groundwater Extractions and Surface Water Diversions from SBBA (AFY)

Notes:

(a) Data from Volume 1 of the Western-San Bernardino Watermaster Annual Report for 2015 and 2018.

(b) Includes Crafton Water Company, Devore Water Company, Fontana Union Water Company, Loma Linda University, Mentone Citrus Growers, Mount Vernon Water Company, Mountain View Generating Station, Muscoy Mutual Water Company, San Bernardino County – Facility Management, Tennessee Water Company, Terrace Water Company, and Redlands water Company. Data from Volume 1 of the Western-San Bernardino Watermaster Annual Report for 2015 and 2018.

(c) Riverside-Highland Water Company's service area extends into both San Bernardino and Riverside counties. However, Riverside-Highland Water Company is a Plaintiff within the Western Judgment and therefore extractions for Riverside-Highland are typically included with those of Riverside County entities. Data from Table No. 11, Western-San Bernardino Watermaster Annual Report for 2015 and 2018.

(d) Includes Agua Mansa Water Company and Meeks & Daley Water Company, Regents of the University of California, and the City of Riverside. Data from Table Nos. 10, 12, and 13 of the Western-San Bernardino Annual Report for 2015 and 2018.



6.1.2.3 Rialto-Colton Basin

The Rialto-Colton subbasin underlies a portion of the upper Santa Ana Valley in southwestern San Bernardino County and northwestern Riverside County. This subbasin is about 10 miles long and varies in width from about 3.5 miles in the northwestern part to about 1.5 miles in the southeastern part. This subbasin is bounded by the San Gabriel Mountains on the northwest, the San Jacinto fault on the northeast, the Badlands on the southeast, and the Rialto-Colton fault on the southwest.

The District and its predecessors have been utilizing the Rialto Basin for water supply for more than 80 years. The Rialto Basin was adjudicated under the 1961 Decree No. 81,264 from the Superior Court of San Bernardino County (Rialto Basin Decree) (see Appendix C. Rialto Basin Decree). Groundwater storage capacity of the basin is about 210,000 AF (DPW 1934), with an estimated 120,000 AF for the Rialto portion of the sub-basin and about 93,000 AF for the Colton portion. The basin shows quick rises of water levels during high precipitation years and slower decline over several years.

Under normal conditions, when the basin is not in adjudication, the District has unlimited extraction rights. During drought conditions when the adjudication is in effect, the District's extraction right ranges from 3,067 AFY in the most severe drought periods to a maximum of 6,134 AFY. Existing wells in the Rialto Basin have the capacity to extract up to 10,000 AFY during normal conditions.

6.1.2.4 North Riverside Basin

The North Riverside Basin (the portion of the Riverside Basin Area in San Bernardino County) is part of the 1969 Judgment No. 117,628 (see Appendix B. Western Judgment), under the Bunker Hill Basin. The Riverside Groundwater Basin is a large alluvial fill basin that is bounded by major faults and topographic barriers. Recharge to the basin occurs by the underflow from basins to the north, contributions from the Santa Ana River, and from percolation of surface water runoff from the surrounding uplands, in particular the Box Spring Mountains to the east. The District, which has no limits or restrictions on groundwater pumping in the basin, has been utilizing the North Riverside Basin for water supply for more than 60 years.

Extractions from the North Riverside Basin for use in Riverside County are limited to 21,085 AFY by the Judgment. Extractions for use in San Bernardino County are unlimited, provided that water levels at three index wells in the Rialto-Colton and Riverside North Basins stay above 822.04 feet MSL. The 2015 Integrated Regional Water Management Plan provided an estimate of 30,100 AFY as the sustainable supply from North Riverside for use in San Bernardino County, based on extractions from 1996 to 2005.

6.1.2.5 Chino Basin

The Chino Basin is an adjudicated basin managed by the Chino Basin Watermaster. The Chino Sub basin lies in the southwest corner of San Bernardino County. The Chino Sub basin is bordered to the east by the Rialto-Colton fault. In the other three directions, the Chino Sub basin is ringed by impermeable mountain rock, the San Gabriel Mountains to the north, the Jurupa Mountains and Puente Hills to the south and southwest. Average annual precipitation across the basin is 17 inches. This part of the San Bernardino Valley is drained by San Antonio Creek and Cucamonga Creek southerly to the Santa Ana River.



On January 2, 1975, several Chino Basin producers filed suit in California State Superior Court for San Bernardino County (the "Court") to settle the problem of allocating water rights in the Chino Basin. On January 27, 1978, the Court entered a judgment in Chino Basin Municipal Water District v. City of Chino et al. (Chino Basin Watermaster Judgment) adjudicating water rights in the Chino Basin and establishing the Chino Basin Watermaster. The Judgment adjudicated all groundwater rights in Chino Basin and contains a physical solution to meet the requirements of water users having rights in or dependent upon the Chino Basin. The Judgment also appointed the Watermaster to account for and implement the management of the Chino Basin. The Judgment declared that the initial operating safe yield of the Chino Basin is 145,000 AFY. The Basin is managed through implementation of the Chino Optimum Basin Management Plan. Per the Judgment, the District has a minimum of approximately 1,000 AFY of extraction rights. Extractions above that amount must be replenished with SWP water through a program with the Chino Basin Watermaster.

6.1.3 Surface Water

WVWD has the right to divert and export out of the Lytle Creek Region 2,290 gpm when it is available. WVWD can also purchase an additional 1,350 gpm of Lytle Creek flows through an agreement with the City of San Bernardino (San Bernardino is not able to utilize their surface water flows), which is treated at the Oliver P. Roemer WFF. WVWD also utilizes Lytle Creek surface water flows for groundwater recharge in the Lytle Creek Basin.

6.2 TRANSFER OPPORTUNITIES

WVWD currently has interconnections with the Fontana Water Company, Marygold Mutual Water Company, Valley District, and the Cities of Rialto, Colton and San Bernardino which can be utilized as needed for short-term supply needs. These connections are not typically used for extended periods.

6.3 FUTURE WATER PROJECTS

To meet future demands within the system, WVWD plans to rehabilitate existing wells, drill new wells, and equip wells with wellhead treatment if required. These wells are planned for various groundwater basins and pressure zones within the distribution system.

WVWD has expanded the Oliver P. Roemer Water Filtration Facility to allow additional treatment of SWP water when available. A future expansion of the plant will increase the ultimate capacity of the facility to 21.6 MGD.

When planning future water supply sources, WVWD selects projects that will provide sufficient supply to meet peak day demands. When possible, these sources are planned by pressure zone, thereby reducing the need to lift water to a higher zone. WVWD currently pumps its wells 16 hours per day to take advantage of Southern California Edison's reduced off peak pumping rate. This pumping schedule lowers overall costs and allows WVWD operational flexibility.



As development progresses and increases demands are placed on the system, WVWD will determine which projects to implement. Although WVWD may not need to utilize each source to its full potential, construction of these water supply projects gives WVWD this option should one of more source be offline due to maintenance. Known future supply developments are listed in Table 6-2.

Table 6-2. Future Water Supply Projects (1)										
Name of Project	Capacity	Description	Date Supply Available							
Expansion of Oliver P. Roemer WFF	21.6 MGD	Expansion to allow additional treatment of SWP water, when available and to be used during an average year.	2025							

6.4 RECYCLED WATER

WVWD does not currently have a recycled water distribution system. WVWD's plans for recycled water are still preliminary, and the expected beneficial use has not been quantified.

To the extent feasible, if and when recycled water is available to WVWD, this water will be offered to WVWD customers.

6.5 WATER SUPPLY SUMMARY

WVWD's historical current, and projected water supplies are summarized in Table 6-3. These quantities are based on projected demands established in the 2015 UWMP.

Table 6-3. Water Supplies – Historical, AFY											
	Additional										
Water Supply	Detail on Water	2015	2016	2017	2018	2019					
	Supply										
Groundwater	Lytle Creek	2,159	1,850	2,365	2,416	2,572					
	Riverside North	2,065	2,745	1,089	1,542	1,301					
	Rialto-Colton	2,505	2,123	3,923	3 <i>,</i> 353	2,779					
	Bunker Hill	1,520	1,351	2,300	2,002	891					
	Chino	0	0	0	0	0					
Purchased or	SWP Water	2,244	2,839	2,653	4,042	3,649					
Imported Water	Baseline Feeder	4,367	3,380	3,151	3,701	3,512					
Surface Water	Lytle Creek	2,271	2,026	4,540	3,748	4,023					
Total		17,131	16,314	20,021	20,804	18,727					

WVWD plans to utilize a greater amount from each of its supply sources, up to the legal rights and availability. WVWD's available supplies for future years are summarized in Table 6-4.



Water Supply	Additional Detail on Water Supply	2020	2025	2030	2035	2040
Groundwater	SBBA Groundwater (Bunker Hill/Lytle)	9,500	14,000	17,000	19,500	19,500
	Riverside North	2,500	3,500	4,000	4,500	4,500
	Rialto-Colton	4,500	6,000	6,000	6,000	6,000
	Chino	0	900	900	900	900
Purchased or	SWP Water	7,000	7,000	7,000	7,000	7,000
Imported Water	Baseline Feeder	5,000	5,000	5,000	5,000	5,000
Surface Water	Lytle Creek	5,500	5,500	5,500	5,500	5,500
Total		34,000	41,900	45,400	48,400	48,400

Table 6-4 Current and Projected Supplies, AFY

7 WATER SUPPLY RELIABILITY

7.1 WATER SUPPLY RELIABILITY

During normal and wet years, Valley District uses SWP for groundwater recharge. Therefore, this water is available for production during dry years. Through its use of groundwater storage, Valley District does not anticipate a reduction in the availability of SWP water during single or multiple dry years.

Due to the size of the groundwater basins utilized by WVWD, a single dry year will not affect well production. The annual amount produced in historical normal, single dry, or multiple dry water years from a basin does not give an accurate representation of potential basin production. Factors such as lower system demand, cost of pumping, inoperable wells, pumping duration, replenishment costs, water quality, cost of supply and the ability to treat water all affect annual basin production numbers.

WVWD has utilized up to 5,500 AFY during normal times from Lytle Creek surface flows and projects a minimum of 2,130 AFY during extended drought conditions. WVWD and its predecessors have utilized Lytle Creek surface flows for water supply for more than 130 years.

8 WATER SUPPLY AND DEMAND ANALYSIS

There has been a historical trend associated with drier years and an increase in water use among agencies. Conservation efforts have proven to be effective in decreasing water use in dry years, such as the historical drought of 2013-2015.



In the 2015 RUWMP, WVWD had estimated that demands could increase by 10 percent during a single dry year. During a multiple dry year period, it is expected that conservation messaging and restrictions would lead to consumption dropping back down to normal year levels in the second dry year and falling an additional 10 percent in the third dry year.

Table 8-1 presents a comparison of supply and demand projections in an Average Year, Table 8-2 presents a comparison of supply and demand projections for a Single Dry Year, and Table 8-3 presents a comparison of supply and demand projections for multiple dry years.

Table 8-1.	Normal Yea	[.] Supply	and	Demand	Comparison	. AFY
		Juppiy	unu	Demana	companison	,

				· · · · ·			
Totals	2020	2025	2030	2035	2040		
Supply Totals ²	34,000	41,900	45,400	48,400	48,400		
Demand Totals	20,799	22,256	23,802	25,492	27,312		
Difference	13,201	19,644	21,598	22,908	21,088		
Notes: 1. Information provided in the 2015 RUWMP. 2. Supply totals undeted in this WCA							

2. Supply totals updated in this WSA.

Table 8-2. Single Dry Year Supply and Demand Comparison, AFY

Totals	2020	2025	2030	2035	2040		
Supply Totals	33,030	38,530	42,030	45,030	45,030		
Demand Totals	22,879	24,481	26,183	28,041	30,043		
Difference	10,151	14,049	15,847	16,989	14,987		
Note:	eventided in the 201						
1. Information provided in the 2015 RUWMP.							

Table 8-3. Multiple Dry Year Supply and Demand Comparison, AFY

Year	Totals	2020	2025	2030	2035	2040
First Year	Supply Totals	33,030	38,530	42,030	45,030	45,030
	Demand Totals	22,879	24,481	26,183	28,041	30,043
	Difference	10,151	14,049	15,847	16,989	14,987
Second Year	Supply Totals	33,030	38,530	42,030	45,030	45,030
	Demand Totals	20,799	22,256	23,802	25,492	27,312
	Difference	12,231	16,274	18,228	19,538	17,718
Third Year	Supply Totals	33,030	38,530	42,030	45,030	45,030
	Demand Totals	18,719	20,030	21,422	22,943	24,580
	Difference	14,311	18,500	20,608	22,087	20,450
Note:						
1. Information provided in the 2015 RUWMP.						





9 DETERMINATION OF WATER SUPPLY SUFFICIENCY

9.1 DETERMINATION OF WATER SUPPLY SUFFICIENCY

According to the 2015 RUWMP, WVWD has adequate supplies to meet their customer demands and replacement water needs during average, single dry and multiple dry years throughout the 20-year planning period. Project demands determined in this WSA were less than the projected growth demands provided in the 2015 RUWMP. As a result, the Project demands were included in supply projections. It is concluded that WVWD has adequate supplies to meet demands during average, single dry and multiple dry years throughout the 20-year planning period.

WVWD is committed to minimizing the need to import water from other regions. WVWD will continue aggressive water conservation efforts to implement various Demand Management Measures, helping to reduce the need for imported water.

10 CONDITIONS OF APPROVAL

This assessment of reliable water supply is conditioned on the following:

- The property owner will install water efficient devices and landscaping according to the requirements of the District's water use efficiency ordinance(s), if any, at the time of construction of the project to reduce the impact of this project on District water supplies.
- 2. Prior to project construction, the property owner is required to meet with District staff to develop a plan of service. The plan of service will include, but not be limited to, water and recycled water requirements to serve the project. If there is a change in the circumstances detailed in this water supply assessment, the District has the option to suspend the approval of this WSA.
- 3. This WSA will be reviewed every three (3) years until the project begins construction. The property owner shall notify the District when construction has begun. The review will ensure that the information included in this WSA remains accurate and no significant changes to the project or District's water supply have occurred. If the property owner has not contacted the District within three (3) years of approval of this WSA, it will be assumed that the proposed project no longer requires the estimated water demand calculated, the demand for this project will not be considered in assessments for future projects, and the assessment provided by this document will become invalid.
- 4. (a) Based on present information the District has determined that it will be able to provide adequate water supplies to meet the potable water demand for this project in addition to existing and future uses. Water service will be guaranteed by the satisfaction of all rules and regulations of the District. The District reserves the right to revisit this water supply assessment in the event of a potential increase in water demand to the project.

(b) This WSA is not a commitment to serve the project, but a review of District's supplies based on present information available.



11 REFERENCES

1. Water Systems Consulting, Inc. 2015 San Bernardino Valley Regional Urban Water Management Plan . Amended June 2017.

2. West Valley Water District. 2012 Water Master Plan. 2012.

3. —. Overview. *West Valley Water District.* [Online] 2018. [Cited: September 14, 2020.] https://agencyeta.com/WVWD/about/overview/.



APPENDIX A. LYTLE CREEK JUDGEMENT & SURFACE WATER PURCHASE AGREEMENT



Certified Copy

Copy

OF

JUDGMENT

Rendered in the Superior Court of San Bernardino County, California, on January 28th, 1924, in Action No. 17030 and Entitled:

ALTERNIA DE LA COMPACIÓN DE LA C

"City of San Bernardino vs. Fontana Water Co. et al."

Recorded in Book 829, Page 293 of Deeds, San Bernardino County Records

Judgment

In the Superior Court of the State of California in and for the County of San Bernardino

CITY OF SAN BERNARDINO,

a municipal corporation,

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Plaintiff.

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FONTANA WATER COMPANY, a corporation, FONTANA UNION WATER COM-PANY, a corporation, FONTANA POWER COMPANY, a corporation, FONTANA FARMS COMPANY, a corporation, FON-TANA COMPANY, a corporation, LYTLE CREEK WATER AND IMPROVEMENT CITIZENS corporation, а COMPANY, LAND AND WATER COMPANY OF BLOOMINGTON, a corporation, RIVER-SIDE HIGHLAND WATER COMPANY, RANCHERIA WATER corporation, a MUTUAL corporation, COMPANY, a: LAND AND WATER COMPANY OF RIALTO, a corporation, TERRACE WATER COMPANY, a corporation, THE GAGE CANAL COMPANY, a corporation, RIVERSIDE TRUST COMPANY, RIVERSIDE a corporation, LIMITED,

No. 17030 ORANGE COMPANY, LIMITED, a corporation, CITY OF COLTON, a municipal corporation, GATE CITY ICE AND PRE-COOLING COMPANY, a corporation, COL-TON CITY WATER COMPANY, a corporation, MEEKS AND DALEY WATER corporation, FONTANA COMPANY, a LAND COMPANY, a corporation, JOHN-HUB WATER COMPANY, a corporation, DEVELOPMENT COM-FONTANA PANY, a corporation, NORTH COLTON WATER COMPANY, a corporation, LAW-SON WELL COMPANY, a corporation, ALTA VISTA WATER COMPANY, a corporation, CLARA VISTA WATER COM-PANY, a corporation, ORCHARD MUTUAL WATER COMPANY, a corporation, EAST RIVERSIDE WATER COM-PANY, a corporation, JAMES BARNHILL, RICHARD ROE, SAM IOHN DOE, BLACK, JOE WHITE, SAM WHITE, BROWN, TOM WHITE, CHARLES SARAH BROWN, CHARLES BROWN, MARY BROWN, CHARLES LOW and JOHN LOW, and RIALTO DOMESTIC WATER COMPANY, a corporation, Defendants.

WHEREAS there has been filed in this action a stipulation for judgment, duly executed by and on the part of the plaintiff above named and by and on the part of each and all of the following named defendants in this action, to-wit: Fontana Water Company, a corporation; Fontana Union Water Company, a corporation; Fontana Power Company, a corporation, Fontana Farms Company, a corporation; Fontana Land Company, a corporation, Lytle Creek Water and Improvement Company, a corporation; Citizens Land and Water Company of Bloomington, a corporation; Riverside Highland Water Company, a corporation; Rancheria Water Company, a corporation; Mutual Land and Water Company of Rialto, a corporation; Terrace Water Company, a corporation; City of Colton, a municipal corporation; Rialto Domestic Water Company, a corporation; and James Barnhill (said Barnhill being erroneously sued herein, under the name of "W. W. Barnhill"),

NOW THEREFORE, by reason of said stipulation, and pursuant to the terms and provisions thereof,

IT IS HEREBY ORDERED, ADJUDGED AND DECREED by the Court as follows:

I.

This action is hereby dismissed as to each and all of the defendants, other than those above named as parties to said stipulation; and each and all cross-complaints or cross-actions, filed or pending by or between any of the parties to said stipulation, above named are dismissed.

II.

As between the plaintiff and each and all of the defendants, above named, as parties to said stipulation, and as to each and all of said defendants as between themselves, excepting as set forth in Paragraph XXI hereof, it is further

ADJUDGED AND DECREED, as follows:

III.

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That an inch of water, as the term is used herein, shall mean such quantity of water, in continuous flow, as will supply one-fiftieth part of a cubic foot of water per second of time.

IV.

That from time immemorial, there has flowed, and now flows, in Lytle Creek Canyon, in San Bernardino County, California, a natural stream, known as "Lytle Creek," and there exists below the mouth of said canyon, a certain pressure pipe line, belonging to said Power Company, and the cement intake diverting water into said pipe line, is situate on the west side of said stream, very near the mouth of said canyon, and at a distance of about 1662 feet north of a point in the north boundary of the Muscupiabe Rancho, between stations 48 and 49 thereof, where said boundary intersects the center line of Riverside Avenue, as delineated on the map showing subdivision of the lands of the Semi-Tropic Land and Water Company, (said location of said intake having been sometimes heretofore erroneously designated in the pleadings herein and elsewhere, as being about 2375 feet north of said point of intersection), said Map being recorded in the office of the County Recorder of said County, in Book 6 of Maps, page 12 thereof; and said Power Company, for more than five years last past, has been and now is diverting from said creek, at said intake, by means of said pipe line, the waters of said Creek, flowing at said intake not exceeding 3000 inches, and is conducting said waters to the power house of said Power Company, situated on Farm Lot 66, designated on said Map, which waters, upon being discharged from said Power House, belong to and are distributed to sundry parties, for their use, in proportion to their rights and interests therein.

V.

That in the San Bernardino Valley in said County, there exists, and lies below, and to the southeast of the mouth of said canyon, an area of land herein designated as "Lytle Creek Region" which, for the purposes of this decree, is defined and described as follows:

Commencing at a point in the center line of Mill Street, in the City of San Bernardino, in said County, situate 300 feet east of the center line of Mt. Vernon Avenue; thence north 400 feet; thence west to the center line of Mt. Vernon Avenue; thence running north along the center line of Mt. Vernon Avenue, to the intersection thereof with the center line of Fourth Street, (said street being identical with Foothill Boulevard); thence running west along the center line of Fourth Street, to a point where the center line of Fourth Street would intersect the center line of Muscott Avenue, if said Avenue were extended south; thence running north to the point of intersection of center line of Muscott Avenue with center line of Base Line; thence running west along center line of Base Line, to the southeast corner of Section 31, Township 1 North, Range 4 West, S. B. B. & M.; thence running north to the southwesterly boundary of the right of way of Atchison, Topeka and Santa Fe Railway Company (on which right of way are located the main railroad tracks of said Railroad Company, running from said City, through Cajon Pass); thence following along said southwesterly boundary of said right of way, to the point of intersection thereof, with the State Highway

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at Verdemont; thence following said Highway to the point of intersection thereof, with the north line of Township 1 North, Range 5 West, San Bernardino Base and Meridian; thence running west, along the north line of Township 1 North, Range 5 West, San Bernardino Base and Meridian, to the northwest corner of said last mentioned township; thence running southeasterly to a point situate five feet east of the most easterly point of said intake of said pipe line of said Power Company, thence running southeasterly and following upon and along a line parallel with the east side of that certain cement canal, formerly known as the "Semi-Tropic Canal" (the intake of which canal is identical with said intake of said pipe line), and at all points five feet distant in a northeasterly direction from the east side of said Canal, to a point where said line would intersect the northwesterly line of Farm Lot 68, designated on said Map, if said northwesterly line of said Lot were projected southwest; thence along said northwesterly line of said Lot, to the foot of the ridge or bluff known as the "Rialto Bench," thence running southeasterly along the foot of said bluff, to a point where the foot of said bluff intersects the center line of said Mill Street; running thence east, along the center line of Mill Street, to the place of beginning.

VI.

That whenever there shall be discharge from said Power House, surplus water in excess of the quantity at the time required to satisfy the domestic and irrigation needs of the respective parties, entitled to receive and use water discharged from said Power House, all of such surplus water, so discharged, shall be used for

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replenishing the underground water sources of said

Lytle Creek Region, and to that end, shall be delivered by said Power Company, to and upon the wash of said Lytle Creek, by a cement conduit, at the highest point on the westerly margin of said wash, to which such water can reasonably be conducted by gravity flow from said Power House. Such replenishment work, as to the water so delivered upon said wash, shall be performed under the supervision and direction of the Committee hereinafter mentioned.

VII.

That all water flowing at said intake of said pipe line of said Power Company, between the 15th day of December, and the 15th day of the next succeeding month of April, of each year hereafter elapsing, shall be diverted and applied in the manner and in accordance with the priorities hereinafter set forth, to-wit:

First: To supply to said pipe line 2000 inches of water, or such larger quantity as may, at the time, he required and taken for immediate use for irrigation or domestic purposes, by the parties entitled to receive and use water discharged from said Power House, not exceeding the extent of their respective rights to such water.

Second: To supply additional water to said pipe line, to the extent of an aggregate amount of 3000 inches, (inclusive of the water specified in the next preceding subdivision "First"), except and provided that all or any part of such additional water shall be allowed to flow past said intake, into the wash or channel of said creek, for replenishing the underground water of said

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Region, whenever so requested in writing by the said Improvement Company, except during periods:

(a) When the quantity of water flowing in said creek at said intake, exceeds 4000 inches, in which event such excess water may be diverted through said pipe line, until the total quantity of water, diverted therethrough, amounts to 2500 inches, or

(b) When the quantity of water, flowing in said creek, at said intake exceeds 5000 inches, in which event, such excess water may be diverted through said pipe line, until the total quantity of water, diverted therethrough, amounts to 3000 inches.

Third: All water, so permitted to pass said intake, shall be used, as far as reasonably practicable, for replenishing the underground water contained in the entire area of the Lytle Creek Wash, situate below said intake, provided that at all times, so far as is reasonably practicable, the upper porfion of said wash shall be so replenished with water until no more water can be sunk therein, before such replenishment is performed on the portion of said wash lying south of Highland Avenue, or lying east of the west boundary of the lands in said Region now owned by the Muscoy Water Company.

Fourth: If, at the end of five years, from date hereof, said Improvement Company or their successors in interest, decide that the water producing capacity of wells, situate south of an east and west line drawn through said Power House, and north of said Highland Avenue, would be benefited and increased by conducting at said intake, into said pipe line, a quantity of water not exceeding 3000 inches, then and in that event, all of the water flowing at said intake, shall at all times

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thereafter, be turned into said pipe line, to the extent of said 3000 inches, instead of permitting a portion of such waters to flow past said intake, as aforesaid, and at said Power House, all surplus water, in excess of the quantity at the time required to meet the then requirements of the respective parties, entitled to receive and use water discharged from said Power House, shall be used in accordance with, and be subject to the provisions of Paragraph VI hereof.

VII-a

That no water shall ever be conducted by any party hereto, from that certain tract of land, situated in said San Bernardino County, described as follows:

Beginning at a point on the center line of hereinbefore mentioned Muscott Avenue, said point being situate one-half mile north of said Base Line; running thence south to the center line of said Fourth Street; running thence west, along said center line of Fourth Street, to the point of intersection thereof with the center line of the right of way, for electrical transmission line, of Southern Sierras Power Company; running thence northwesterly along said center line of said right of way, to a point where said center line of said right of way would intersect a line drawn due west from said point of beginning; thence running east to said point of beginning.

VIII.

That in order to conserve, in the most economical and effectual method, all waters which, under the provisions hereof, are from time to time to be used for replenishing the underground water sources of said Region, and also, for further replenishing the underground water

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supply of said Region, to conserve, so far as may be reasonably practicable, the surplus, or flood waters, of streams or canyons tributary to said Region, a committee of five persons shall annually be appointed in the month of September of each year, which committee shall have full charge and direction of such water conservation work, and of all expenditures relating thereto, provided that, in case of disagreement or difference of opinion, the power of such committee shall be exercised by concurrence of a majority of its members. One of the members of said committee shall be so appointed by said Improvement Company; one by said Citizens Company; one by said Union Water Company, one by said Mutual Company, Rancheria Water Company, Riverside Company and said City of San Bernardino; and one by said Terrace Water Company, James Barnhill and City of Colton, and each of said members shall serve for one year, and until his successor is appointed and no member of said committee shall receive any compensation for serving thereon. Vacancies on said committee shall also be filled by appointment, to be made in like manner as aforesaid, by the party or parties which made the appointment of the member whose place so becomes vacant, and any person appointed to fill such vacancies shall fill out the unexpired term of his predecessor. Subject to the provisions hereof, said committee is hereby authorized to, from time to time, install any water conservation works, including the construction of dams, ditches, cuts, obstructions, and shafts on land in said Lytle Creek Wash, lying north of Fourth Street, (said street being identical with Foothill Boulevard) and also in and along any canyon, the waters of which are tributary to said Region, and take all other steps,

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as in its uncontrolled discretion may be deemed expedient, in order to accomplish the underground conservation of such waters, provided that nothing herein shall be construed as authorizing said committee to trespass upon the property or rights of any party or to do any act that would infringe upon or impair or interfere with the right of any party to the use of any water to which such party shall be entitled. The expense of installing such system and maintaining the same, and carrying on said work of water conservation, shall be borne and paid, subject to the provisions hereof. by the Fontana Companies, Citizens Company, Riverside Company, Improvement Company, Mutual Company, Rancheria Water Company, Rialto Domestic Water Company, City of Colton, City of San Bernardino, Terrace Water Company, and James Barnhill, in the same proportions that the maximum quantity of water which each of said eleven parties (or group of parties), is allotted hereunder, the right to pump from said Region, bears to the aggregate maximum quantity of water which all of said parties are alloted hereunder the right to pump from said Region, provided that in the event of any other person or corporation joining in said conservation work, and paying a proportion of the expense thereof, the proportions of said expense to be borne by said parties, as hereinbefore set forth, shall be correspondingly and equitably reduced. Said committee, in the month of October of each year, and from time to time thereafter, as they may deem proper, shall make an estimate of the amount of money at the time required to be paid to said committee by said eleven parties hereto above named, in order to meet the expense for conservation work as aforesaid, at the

time being undertaken, or in contemplation by said committee.

Said committee shall thereupon present to each of said eleven parties, a bill for the proportionate amount so to be paid by such party, and if any party shall fail to pay such bill, within thirty days after it shall be so presented to such party, then said committee may bring, and it shall be its duty to bring, suit against such party for the amount of such bill, together with costs, including a reasonable attorneys' fee to be fixed by the court in which such suit shall be brought.

Any and all lands, owned by any of said specified parties who are to bear the expense of said conservation work as aforesaid, situate in said Lytle Creek Region, and lying north of said "Fourth Street," and not suitable for the growing of crops thereon, may be used at any and all times for spreading water thereon, and sinking and conserving water therein, by means of dams, obstructions, ditches, cuts and shafts, or by taking such other steps as may be deemed expedient by said committee, provided however, that such water conservation work shall not be done in such a manner as to injure or interfere with the use of any pumping plant, structure or other improvement, situate on any land where such work is performed.

1X.

That the maximum quantity of water which said plaintiff, City of San Bernardino, shall be, and is entitled to take from said Region, and use beyond the confines thereof, is such quantity of water, which when added to the water said plaintiff is entitled to have delivered to it, from said Lytle Creek, will amount in the aggregate, (inclusive of said Lytle Creek Water) to 325 inches of water, and said plaintiff shall not be entitled to divert, at any time, from said Region, an amount of water in excess of said 325 inches. Of said quantity of water, 225 inches and no more may be pumped or diverted from that certain tract of land in said Region, comprising 10.09 acres, and forming a part of tract known as the "McKenzie Tract" (said tract of 10.09 acres being more particularly described in that certain deed running from William L. McKenzie, and others, to said plaintiff, and recorded in Book 109 of Deeds, at page 303 thereof, in the office of the County Recorder of said San Bernardino County), and none of said 225 inches shall ever be diverted by plaintiff from any other portion of said Region.

Said plaintiff is also the owner of the right to take, divert and use water from that portion of the San Bernardino Valley, lying east of the easterly boundary line of said Lytle Creek Region and east of a line beginning at the point of intersection of the State Highway with the south boundary line of Section 34, Township 2 North, Range 5 West, S. B. B. & M., and running thence to the northwest corner of said Section 34, and north of the center line of Mill Street, extended east to Sterling Avenue, and from streams tributary to said portion of said valley, situate in said portion of said valley, either from the surface flow of such streams, or from wells bored or to be bored in said portion of said valley, to such extent as may be reasonably necessary to supply the needs of said city and its inhabitants with water for supplying needs and purposes within said City. The right of said plaintiff to take water from the surface flow of Lytle Creek, to the extent of 100 inches, shall

not be affected or diminished by any claims of the Fontana Companies, or any of them to salvage water, by reason of any water of Lytle Creek being conducted or conveyed in or through pipe lines, or conduits of any kind.

Χ.

That, subject to the provisions of this paragraph, the maximum quantity of water which said Rialto Domestic Water Company shall be, and is entitled to take from said Region and use beyond the confines thereof, is such quantity of water which, when added to the water said Company is entitled to have delivered to it from said Lytle Creek, will amount in the aggregate (inclusive of said Lytle Creek Water) to 143.22 inches of water, and said Company shall not be entitled to divert, at any time from said Region, an amount of water in excess of said quantity hereinbefore in this paragraph specified. Of said quantity of water, 100 inches and no more may be pumped from said Region by said Company, provided that:

(a) None of said 100 inches of water shall be taken from any well or water development situate south of a line located parallel to, and situate three-fourths of a mile north of, Highland Avenue.

(b) The right of said Company to so pump and take said one hundred inches of water, shall be exercised only to such extent as shall be necessary to supply the City of Rialto, and the inhabitants thereof, with water for municipal and domestic uses and purposes, and for the irrigation of flowers, trees and lawns, within said City, and then only during such times as the 43.22 inches of water (now supplied by said Company to the

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inhabitants of said City) is inadequate, or unsuitable for such purposes or uses.

(c) None of said 100 inches of water shall, at any time, be used outside of the now, or hereafter existing corporate limits of said City of Rialto, except to the extent that said 43.22 inches is now being used outside said City.

(d) Nothing in this Paragraph X contained shall be construed as vesting in said Company the right to take any portion of said 100 inches of water from any well or water development, without the consent of the owner of the land on which such well or water development is situated.

(e) The right to pump and take said 100 inches of water from said region shall be exercised only in the event such right shall be transferred to the City of Rialto.

(f) The water derived from said 100 inches water right, other than water supplied for fire hydrants, sewers, stores and buildings, not used for dwellings, shall not be furnished to the inhabitants of said City of Rialto, except through meters and when charged for at meter rates.

XI.

That the maximum quantity of water which said Improvement Company shall be, and is entitled to take from said Region, and use beyond the confines thereof, is, such quantity of water, which when added to the water said Company is entitled to have delivered to it from said Lytle Creek, will amount in the aggregate (inclusive of said Lytle Creek Water), to 1026.23 inches, and said Improvement Company shall not be entitled to divert at any time, from said Region, an amount of water in excess of said quantity in this paragraph hereinbefore specified. 'Of said quantity of water, only 700 inches may be pumped and diverted from said Region, by said Improvement Company, except during such periods when the quantity of water said Company is deriving from said Lytle Creek, is temporarily reduced to a quantity of less than 326.23 inches, during which periods additional water may be pumped and diverted from said Region by said Company, but only to an extent sufficient to supply such deficiency of said Lytle Creek Water, and only so long as such deficiency continues. Said pumping of said 700 inches of water by said Improvement Company shall be confined to the Ferguson Ranch, (said Ranch being the real property described in that certain deed, dated November 20th, 1908, and executed by Fontana Development Company, and recorded in the office of the County Recorder of said San Bernardino County, in Book 429 of Deeds, page 103 thereof), and said Company is not entitled to pump any water from any other part of said Region.

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XII.

That the maximum quantity of water, which said Mutual Company shall be, and is entitled to take and conduct from said Region, and use beyond the confines thereof, is 125 inches of water, and said Mutual Company shall not be entitled to divert at any time, from said Region, an amount of water in excess of said 125 inches, all of which said quantity of water may be pumped by said Company from said Region, but all of said water shall be taken from wells, or water developments situate south of Highland Avenue, and north of Base Line.

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XIII.

That the maximum quantity of water which said Riverside Company shall be, and is entitled to take from said Region, and use beyond the confines thereof, is 450 inches of water, and said Riverside Company shall not be entitled to divert at any time, from said Region, an amount of water in excess of said 450 inches, all of which said quantity of water may be pumped or diverted by said Company from said Region, but all of said water shall be taken from wells or water developments situate south of Highland Avenue, and north of Base Line.

XIV.

That the maximum quantity of water which said Rancheria Water Company shall be, and is entitled to take from said Region, and use beyond the confines thereof, is 120 inches of water, and said Company shall not be entitled to divert at any time from said Region, an amount of water in excess of 120 inches, all of which said quantity of water may be pumped or diverted by said Company from said Region, but all of said water shall be taken from wells or water developments, situate south of Highland Avenue, and north of said Fourth Street.

XV.

That the maximum quantity of water which said Citizens Company shall be, and is entitled to take from

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said Region, and use beyond the confines thereof, is 1300 inches of water, and said Citizens Company shall not be entitled to divert, at any time, from said Region, an amount of water in excess of said 1300 inches, all of which said quantity of water may be pumped or diverted by said Company from said Region, provided that:

(a) No more than 200 inches shall ever be diverted or pumped by said Citizens Company, from that part of said Ferguson Ranch specified in that certain deed, executed by the Semi-Tropic Land and Water Company, to the Rialto Irrigation District, and recorded in the office of the County Recorder of said San Bernardino County, in Book 187 of Deeds, at page 213 thereof, and

(b) No more than 585 inches shall ever be diverted from said Region by said Citizens Company, from the northeast quarter of Section 36, Township 1 North, Range 5 West, S. B. B. & M., and

(c) No more than 150 inches shall ever be diverted or pumped by said Citizens Company, from that certain tract of land, situate in said Region, described as follows, to-wit:

Commencing at a point on the Base Line two thousand and fifty feet east of the southwest corner of Township 1 North, Range 4 West, San Bernardino Base and Meridian, and running thence due east 250 feet; thence north 14 degrees west, 344 feet; thence north 24 degrees 10 minutes West, 839.7 feet; thence north 39 degrees, 56 minutes west, 1096 feet; thence due west 674 feet; thence south 8 degrees, 20 minutes east, 500 feet; thence south 34 degrees, 15 minutes east, 1119 feet; thence south 58 degrees, 35 minutes east, 998-7/10 feet, to the place of beginning.

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(d) None of the remaining quantity of said 1300 inches of water shall ever be diverted or pumped by said Citizens Company, from any lands in said Region, lying to the north of Base Line, but nothing herein contained shall be construed as obligating said Citizens Company, to divert any specific quantity of water from lands lying north of Base Line, to the end that any quantity of water may be diverted by said Company, from lands in said Region lying south of Base Line, so long as such quantity, when added to the quantity of water which said Company may be then contemporaneously taking from said Region, from lands north of Base Line, shall not exceed in the aggregate, said maximum quantity of 1300 inches of water; provided however, that in the event of said Company diverting at any time from said Region, a total quantity of water, exceeding 1100 inches, then all of such excess water shall be taken by said Company from lands in said Region lying south of a line drawn parallel to, and situate 2500 feet south of Base Line.

(e) Said Citizens Company shall never be entitled to divert any water from that certain tract of land situate in said Region, and described as follows:

Beginning at the southeast corner of the northeast quarter of the northeast quarter of Section 36, Township 1 North, Range 5 West, San Bernardino Base and Meridian; running thence west, 11.89 chains to a post, thence north 3 degrees 10 minutes west, 20 chains to a post on the north line of said Section, thence east 1 chain, thence south 32 degrees east, 8.32 chains to a post; thence south 2 degrees west, 2.06 chains to a post; thence south 54 degrees east, 4.59 chains to a post; thence south 83 degrees east, 4.40 chains to the east line of said Section, thence south 8.48 chains to the place of beginning.

XVI. 🕐

The maximum quantity of water which James Barnhill (sued herein under the erroneus name of "W. W. Barnhill"), shall be, and is entitled to take from said Region, and use beyond the confines thereof, is seventyfive inches of water and said Barnhill shall not be entitled to divert, at any time, from said Region, an amount of water in excess of said 75 inches, all of which said quantity of water may be pumped by him from said Region, but all of said water shall be taken from wells, or water developments, situate south of the existing right of way of Atchison, Topeka and Santa Fe Railway Company (on which said right of way are located the railroad tracts extending from said City of San Bernardino, to the City of Rialto), and north of said Mill Street.

XVII.

That the maximum quantity of water, which said Terrace Water Company shall be, and is entitled to take from said Region, and use beyond the confines thereof, is 150 inches of water, and said Terrace Water Company shall not be entitled to divert, at any time, from said Region, an amount of water in excess of said 150 inches, but all of said water shall be taken from wells or water developments, situate south of said right of way of said Railway Company mentioned in the next preceding paragraph hereof, and north of said Mill Street. All of said water may be pumped.

XVIII.

That the maximum quantity of water which said City of Colton shall be, and is entitled to take from said

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and its tributaries, and from said Lytle Creek Region, and conduct from said Region, and use beyond the confines thereof, shall amount to an'aggregate quantity of 3480.78 inches, and said Fontana Companies shall never be entited either collectively or separately to divert, beyond said confines, at any time from said water sources, or any of them, an amount of water in excess of said quantity in this paragraph hereinbefore specified. Of said 3480.78 inches of water, 1300 inches and no more may be pumped and diverted from said Region, by said Fontana Companies, provided that:

(a) No more than three hundred inches shall ever be pumped from the next hereinafter described tract of land, and said 300 inches shall be pumped from no other place; said tract being that certain tract, in said Region, described as follows:

That portion of the Southwest portion of the Muscupiabe Rancho, described as follows:

Beginning at station O of the north boundary of the Muscupiabe Rancho, which point is situate near the northeasterly bank of Lytle Creek, and near the mouth of Lytle Creek Canyon;

Thence following and along the northerly boundary of said Muscupiabe Ranch, South 67 degrees, 52 minutes East, thirty-five and fifty-three hundredths (35.53) chains to station 1 of said Muscupiabe Rancho; thence south 48 degrees, 14 minutes west, fifty-six and seventysix hundredths (56.76) chains to the southwesterly corner of Farm Lot Ten (10) designated on the Map showing SUBDIVISION OF LANDS BELONGING TO SEMI-TROPIC LAND AND WATER COMPANY, recorded in Book 6 of Maps, at page 12, in the office of the County Recorder of said San Bernardino County; Region, and use beyond the confines thereof, is 600 inches of water, and said City shall not be entitled to divert, at any time, from said Region, an amount of water in excess of said 600 inches, all of which said quantity of water may be pumped by said City from said Region, but all of said water shall be taken from wells or water developments situate south of the last mentioned right of way of said Railway Company, and north of said Mill Street, and none of said water shall be used west of the highway, running approximately north and south, situate on the Rialto Bench, and known as "Rancho Avenue."

XIX.

As used herein, (1) the term "Fontana Companies," refers to Fontana Water Company, Fontana Union Water Company, Fontana Power Company, Fontana Farms Company, and Fontana Land Company; (2) the term "Citizens Company" refers to the Citizens Land and Water Company of Bloomington; (3) the term "Riverside Company" refers to the Riverside Highland Water Company; (4) the term "Improvement Company" refers to the Lytle Creek Water and Improvement Company; (5) the term "Mutual Company" refers to the Mutual Land and Water Company of Rialto; (6) the term "Power Company" refers to the Fontana Power Company, and (7) the term "Union Water Company" refers to Fontana Union Water Company.

XX.

That the maximum quantity of water which said Fontana Companies shall be, and are collectively entitled to take from the surface and sub-surface waters of said Lytle Creek, and from said Lytle Creek Canyon,

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Thence north 24 degrees, 43 minutes west, eightyfour and twenty-four hundredths (84.24) chains to a point in the north boundary of said Muscupiabe Rancho; said point being identical with the north corner of Farm Lot One (1), designated on said Map; thence, following and along the north boundary of the Muscupiabe Ranch, south fifty-one degrees, thirty minutes east, eleven and fifty-hundredths (11.50) chains to Station 49 thereof;

Thence, south 63 degrees, 00 minutes east, 40 chains to Station 0 of said Muscupiabe Rancho, the place of beginning.

Containing two hundred twelve and nineteen hundredths (212.19) acres.

(b) No more than 200 inches shall ever be pumped and diverted from said Region, from that certain tract of land in said Region, described as follows:

Commencing at a point on Line 2-3 of the northeasterly boundary of the southwest portion of the Rancho Muscupiabe, said point being north 45 degrees, 0 minutes west, one hundred thirty-seven and three-tenths chains from the southeast corner of Section 25, Township 1 North, Range 5 West, San Bernardino Base and Meridian; thence following the northeasterly boundary line of lands heretofore conveyed by the Fontana Development Company, to the Lytle Creek Water and Improvement Company, by deed recorded in Book 429 of Deeds, page 103, south 71 degrees, 13 minutes west. thirty-four and twenty-eight hundredths chains; thence still following said boundary north eighty-two degrees, fifty-nine minutes west, eighteen and seventy-three hundredths chains, for a point of beginning; thence from said point of beginning north fifty-four degrees, fifteen minutes west, eighty-three and four hundredths chains; thence south 35 degrees, 45 minutes west, along the boundary line of the land conveyed by the Fontana Development Company to the Fontana Union Water Company, by deed recorded in Book 505 of Deeds, page 274, to the northwesterly corner of Lot 64, of Map showing subdivision of lands belonging to the Semi-Tropic Land and Water Company, as per plat recorded in Book 6 of Maps, page 12, of the records of said County, including the western portion of the Muscupiabe Grant, as per plat recorded in Book 7 of Maps, page 23, of the records of said County; thence from said northwesterly corner of said Lot 64, easterly and along the northeast line of Lots 64, 66, 68, 70, 72, 74 and 76, to the westerly point of land conveyed by the Fontana Development Company to the Lytle Creek Water and Improvement Company, by deed recorded in Book 429 of Deeds, page 103, et. seq.; thence following the north boundary of said tract south 82 degrees, 59 minutes east, twenty-six and twenty-seven hundredths chains, more or less, to point of beginning.

(c) None of the remaining 800 inches, or any portion of said 1300 inches of water, shall ever be pumped by said Fontana Companies, or any of them, from any portion of said Region lying to the south, or southeasterly of a line drawn from the southeast corner of Farm Lot 68, designated on said Map, to that certain point situate on the boundary of said Muscupiabe Rancho, designated or known as "Stake No. 3" (which said last mentioned point is situate very near to the northeast corner of Section 22, Township 1 North, Range 5 west, S. B. B. & M.); thence running due east to the southwesterly boundary of said right of way of

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said Atchison, Topeka and Santa Fe Railway Company, hereinbefore mentioned, save and except that 150 inches of said 1300 inches of water may be pumped or diverted from lands in said Region lying below or to the south or southeasterly of said line.

(d) No water, pumped in said Region by any of said Fontana Companies, shall ever be conducted east of the west boundary of the lands in said Region now owned by the Muscoy Water Company, a corporation, provided however, that if any of the said Fontana Companies shall exercise the right to substitute for 150 inches of the surface waters of said Lytle Creek other water (said right being specifically provided for in that certain judgment rendered by the Superior Court of said San Bernardino County, in Action numbered 9383 in said Court, a copy of which judgment is recorded in the office of the County Recorder of said County, in Book 369 of Deeds at page 323 thereof, which said judgment is based upon that certain contract, dated October 26, 1891, wherein John L. Campbell granted to the Semi-Tropic Land and Water Company, the right to make such substitution of such water), then and in that event, such substituted water, not exceeding 150 inches, may be conducted anywhere.

(e) No water, except the 300 inches permitted to be pumped hereunder, from the tract of land described in Subdivision (a) of this Paragraph XX, shall ever be pumped and diverted by any of said Fontana Companies, from said Region, except and provided that whenever the quantity of water which said Fontana Companies are deriving from said Lytle Creek, at said intake, when added to any water that shall at the time be actually pumped from said tract (there shall be no obligation to pump any water from said tract), shall amount in the aggregate to less than 2500 inches, then, so long as such deficiency shall continue, said Fontana Companies may take and divert from said Region from any or all of said other areas hereinbefore specified (but not more from any one of said areas than the maximum that they are entitled to take from such tract as hereinbefore stated) such quantity of water as may be necessary to make up such deficiency and maintain such aggregate supply of 2500 inches.

(f) Said quantity of 2500 inches and said maximum quantity of 3480.78 inches of water, hereinbefore referred to in this Paragraph XX, both relate exclusively to water which said Fontana Companies are entitled to take for their own use for irrigation and other beneficial purposes, beyond the confines of said Region.

XXI.

Nothing herein contained shall settle, bind or affect any question, matter or right existing between any of said Fontana Companies only, the purpose of this decree being to define and adjudicate the rights involved herein, of each and all of the respective parties hereto, other than said Fontana Companies, and also to adjudicate the collective rights of all of said Fontana Companies, constituting one group of defendants, without affecting any right which any of said Fontana Companies may have against any other of said Fontana Companies.

XXII.

That, except as provided in Paragraph XXIV hereof, no well shall ever be sunk hereafter by any party to

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this action, within a distance of 200 feet of the north boundary line of said Ferguson Ranch, and it is further decreed that none of said Fontana Companies shall be entitled to hereafter pump any water in said Lytle Creek Canyon, at any time when such water is not needed for irrigation purposes.

XXIII.

Nothing contained herein shall be construed as permitting or shall permit, any water to be diverted from said Region, or from any water sources herein menitoned, at any time when the water so diverted is not reasonably needed for some useful or beneficial purpose, and it shall not be deemed a useful or beneficial purpose within the meaning of this paragraph, to use water:

(a) For irrigating, between the 15th day of November and the 15th day of March, of the next succeeding year, any grain or cereal crop, unless such crop is growing in an orchard;

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(b) For saturating or causing water to sink in lands, lying outside of the said Region and canyon, for the purpose of accomplishing underground storing of water, or of adding to the water contained in such lands, nor for excercising unreasonable irrigation of crops or trees growing thereon.

XXIV.

That none of the parties to this action shall ever be entitled hereafter, to sink any well within a distance of 500 feet from any other well, owned, or operated by any other party to this action, except for substituting a new well in lieu of any now existing well, within said distance, for the sole purpose of maintaining, but not increasing, the quantity of water now taken by such existing well, within such distance, provided however, that if it is desired to sink such new well within said distance, then such new well shall be always located as near as reasonably practicable to the existing old well for which it is to be substituted, as aforesaid.

XXV.

That each and all of the parties to this action, when taking any water from any water source mentioned herein, shall install, and at all times maintain respectively, at every point at which such water is so taken, such measuring box or weir or other measuring device, as will show readily and accurately the quantity of water at the time being taken at such point, which box and weir or other device, shall be installed and maintained as directed by, and to the satisfaction of said committee on water conservation, and shall at all times be open to inspection by an member of said committee, and by any party to this action.

XXVI.

Nothing herein contained shall be construed as vesting any new right in any of the parties hereto, to enter upon and take water from any water development or well situate on any property of any other party hereto, but the provisions of this paragraph shall not impair or affect any existing right of any party hereto.

XXVII.

That the rights of each and all of the said parties to pump water from said Region, as hereinbefore specified and defined are, as between said parties, equal and correlative, without any priority or superiority of right, except as hereinbefore specifically stated or provided as to a particular interest or right, 'as between particular specified parties.

XXVIII.

That every provision of this decree in favor of, or applying to any party hereto, shall also apply to, and inure to the benefit of, and also bind each and all of the heirs, legal representatives, successors and assigns of such party.

XXIX.

That nothing herein decreed shall impair, abridge, or affect any existing right of any party hereto, which is now established by decree of court, or by other record, to have delivered, or to share in water from the surface flow of said Lytle Creek, except as may hereinbefore be otherwise specifically provided. Nothing herein decreed shall impair, abridge or affect any existing right of any party hereto to practice water conservation by sinking water in said Lytle Creek Canyon.

XXX.

That each and all of the parties hereto, and the agents and employees of each of them, are hereby perpetually restrained and enjoined from doing any act or thing in violation of the provisions of this decree.

XXXI.

None of the several maximum quantities of water which the parties hereto are respectively entitled to take from said Region, and use beyond the confines thereof, as herein specified, shall be increased or affected by the future acquiring of additional lands in said Region by any of said parties; provided, however, anything to the contrary herein contained notwithstanding, should any party hereto hereafter purchase from any other party hereto the herein specified right to divert water of such other party, such purchasing party shall be entitled to exercise such purchased right of diverting water from said Region, in addition to the right allotted hereunder to such purchasing party.

XXXII.

No objection shall ever be made by any of said parties as to the interest or right of any party, as hereinbefore specified and defined, or as to the validity of this judgment in so specifying or defining such interest or right, on the ground that such interest or right, as so specified or defined, is not consistent with or warranted by the pleadings relative thereto; and if, in any case, it shall appear that any such interest or right, as so specified and defined, is in fact not consistent with or warranted by such pleading as actually filed, then such pleading shall be deemed and treated as amended, to conform to and sustain such interest and right as hereinbefore specified and defined.

XXXIII.

Each of said parties waives all right of appeal from this judgment, and no appeal shall be taken by any party or parties from this judgment or any part thereof.

XXXIV.

No party to this judgment shall be entitled to recover costs from any other party. Dated: January 28th, 1924.

BENJAMIN F. WARMER,

Judge.

Endorsed:

Filed Jan. 28, 1924

HARRY L. ALLISON, Clerk By M. L. Aldridge, Deputy.

Docketed: Jan. 30, 1924, at 1:35 o'clock P. M.

Entered: Jan. 28, 1924, Book 41, Page 154.

HARRY L. ALLISON, Clerk

By R. M. SCHMIDT, Deputy Clerk

STATE OF CALIFORNIA, COUNTY OF SAN BERNARDINO,

> ss.

I, HARRY L. ALLISON, County Clerk and exofficio Clerk of the Superior Court, do hereby certify the foregoing to be a full, true and correct copy of the original on file in my office.

Witness my hand and seal of the Superior Court, this 14th day of Feb., 1924.

HARRY L. ALLISON, County Clerk. By R. M. Schmidt, Deputy.

Recorded at request of Leonard, Surr & Hellyer, Feb. 16, 1924, at 28 minutes past 9.00 A. M., in Book 829, Page 293, of Deeds, Records San Bernardino County.

FULTON G. FERAUD, County Recorder.

By IRENE MCINERNY, Deputy Recorder. Fee \$13.50. I hereby certify that I have correctly tanscribed this instrument on the records in the office of the Recorder of San Bernardino County.

R. EASTON, Copyist.

Compared: M. Alexander,—R. Easton.

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AGREEMENT BETWEEN THE WEST SAN BERNARDINO COUNTY WATER DISTRICT AND THE CITY OF SAN BERNARDINO FOR PURCHASE OF LYTLE CREEK SURFACE WATER SUPPLY This Agreement is made as of April 20 , 1993, by and between the WEST SAN BERNARDINO COUNTY WATER DISTRICT (District), and the CITY OF SAN BERNARDINO (City), a municipal corporation, by and through its BOARD OF WATER COMMISSIONERS. RECITALS City owns 1.94 million gallons per day (mgd) of water Α. rights to the surface flow of Lytle Creek (150 miners inches). 12 Said rights are set forth in City of San Bernardino vs. Fontana 13 Water Co. et al., Superior Court of San Bernardino County, California, January 28, 1924, Case No. 17030. City's rights 15 include: 100 miners inches in the name of the City; 50 miners 16 inches held by Mt. Vernon Water Company, one-third owner of the 17 "Campbell Rights" by San Bernardino County Superior Court Case No. 18 20790, Lytle Creek Water and Improvement Company vs. Grapeland 19 Irrigation District, et al. 20 District is in the process of constructing a water в. 21 filtration and treatment facility adequate to properly filter and 22 treat said water supply for domestic use. 23

THEREFORE, IT IS AGREED:

Upon completion of said treatment plant, District shall 1. divert City's said 1.94 mgd, or any portion thereof as determined by the District, for treatment and use in District's water system. Point of diversion shall be the

Purchase of Dytin Creek Surface Mater Supply

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1		Afterbay of the Southern California Edison Company's
2		Fontana Power House. The actual amount of City's water
3		available for sale shall be that amount of surface flow
4		in Lytle Creek allocated to City by various judgments,
5		agreements and low flow restrictions of same.
6	2.	District shall pay City an amount equal to the charge
7		established by the San Bernardino Valley Municipal
8		Water District for imported State Project Water for
9		groundwater recharge; currently, \$60.00 per acre foot or,
10		the average cost per acre foot to District to produce and
11		transport well water from District's Lytle Creek Well
12		Field to elevation one thousand five hundred seventy
13		(1,570) feet above sea level which is the same elevation
14		as said treatment plant, whichever is less. Present
15		estimated cost per acre foot is \$75.00 to produce and
16		transport said water. City will continue to pay
17		assessments which may be imposed by the Lytle Creek Water
18		Conservation Association against surface flow rights it
19		owns.
20	3.	This Agreement shall terminate on January 1, 2023.

District shall have a right to two (2) ten-year extension 21 options after said expiration date. This Agreement may 22 be modified only upon the mutual written agreement of the 23 parties hereto. Any request for modification of this Agreement shall be made at least ninety (90) days prior to the proposed effective date of any such requested modification. This Agreement shall inure to the benefit of and be binding upon the parties hereto and their

Purchase of Lytle Creek Sutface Water Supply

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respective successors, legal representatives, and assigns. This Agreement shall be reviewed by the parties ninety (90) days prior to the end of each five-year anniversary date of this Agreement.

4. District agrees to indemnify and hold City and its 5 officers, employees, successors and assigns, and each of 6 them, harmless from and against all liability or claims 7 thereof for loss of or damage to property or injury to or 8 death of any person proximately caused in whole or in 9 part by any acts, omission, negligence, gross negligence 10 or willful misconduct, of District or its contractors, or 11 by any acts for which District or its contractors are 12 liable without fault, in the construction, operation and 13 maintenance of the facilities hereunder, save and except 14 in those instances where such loss, damage, injury, or 15 death is caused in whole or in part by the negligence of 16 City or its contractors or by any acts for which City or 17 its contractors are liable without fault. 18

5. City agrees to indemnify and hold District and its 19 officers, employees, successors, and assigns, and each of 20 them, harmless from and against all liability or claims 21 thereof for loss of or damage to property or injury to or 22 death of any person proximately caused in whole or in 23 part by any acts, omission, negligence, gross negligence 24 or willful misconduct, of City or its contractors, or by 25 any acts for which City or its contractors are liable 26 without fault, in the operation and maintenance of the 27 facilities hereunder, save and except in those instances 28

Furchase of Lytle Creek Surface Water Supply ie.

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1 2 3 4 5 6 7 8 9	б.	where such loss, damage, injury, or death is caused in whole or in part by the negligence of District or its contractors or by any acts for which District or its contractors are liable without fault. Written notice to be given to either party shall be given by personal delivery or by registered or certified mail; other correspondence and invoices may be sent by first class mail, addressed and delivered as set forth below:
		General Manager General Manager
10		City of San Bernardino West San Bernardino Municipal Water Department County Water District
11		300 North "D" Street 855 West Base Line Rd.
12		San Bernardino, CA 92418 Rialto, CA 92376
13	IN WI	TNESS WHEREOF, each of the parties hereto has caused this
14	Agreement	to be executed by its respective duly authorized
15	officers.	The effective date of this Agreement shall be the date
16	first abov	ve written.
17		
18		VATER COMMISSIONERS WEST SAN BERNARDINO COUNTY NN BERNARDINO WATER DISTRICT
19		
20	By: Margar	
21	Preside	: ۱۱ ۲ ۱
22	ATTEST:	ATTEST:
23		$n \neq () = 0$
24	By: Chery	A. Flowers By: Secretary
25	Secreta	
26		APPROVED AS TO FORM AND CONTENT
27		Gharde Horr
28		Gerald D. Shoaf, Legal Counsel
	Furchase of Lytle Surlace Water Sur	

APPENDIX B. WESTERN JUDGMENT



0 Ţ, ż RIVERENCE COUNTY ID F l APR 1-7 1969 2 DONALT SHALLINGA, Clork 3 Βv. 4 5 6 7 8 IN THE SUPERIOR COURT OF THE STATE OF CALIFORNIA 9 IN AND FOR THE COUNTY OF RIVERSIDE 10 11 WESTERN MUNICIPAL WATER DISTRICT OF RIVERSIDE COUNTY, a municipal water district; CITY OF RIVERSIDE, a municipal corporation; THE GAGE CANAL COMPANY, a corporation; AGUA MANSA WATER COMPANY, a corporation, MEEKS & DALEY WATER COMPANY, a corporation; RIVERSIDE HIGHLAND WATER COMPANY, a corporation, and THE REGENTS OF THE UNIVERSITY OF CALIFORNIA. 12 13 784/240 14 No.7024726 15 7/69 16 JUDGMENT 17 CALIFORNIA, 18 Plaintiffs, 19 -vs-20 (A) EAST SAN BER WATER DISTRICT, et al., EAST SAN BERNARDING COUNTY 21 Defendants 22 23 24 25 26 27 28 29 30 31 32

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;	27	APPENDIX A 'Map showing San Bernardino Basin	
,	28	Area, Colton Basin Area, and Riverside Basin Area situated	
	· 29	within San Bernardino County; Riverside Basin Area within	
	30	Riverside County; Bunker Hill Dike; Riverside Narrows; and	
	31		
	32	. 2.	
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PAGE 03	1	04/08/5003 J4:32 3434381715 ME INC	

ł Boundaries of San Bernardino Valley Municipal Water District & Western Municipal Water District of Riverside County ÷ ,. ÷ APPENDIX B ---Extractions by Plaintiffs from San Bernardino Basin Area. APPENDIX C --Exports for Use on Lands not Tributary to Riverside Narrows APPENDIX D --Miscellaneous Data ·18 ่อว่ -30 26:01 6002/80/00 b∀CE 0¢ ME INC

RECITALS

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31 32 (a) <u>Complaint</u>. The complaint in this action was filed by certain parties exporting water from the area defined herein as the San Bernardino Basin Area for use within Western, and sought a general adjudication of water rights.

(b) Orange County Water District Action. Subsequently the Orange County Water District filed an action for the adjudication of the water rights of substantially all water users in the area tributary to Prado Dam in the Santa Ana River Watershed. A decree of physical solution has been entered in such action whereby individual water users were dismissed, and San Bernardino Valley and Western assumed responsibility for the deliveries of certain flows at Riverside Narrows and Prado respectively.

(c) <u>Physical Solution</u>. The Judgment herein will further implement the physical solution in the Orange County Water District action, as well as determine the rights of the hereinafter named Plaintiffs to extract water from the San Bernardino Basin Area, and provide for replenishment of the area above Riverside Narrows. Such Judgment is fair and equitable, in the best interests of the parties, and in furtherance of the water policy of the State. San Bernardino Valley has the statutory power and resources to effectuate this Judgment and accordingly the other defendants may be dismissed.

(d) <u>Stipulation</u>. The parties named herein through their respective counsel have proposed and filed a written stipulation agreeing to the making and entry of this Judgment. By reason of such stipulation, and good cause appearing

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IT IS HEREBY ORDERED, ADJUDGED AND DECREED as follows:

ACTIVE PARTIES

(a) The parties to this Judgment are as follows:

 (1) Plaintiff Western Municipal Water District of Riverside County, a California municipal water district, herein often called "Western", appearing and acting pursuent to Section 71751 of the Water Code;

(2) Plaintiff City of Riverside, a municipal corporation;

Plaintiffs Riverside Highland Water
 Company, Agua Mansa Water Company and Meeks & Daley Water
 Company, each of which is a mutual water company and a
 California corporation;

(4) Plaintiff The Regents of the Universityof California, a California public corporation;

(5) Defendant San Bernardino Valley Municipal Water District, a California municipal water district, herein often called "San Bernardino Valley", appearing and acting pursuant to Section 71751 of the Water Code;

(b) This Judgment shall inure to the benefit of and be binding upon, the successors and assigns of the parties.

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DISMISSED PARTIES

All parties other than those named in the preceding Paragraph I are dismissed without prejudice.

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III PRIOR JUDGMENTS

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(a) The Judgment dated and entered on May 13, 1959, in that certain action filed in the Superior Court of the State of California in and for the County of San Bernardino, entitled and numbered "San Bernardino Valley Water Conservation District, 4 State Agency, Plaintiff v. Riverside Water Company, a corporation, et al., Defendants", No. 97031, is superseded effective January 1, 1971, and for so long as this Judgment remains in effect as to any party hereto that was a party to that action, and as to any party hereto that is a successor in interest to the rights determined in that action.

(b) The Judgment dated June 23, 1965, and entered on April 21, 1966, in that certain action filed in the Superior Court of the State of California in and for the County of San Bernardino entitled and numbered "San Bernardino Valley Water Conservation District, a State Agency, Plaintiff, v. Riverside Water Company, a corporation, et al., Defendants," No. 111614, is superseded effective January 1, 1971, and for so long as this Judgment remains in effect as to any party hereto that was a party to that action, and as to any party hereto that is a successor in interest to any rights determined in that action.

(c) As used in this Paragraph 111 only, "party" includes any person or entity which stipulates with the parties hereto to accept this Judgment.

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The following ground water basins and tributary areas are situated within the Santa Ana River watershed upstream from Riverside Narrows and are tributary thereto, and their approximate locations and boundaries for purposes of this Judgment are shown upon the map attached hereto as Appendix "A"; San Bernardino Basin Area (the area above Bunker Hill Dike, but excluding certain mountainous regions and the Yucaipa, San Timoteo, Oak Glen and Beaumont Basins); Colton Basin Area, Riverside Basin Area within San Bernardino County, and Riverside Basin Area within Riverside County.

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DEFINITIONS

As used herein the following terms shall have the meanings herein set forth;

(a) <u>Bunker Hill Dike</u> - The San Jacinto Fault, located approximately as shown on Appendix "A", and forming the principal downstream boundary of the San Bernardino Basin Area.

(b) <u>Riverside Narrows</u> - That bedrock narrows in the Santa Ana River indicated on Appendix "A".

(c) <u>Extractions</u> - Any form of the verb or noun shall include pumping, diverting, taking or withdrawing water, either surface or subsurface, by any means whatsoever, except extractions for hydroelectric generation to the extent that such flows are returned to the stream, and except for diversions for replenishment.

(d) <u>Natural Precipitation</u> - Precipitation which falls naturally in the Santa Ana River watershed.

(e) <u>Imported Water</u> - Water brought into the Santa Ana River watershed from sources of origin outside such watershed.

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(f) <u>Replenishment</u> - Artificial recharge of the ground water body achieved through the spreading or retention of water for the purpose of causing it to percolate and join the underlying ground water body, or injection of water into the ground water resources by means of wells; provided that as used with reference to any obligation of Western to replenish the Riverside Basin Area in Riverside County, the term replenishment shall include any water caused to be delivered by Western for which credit is received by San Bernardino Valley against its obligation under the Orange County Judgment to provide base flow at Riverside Narrows.

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(g) <u>Safe Yield</u> - Safe yield is that maximum average annual amount of water that could be extracted from the surface and subsurface water resources of an area over a period of time sufficiently long to represent or approximate long-time mean climatological conditions, with a given areal pattern of extractions, under a particular set of physical conditions or structures as such affect the net recharge to the ground water body, and with a given amount of usable underground storage capacity, without resulting in long-term, progressive lowering of ground water levels or other undesirable result. In determining the operational criteria to avoid such adverse results, consideration shall be given to maintenance of adequate ground water quality, subsurface outflow, costs of pumping, and other relevant factors.

The amount of safe yield is dependent in part upon the amount of water which can be stored in and used from the ground water reservoir over a period of normal water supply under a given set of conditions. Safe yield is thus related to factors which influence or control ground water recharge, and

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31 32 to the amount of storage space available to carry over recharge occurring in years of above average supply to years of deficient supply. Recharge, in turn, depends on the available surface water supply and the factors influencing the percolation of that supply to the water table.

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Safe yield shall be determined in part through the evaluation of the average net groundwater recharge which would occur if the culture of the safe yield year had existed over a period of normal native supply.

(h) <u>Natural Safe Yield</u> - That portion of the safe yield of the San Bernardino Basin Area which could be derived solely from natural precipitation in the absence of imported water and the return flows therefrom, and without contributions from new conservation. If in the future any natural runoff tributary to the San Bernardino Basin Area is diverted away from that Basin Area so that it is not included in the calculation of natural safe yield, any replacement made thereof by San Bernardino Valley or entities within it from imported water shall be included in such calculation.

(i) <u>New Conservation</u> - Any increase in replenishment from natural precipitation which results from operation of works and facilities not now in existence, other than those works installed and operations which may be initiated to offset losses caused by increased flood control channelization.

(j) <u>Year</u> - A calendar year from January 1 through December 31. The term "annual" shall refer to the same period of time.

(k) <u>Orange County Judgment</u> - The final judgment in Orange County Water District v. City of Chino, et al., Orange County Superior Court No. 117628, as it may from time to

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time be modified.

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31 32 (1) <u>Return Flow</u> - That portion of the water applied for use in any particular ground water basin which subsequently reaches the ground water body in that basin.

(m) <u>Five Year Period</u> - a period of five consecutive years.

EXTRACTIONS FROM THE SAN BERNARDINO BASIN AREA

(A) For Use by Plaintiffs. The average annual extractions from the San Bernardino Basin Area delivered for use in each service area by each Plaintiff for the five year period ending with 1963 are hereby determined to be as set forth in Table B-1 of Appendix "B". The amount for each such Plaintiff delivered for use in each service area as set forth in Table B-1 shall be designated, for purposes of this Judgment, as its "base right" for such service area.

(b) For Use by Others. The total actual average annual extractions from the San Bernardino Basin Area by entities other than Plaintiffs for use within San Bernardino County for the five year period ending with 1963 are assumed to be 165,407 acre feet; the correct figure shall be determined by the Watermaster as herein provided.

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SAN BERNARDINO BASIN AREA RIGHTS AND REPLENISHMENT

(a) <u>Determination of Natural Safe Yield</u>. The natural safe yield of the San Bernardino Basin Area shall be computed by the Watermaster, reported to and determined initially by supplemental order of this Court, and thereafter 10.

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shall be subject to the continuing jurisdiction thereof.

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(b)

Annual Adjusted Rights of Plaintiffs. 1. The annual "adjusted right" of each Plaintiff to extract water from the San Bernardino Basin Area for use in each service area designated in Table B-1 shall be equal to the sum of the following:

(a) its base right for such service area, until the natural safe yield of the San Bernardino Basin Area is determined, and thereafter its percentage of such natural safe yield determined by the methods used in Table B-2; and (b) an equal percentage for each service area of any new conservation, provided the conditions of the subparagraph 2 below have been met.

2. In order that the annual adjusted right of each such Plaintiff shall include its same respective percentage of any new conservation. such Plaintiff shall pay its proportionate share of the costs thereof. Each Plaintiff shall have the right to participate in new conservation projects, under procedures to be determined by the Watermaster for notice to Plaintiffs of the planned construction of such projects. With respect to any new conservation brought about by Federal installations, the term "costs" as used herein shall refer to any local share required to be paid in connection with such project. Each Plaintiff shall make its payment at times satisfactory to the constructing agency, and new conservation shall be credited to any participating Plaintiff as such conservation is effected.

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3. In any five year period, each Plaintiff shall have the right to extract from the San Bernardino Basin Area for use in each service area designated in Table B-1 an amount of water equal to five times its adjusted right for such service area; provided, however, that extractions by each Plaintiff in any year in any service area shall not exceed such Plaintiff's adjusted right for that service area by more than 30 percent. •

4. If the natural safe yield of the San Bernerdino Basin Area has not been determined by January 1, 1972, the initial determination thereof shall be retroactive to that date and the rights of the Plaintiffs, and the replenishment obligation of San Bernardino Valley as hereinafter . set forth, shall be adjusted as of such date. Any excess extractions by Plaintiffs shall be charged against their respective adjusted rights over the next five year period, or in the alternative, Plaintiffs may pay to San Bernardino Valley the full cost of any replenishment which it has provided as replenishment for such excess extractions. Any obligation upon San Bernardino Valley to provide additional replenishment, by virtue of such retroactive determination of natural safe yield, may also be discharged over such next five year period.

5. Plaintiffs and each of them and their agents and assigns are enjoined from extracting any more water from the San Bernardino Basin Area than is permitted under this Judgment. Changes in place

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of use of any such water from one service area to another shall not be made without the prior approval of Court upon a finding of compliance with Paragraph XV(b) of this Judgment. So long as San Bernardino Valley is in compliance with all its obligations hereunder, and Plaintiffs are allowed to extract the water provided for in this Judgment, Plaintiffs are further enjoined from bringing any action to limit the water extracted from the San Bernardino Basin Area for use within San Bernardino Valley.

6. Nothing in this Judgment shall prevent future agreements between San Bernardino Valley and Western under which additional extractions may be made from the San Bernardine Besin Area, subject to the availability of imported water not required by San Bernardino Valley, and subject to payment satisfactory to San Bernardino Valley for replenishment required to compensate for such additional extractions.

(c) <u>San Bernardino Valley Replenishment</u>. Sen Bernardino Valley shall provide imported water for replenishment of the San Bernardino Basin Area at least equal to the amount by which extractions therefrom for use within San Bernardino County exceed during any five year period the sum of: (a) five times the total average annual extractions determined under Paragraph V(b) hereof, adjusted as may be required by the natural safe yield of the San Bernardino Basin Area; and (b) any new conservation to which users within San Bernardino Valley are entitled. Such replenishment shall be 13.

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supplied in the year following any five year period; provided that during the first five year period. San Bernardino Valley shall supply annual emounts on account of its obligations hereunder, and such amounts shall be not less than fifty percent of the gross amount of excess extractions in the previous year.

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30 31 32 1. Against its replenishment obligation over any five year period San Bernardino Valley shall receive credit for that portion of such excess extractions that returns to the ground water of the San Bernardino Basin Area.

2. San Bernardino Valley shall also receive credit against any future replenishment obligations for all replenishment which it provides in excess of that required herein, and for any amounts which may be extracted without replenishment obligation, which in fact are not extracted.

(d) In this subparagraph (d), "person" and "entity" mean only those persons and entities, and their successors in interest, which have atipulated with the parties to this Judgment within six months after its entry to accept this Judgment.

San Bernardino Valley agrees that the base rights of persons or entities other than Plaintiffs to extract water from the San Bernardino Basin Area for use within San Bernardino Valley will be determined by the average annual quantity extracted by such person or entity during the five year period ending with 1963. After the natural safe yield of the San Bernardino Basin Area is determined hercunder, such

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base rights will be adjusted to such natural safe yield; the adjusted right of each such person or entity shall be that percentage of natural safe yield as determined hereunder from time to time which the unadjusted right of such person or entity is of the amount determined under Paragraph V(b).

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San Bernardino Valley further agrees that in the event the right to extract water of any of such persons or entities in the San Bernardino Basin Area is adjudicated and legal restrictions placed on such extractions which prevent extracting of water by said persons or entities in an amount equal to their base rights, or after natural safe yield is determined, their adjusted rights, San Bernardino Valley will furnish to such persons or entities or recharge the ground water resources in the area of extraction for their benefit with imported water, without direct charge to such persons or entities therefor, so that the base rights, or adjusted rights, as the case may be, may be taken by the person or entity.

Under the provisions hereof relating to furnishing of such water by San Bernardino Valley, such parsons or entities shall be entitled to extract in addition to their base rights or adjusted rights any quantities of water spread for repumping in their area of extractions, which has been delivered to them by a mutual water company under base rights or adjusted base rights included by the Watermaster under the provisions of Paragraph V (b) hereof. Extractions must be made within three years of spreading to so qualify.

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VII WATER DISCHARGED ACROSS THE BUNKER HILL DIKE

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San Bernardino Valley shall keep in force an agreement with one City of San Bernardino that the present annual quantity of municipal sewage effluent discharged across Bunker Hill Dike, assumed for all purposes herein to be 16,000 acre feet annually, shall be committed to the discharge of the downstream obligations imposed on San Bernardino Valley under this Judgment or under the Orange County Judgment, and that such effluent shall comply with the requirements of the Santa Ana River Basin Regional Water Quality Control Board in effect December 31, 1968.

VIII

EXTRACTIONS FROM COLTON BASIN AREA AND RIVERSIDE BASIN AREA IN SAN BERNARDINO COUNTY.

(2) The average annual extractions from the Colton Basin Area and that portion of the Riverside Basin Area within San Bernardino County, for use outside San Bernardino Valley, for the five year period ending with 1963 are assumed to be 3,349 acre feet and 20,191 acre feet, respectively; the correct figures shall be determined by the Watermaster as herein provided.

(b) Over any five year period, there may be extracted from each such Basin Area for use outside San Bernardino Valley, without replénishment obligation, an amount equal to five times such annual average For the Basin Area; provided, however, that if extractions in any year exceed such average by more than 20 percent, Western shall provide replenishment in the following year equal to the excess 16.

 extractions over such 20 percent peaking allowance.

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(c). To the extent that extractions from each such Basin Area for use outside San Bernardino Valley exceed the amounts specified in the next preceding Paragraph (b), Western shall provide replenishment. Except for any extractions in excess of the 20 percent peaking allowance, such replenishment shall be supplied in the year following any five year period, and shall not be from reclaimed water produced within San Bernardino Valley. Such replenishment shall also be of a quality at least equal to the water extracted from the Basin Area being recharged; provided, that water from the State Water Project shall be deemed to be of acceptable quality. Replenishment shall be supplied to the Basin Area from which any excess extractions have occurred and in the vicinity of the place of the excess extractions to the extent required to preclude influence on the water level in the three wells below designated; provided that discharge of imported water into the Santa Ana River or Warm Creek from a connection on the State Aqueduct near the confluence thereof, if released in accordance with a schedule approved by the Watermaster to achieve compliance with the objectives of this Judgment, shall satisfy any obligation of Western to provide replenishment in the Colton Basin Area, or that portion of the Riverside Basin Area in San Bernardino County, or the Riverside Basin Area in Riverside County.

(d) Extractions from the Colton Basin Area and that portion of the Riverside Basin Area within San Bernerdino County, for use within San Bernardino Valley, shall not be limited. However, except for any required replenishment by Western, San Bernardino Valley shall provide the water to maintain the static water levels in the area, as determined by wells numbered 17.

PAGE 17

IS 4W 21 Q3, 18 4W 29 H1, and 18 4W 29 Q1 at an average level no lower than that which existed in the Fall secson of 1963. Such 1963 average water level is hereby determined to be 822.04 feet above sea level. In future years, the level shall be computed by averaging the lowest static water levels in each of the three wells occurring at or about the same time of the year, provided that no measurements will be used which reflect the undue influence of pumping in nearby wells, or in the three wells, or pumping from the Riverside Basin in Riverside County in excess of that determined pursuant to Paragraph IX(a) hereof.

(e) Extractions by Plaintiffs from the Colton Basin Area and the portion of the Riverside Basin Area in San Bernardino County may be transferred to the San Bernardino Basin Area if the level specified in Paragraph (d) above is not maintained, but only to the extent necessary to restore such 1963 average water level, provided that Western is not in default in any of its replenishment obligations. San Bernardino Valley shall be required to replenish the San Bernardino Basin Area in an amount equal to any extractions so transferred. San Bernardino Valley shall be relieved of responsibility toward the maintenance of such 1963 average water level to the extent that Plaintiffs have physical facilities available to accommodate such transfers of extractions, and insofar as such transfers can be legally accomplianted.

(f) The Colton Basin Area and the portion of the Riverside Basin Area in San Bernardino County constitute a major source of water supply for lands and inhabitants in both San Bernardino Valley and Western, and the parties herets have a mutual interest in the maintenance of water quality withese Basin Areas and in the preservation of such supply. If 18.

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the water quality in such Areas, as monitored by the City of Riverside wells along the river, falls below the Objectives set therefor by the Santa Ana River Basin Regional Water Quality Control Board, the Court shall have jurisdiction to modify the obligations of San Bernardino Valley to include, in addition to its obligation to maintain the average 1963 water level, reasonable provisions for the maintenance of such water quality.

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The primary objectives of Paragraph VIII and (2)related provisions are to allow maximum flexibility to San Bernardino Valley in the operation of a coordinated replenishment and management program, both above and below Bunker Hill Dike; to protect San Bernardino Valley against increased extractions in the area between Bunker Hill Dike and Riverside Narrows, which without adequate provision for replenishment might adversely affect base flow at Riverside Narrows, for which it is responsible under the Orange County Judgment; and to protect the area as a major source of ground water supply available to satisfy the historic extractions therefrom for use within Western, without regard to the method of operation which may be adopted by San Bernardino Valley for the San Bernardino Basin Area, and without regard to the effect of such operation upon the historic supply to the area below Bunker Hill Dike.

If these provisions should prove either inequitable or unworkable, the Court upon the application of any party hereto shall retain jurisdiction to modify this Judgment so as to regulate the area between Bunker Nill Dike and Riverside Narrows on a safe yield basis; provided that under such method of operation, (1) base rights shall be determined on the basis of total average annual extractions for use within San Bernardino Valley and Western, respectively, for the five year period ending 19.

PAGE 19

ME INC

with 1963; (2) such base rights for use in both Districts shall be subject to whatever adjustment may be required by the safe yield of the area, and in the aggregate shall not be exceeded unless replenishment therefor is provided; (3) in calculating safe yield, the outflow from the area at Riverside Narrows shall be determined insofar as practical by the base flow obligations imposed on San Bernardino Valley under the Orange County Judgment; and (4) San Bernardino Valley shall be required to provide replenishment for any deficiency between the actual outflow and the outflow obligation across Bunker Hill Dike as established by safe yield enalysis using the base period of 1934 through 1960.

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IX

EXTRACTIONS FROM THE PORTION OF RIVERSIDE MASIN AREA IN RIVERSIDE COUNTY WHICH IS TRIBUTARY TO RIVERSIDE MARROWS.

(a) The average annual extractions from the portion of the Riverside Basin Area in Riverside County which is tributary to Riverside Narrows, for use in Riverside County, for the five year period ending with 1963 are assumed to be 30,044 acre feet; the correct figures shall be determined by the Watermaster as herein provided.

(b) Over any five year period, there may be extracted from such Basin Area, without replenishment obligation, an amount equal to five times such annual average for the Basin Area; provided, however, that if extractions in any year exceed such average by more than 20 percent, Western shall provide replenishment in the following year equal to the excess extractions over such 20 percent peaking allowance.

(c) To the extent that extractions from such Basin Area exceed the amounts specified in the next preceding 20. Paragraph (b), Wostern shall provide replenishment. Except for any extractions in excess of the 20 percent peaking allowance, such replenishment shall be supplied in the year following any five year period, and shall be provided at or above Riverside Narrows.

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(d) Western shall also provide such replenishment to offset any reduction in return flow now contributing to the base flow at Riverside Narrows, which reduction in return flow results from the conversion of agricultural uses of water within Western to domestic or other uses connected to sewage or waste disposal systems, the effluent from which is not tributary to the rising water at Riverside Narrows.

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REPLENISHMENT TO OFFSET NEW EXPORTS OF WATER TO AREAS NOT TRIBUTARY TO RIVERSIDE NARROWS.

Certain average annual amounts of water extracted from the San Bernardino Basin Area and the area downstream therefrom to Riverside Narrows during the five year period ending in 1963 have been exported for use outside of the area tributary to Riverside Narrows and are assumed to be 50,667 acre feet annually as set forth in Teble C-1 of Appendix "C"; the correct amount shall be determined by the Watermaster as herein provided. Western shall be obligated to provide replenishment at or above Riverside Narrows for any increase over such exports by Western or entities within it from such areas for use within areas not tributary to Riverside Narrows. San Bernardino Valley shall be obligated to provide replenishment for any increase over the exports from San Bernardino Valley for use in any area not within Western nor tributary to Riverside Narrows as set forth in Table C-2 of

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Appendix "C", such amounts being subject to correction by the Watermaster, or for any exports from the San Berhardino Basin Area for use in the Yucaipa, San Timoteo, Cak Gien and Beaumont Basins.

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31 32 REPLENISHMENT CREDITS AND ADJUSTMENT FOR QUALITY

(a) All replenishment provided by Western under
 Paragraph IX and all credits received against such
 replenishment obligation shall be subject to the same adjustments
 for water quality applicable to base flow at Riverside Narrows,
 as set forth in the Orange County Judgment.

(b) Western shall receive credit against its replenishment obligations incurred under this Judgment for the following:

1. As against its replenishment obligation under Paragraph VIII, any return flow to the Colton Basin Area or the portion of the Riverside Basin Area within San Bernerdino County, respectively, resulting from any excess extractions therefrom; and as against its replenishment obligation under Paragraph IX, any return flow to the portion of the Riverside Basin Area in Riverside County, which contributes to the base flow at Riverside Narrows, resulting from any excess extractions therefrom, or from the Riverside Basin Area in San Bernardino County, or from the Colton Basin Area.

Subject to adjustment under
 Paragraph (a) hereof, any increase over the present
 amounts of sewage effluent discharged from

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PAGE 22

treatment plants within Riverside County which are tributary to Riverside Narrows, and which results from the use of imported water.

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3. Any replenishment which may be provided in excess of that required; any amounts which hereunder are allowed to be extracted from the Colton and Riverside Basin Areas without replenishment obligation by Western, and which in. fact are not extracted; any storm flows conserved between Bunker Hill Dike and Riverside Narrows by works financed solely by Western, or entities within it, which would not otherwise contribute to bese flow at Riverside Narrows; and any return flow from imported water used in Riverside County which contributes to base flow at Riverside Narrows; provided, however, that such use of the underground storage capacity in each of the above situations does not adversely affect San Bernardino Velley in the discharge of its obligations at Riverside Narrows under the Orange County Judgment, nor interfere with the accomplishment by San Bernardino Valley of the primary objectives of Paragraph VIII, as stated in Subdivision (g).

(c) The replenishment obligations of Western under this Judgment shall not apply during such times as amounts of base flow at Riverside Narrows and the amounts of water stored in the ground water resources below Bunker Hill Dike and tributary to the maintenance of such flow are found by Order of the Court to be sufficient to satisfy any obligation which San Bernardino Valley may have under this Judgment, or under the

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Orange County Judgment, and if the Court further finds by Order that during such times any such increase in pumping, changes in use or exports would not adversely affect San Bornardino Valley in the future.

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(d) The replenishment obligations of San Bernardino Valley under Paragraph X of this Judgment for increase in exports from the Colton and Riverside Basin Areas within San Bernardino Valley below the Bunker Hill Dike shall not apply during such times as the amounts of water in the ground water resources of such area are found by Order of the Court to be sufficient to satisfy the obligations which San Bernardino Valley may have to Plaintiffs under this Judgment, and if the Court further finds by Order that during such times any such increases in exports would not adversely affect Plaintiffs in the future.

XII

CONVEYANCE OF WATER BY SAN BERNARDINO VALLEY TO RIVERSIDE NARROWS.

If San Bernardino Valley determines that it will convey reclaimed sewage effluent, or other water, to or near Riverside Narrows, to meet its obligations under this or the Orange County Judgment, the City of Riverside shall make available to San Bernardino Valley for that purpose any unused capacity in the former Riverside Water Company canel, and the Washington and Monroe Street storm drains, without cost except for any alterations or capital improvements which may be required, or any additional maintenance and operation costs which may result. The use of those facilities shall be subject to the requirements of the Santa Ana River Basin Regional water Quality Control Board and of the State Health Department, and compliance 24. therewith shall be San Bernardino Valley's responsibility.

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(a) This Judgment and the instructions and subsequent orders of this Court shall be administered and enforced by a Watermaster. The parties hereto shall make such measurements and furnish such information as the Watermaster may reasonably require, and the Watermaster may verify such measurements and information and obtain additional measurements and information as the Watermaster may deem sporopriate.

(b) The Watermaster shall consist of a committee of two persons. San Bernardino Valley and Western shall each have the right to nominate one of such persons. Each such nomination shall be made in writing, served upon the other parties to this Judgment, and filed in Court. Such person shall be appointed by and serve at the pleasure of and until further order of this Court. If either Western or San Bernardino Valley shall at any time nominate a substitute appointee in place of the last appointee to represent it, such appointee shall be appointed by the Court in place of such last appointee.

(c) Appendix "D" to this Judgment contains some of the data which have been used in preparation of this Judgment, and shall be utilized by the Watermaster in connection with Any questions of interpretation.

(d) Each and every finding and determination of the Watermaster shall be made in writing certified to be by unanimous action of both members of the Watermaster committee. In the event of failure or inability of such Watermaster Committee to reach agreement, the Watermaster committee may determine to submit the dispute to a third person to be selected 25.

PAGE 25

by them, or if they are unable to agree on a selection, to be selected by the Court, in which case the decision of the third person shall be binding on the parties; otherwise the fact, issue, or determination in question shall forthwith be certified to this Court by the Watermaster, and after due notice to the parties and opportunity for hearing, said matter shall be determined by order of this Court, which may refer the matter for prior recommendation to the State Water Resources Control Board. Such order of the Court shall be a determination by the Watermaster within the meaning of this Judgment.

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(e) The Watermaster shall report to the Court and to each party hereto in writing not more than seven (7) months after the end of each year, or within such other time as the Court may fix, on each determination made by it pursuant to this Judgment, and such other items as the parties may mutually request or the Watermaster may deem to be appropriate. All of the books and records of the Watermaster which are used in the preparation of, or are relevant to, such reported data, determinations and reports shall be open to inspection by the parties hereto. At the request of any party this Court will establish a procedure for the filing and hearing of objections to the Watermaster's report.

(f) The fees, compensation and expenses of each person on the Watermaster shall be borne by the District which nominated such person. All other Watermaster service costs and expenses shall be borne by San Bernardino Valley and Western equally.

(g) The Watermaster shall initially compute and report to the Court the natural safe yield of the Son Bernardino Basin Area, said computation to be based upon the cultural

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conditions equivalent to those existing during the five calendar year period ending with 1963.

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(h) The Watermaster shall as soon as practical determine the correct figures for Paragraphs V(b), VI(b)1,
 VIII(a), IX(a) and X, as the basis for an appropriate supplemental order of this Court.

XIV

CONTINUING JURISDICTION OF THE COURT

(a) The Court hereby reserves continuing jurisdiction of the subject matter and parties to this Judgment, and upon application of any party, or upon its own motion, may review and redetermine, among other things, the following matters and any matters incident thereto:

 The hydrologic condition of any one or all of the separate basins described in this Judgment in order to determine from time to time the safe yield of the Sen Bernardino Basin Area.

 The desirability of appointing a different Watermaster or a permanent neutral member of the Watermaster, or of changing or more clearly defining the duties of the Watermaster.

3. The desirability of providing for increases or decreases in the extraction of any particular party because of emergency requirements or in order that such party may secure its proportionate share of its rights as determined herein.

4. The adjusted rights of the Plaintiffs as required to comply with the provisions hereof with respect to changes in the natural safe yield of the San Beunardino Basin

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Area. If such changes occur, the Court shall adjudge that the adjusted rights and replenishment obligations of each party shall be changed proportionately to the respective base rights.

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5. Conforming the obligations of San Bernardino Valley under this Judgment to the terms of any new judgment hereafter entered adjudicating the water rights within San Bernardino Valley, if inconsistencies of the two judgments impose hardship on San Bernardino Valley.

5. Adjusting the figures in Paragraphs V(b), VI(b) 1, VIII(a) IX(a), and X, to conform to determination by the Watermaster.

7. Credit allowed for return flow in the San Bernardino Basin Area if water levels therein drop to the point of causing undue hardship upon any party.

8. Other matters not herein specifically set forth which might occur in the future and which would be of benefit to the parties in the utilization of the surface and ground water supply described in this Judgment, and not inconsistent with the respective rights of the parties as herein established and determined.

(b) Any party may apply to the Court under its continuing jurisdiction for any appropriate modification of this Judgment if its presently available sources of imported water are exhausted and it is unable to obtain additional supplies of imported water at a reasonable cost, or if there is any substantial delay in the delivery of imported water through the State Water Project.

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XV SAVING CLAUSES

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(a) Nothing in this Judgment precludes San Bernardino Valley, Western, or any other party from exercising such rights as it may have or obtain under law to spread, store underground and recapture imported water, provided that any such use of the underground storage capacity of the San Bernardino Basin Area by Western or any entity within it shall not interfere with any replenishment program of the Basin Area.

(b) Changes in the place and kind of water use, and in the transfer of rights to the use of water, may be made in the absence of injury to others or prejudice to the obligations of either San Bernardino Valley or Western under Judgment or the Orange County Judgment.

(c) If any Plaintiff shall desire to transfer all or any of its water rights to extract water within San Bernardino Valley to a person, firm, or corporation, public or private, who or which is not then bound by this Judgment, such Plaintiff shall as a condition to being discharged as hereinafter provided cause such transferee to appear in this action and file a valid and effective express assumption of the obligations imposed upon such Plaintiff under this Judgment as to such transferred water rights. Such appearance and assumption of obligation shall include the filing of a designation of the address to which shall be mailed all notices, requests, objections, reports and other papers permitted or required by the terms of this Judgment.

If any Plaintiff shall have transferred all of its said water rights and each transferee not theretofore bound by this Judgment as a Plaintiff shall have appeared in this action 29.

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and filed a valid and effective express assumption of the obligations imposed upon such Plaintiff under this Judgment as to such transferred water rights, such transferring Plaintiff shall thereupon be discharged from all obligations horeunder. If any Plaintiff shall cease to own any rights in and to the wate: supply declared herein and shall have caused the appearance and assumption provided for in the third preceding sentence with respect to each voluntary transfer, then upon application to this Court and after notice and hearing such Plaintiff shall thereupon be relieved and discharged from all further obligations hereunder. Any such discharge of any Plaintiff hereunder shall not impair the aggregate rights of defendant San Bernardino Valley or the responsibility hereunder of the remaining Plaintiffs or any of the successors.

(d) Non-use of any right to take water as provided herein shall not result in any loss of the right. San Bernardino Valley does not guarantee any of the rights set out herein for Western and the other Plaintiffs as against the claims of third parties not bound hereby. If Western or the other Plaintiffs herein should be prevented by acts of third parties within San Bernardino County from extracting the amounts of water allowed them by this Judgment, they shall have the right to apply to this Court for any appropriate relief, including vacation of this Judgment, in which latter case all parties shall be restored to their status prior to this Judgment insofar as possible.

(e) Any replenishment obligation imposed horeunder on San Bernardino Valley may be deferred until imported water first is available to San Bernardino Valley under its contract with the California Department of Water Resources and the

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31. 32 obligation so accumulated may be discharged in five approximately equal annual installments thereafter.

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(f) No agreement has been reached concerning the method by which the cost of providing replenishment will be financed, and no provision of this Judgment, nor its failure to contain any provision, shall be construed to reflect any agreement relating to the taxation or assessment of extractions.

XVI

EFFECTIVE DATE

The provisions of Paragraphs III and V to XII of this Judgment shall be in effect from and after January 1, 1971; the remaining provisions are in effect immediately.

XVII COSTS

No party shall recover its costs herein as against any other party.

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THE CLERK WILL ENTER THIS JUDGMENT FORTHWITH.

DATED: april 17, 1969

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APPENDIX C. RIALTO BASIN DECREE



254 SURR & HELLYER 1 23 Attorneys at Law 2 599 Arrowhead Avenue San Bernardino, California 3 Telephone: TUrner 4-4704 2. Aton 4 Attorneys for Lytle Creek Water and Improvement Company and Citizens 1961 5 Land and Water Company of Bloomington 107 6 DE я. 7 DEPUTY 8 SUPERIOR COURT OF THE STATE OF CALIFORNIA 9 FOR THE COUNTY OF SAN BERNARDINO 10 11 THE LYTLE CREEK WATER AND IMPROVEMENT COMPANY, a corporation, 12 Plaintiff. 13 No. 81264 -VS. 14 FONTANA RANCHOS WATER COMPANY, a corpor-15 ation; HIGHLAND AVENUE WATER COMPANY, a DECREE corporation; CITIZENS LAND AND WATER COMPANY 16 • OF BLOOMINGTON, a corporation; CITY OF RIALTO,) ž a municipal corporation; and CITY OF COLTON, a 17 municipal corporation; et al., 18 Defendants. 19 20 WHEREAS, there has been filed in the above-entitled action a 21 Stipulation for Judgment duly executed by and on the part of each and all of 22 the following named parties to said action (who are collectively hereinafter 23 referred to as "stipulating parties"), to-wit: The Lytle Creek Water and Im-24 provement Company, a corporation (hereinafter referred to as "Lytle Creek"); 25 Citizens Land and Water Company of Bloomington, a corporation (hereinafter 26 referred to as "Citizens"); Fontana Union Water Company, a corporation (here-27 inafter referred to as "Fontana Union"); City of Colton, a municipal corporation 28 (hereinafter referred to as "Colton"); City of Rialto, a municipal corporation 29 (hereinafter referred to as "Rialto"); and Semi-Tropic County Water District. a county water district organized and existing under the California County Water 30 31 District Law (hereinafter referred to as "Semi-Tropic"); and WHEREAS, the Fontana Union was sued herein as John Doe 32 1.

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	1	Company No. i a corporation and the Complaint herein should be amended	
	2	accordingly; and	
	3	WHEREAS	
•	4	defendant in this actions and	
	5	WHEREAS, the set on has been dismissed as to each of the	
	6	defendants Fontana Rancios Water Company, a corporation, and Highland	
	7	Averue Water Comparison a corporation; and	
	8	WHEREAS the Court has heard and considered evidence on the	
	9	part of the various stipulating purties; and	、
1	o	WHEREAS IT is carries have in said Stipulation for Judgment	
•	1	waswed Findings of Electricit Conclusions of Law;	
•	2 -		
	3	NOW, THERETOKE, IT IS HEREBY ORDERED, ADJUDGED, AND	
•	4 '	DECREED 15 TOLLOWS:	
L	5	E. The Complaint nervin is hereby amended to set forth the true	
l	6	name of the defendant "ohr Doe Company No. 1, a corporation, which is	
1	7	Fontana Union Water Compuny. + corporation.	
1	8	Semi Tropic Courty Water District is hereby joined as a	
l	9	defendant in this sector.	
2	:0	3 As used herein the terms listed below shall have the respec-	
2	1	tive meanings next following them, viz:	
	2	a' "Rivito Basin" or "Basin" shall mean that certain terri-	
	3	tory in the County of San Bernardino State of California, which is more par-	
	4	ticularly described on Exhibit 1".	
	25	b) Year's shall mean a twelve month period commencing on	
	26	October Land ending on the next following September 30.	
	27	(c) Accelout" of water shall mean that quantity of water	
	28	which will cover one acroitula depth of one foot, also being 43-360 cubic	
	29 10	feet, and which also is include to a flow of 25,208 miner's inches of water for include the set of	
	50 51	24 hours.	
	52	4 Except is provided herein no stipulating party shall have any	
	-	priority to take water from the Basin, and the rights of the parties to take 2.	
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		1	water from the Basin as between themselves are set forth herein.	
		2	5. Subject to the pro rata reductions hereinafter set forth, the amount of water in acre feet to which the stipulating parties are respectively	
		3	entitled to extract from the Basin in each year are as follows:	
		5	with the basis in each year are as follows:_	
		6	Colton 3,010 acre feet Rialto 1,580 acre feet	
		7	Citizens 3,260 acre rest Fontana Union 550 acre feet	
		8	Lytle Creek 3,600 acrefeet Semi-Tropic -0- acrefeet	
		9	6. The following described weils in the Basin are designated	
		10	and referred to herein as index wells for the purpose of determining the ele-	
•		11	vation above sea level of the ground waters within the Basin. These wells	
		1.8	are as follows:	
		13	(a) "Duncan Well" - presently owned by Rialto, having	
•-	. 1	14	State Location No. 15/5W-3AI, State Serial No. D-1084, located 109 feet	
		15	South of the center line of Baseline and 233 feet West of the center line of	
6.		16	Cactus Avenue.	
		17	(b) "Willow Street Well" - presently owned by Lytle Creek.	
00 4 €	• 1	18	having State Location No. 15/5W-2K1, State Serial No. D-1085, located 202	
é 		19	feet East of the center line of Willow Street and 133 feet North of the center	
		20	line of Victoria Avenue.	
		21	(c) "Boyd Well" - presently owned by Citizens, having	
		22	State Location No. IS/SW-12LI, State Serial No. D-1095, located 109 feet West	
**		23	of the center line of Eucalyptus Street and 155 feet North of the center line of	
		24	Wilson Street.	1
<u>}</u>		25	For the purpose of determination of the elevation of water above	
¥:		26	sea level in the said index wells, the elevation above sea level of each of	
		27	the index wells is established as follows:	
**		28		
.		29	(a) "Duncan Well" 1352.79	
		30	(b) "Willow Street Weil" 1287.00	1
		31	(c) "Boyd Well" 1177.19	
		32	If for any reason any or all of said wells shall not be available	
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for measurement the identity and location of a substitute index well or wells may be determined by a written stipulation executed by at least three-fourths in number of the stipulating parties for their successor(s) in interest) and filed in this action, or in default of said stipulation, by order of this Court. The elevation of the water level above sea level of each of

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the index wells shall be measured in each of the months of March, April, and May in each year. Each stipulating party shall be entitled from time to time to designate one individual to be present and observe such measurements. Measurements shall be made by the owners of the respective wells or such other person, time or correctation which three-fourths in number of the stipulating pamies shall designate to do so. Such measurements shall be made at such times is the index well measured is not being pumped and has not been pumped within the preceding twenty-four hours.

7 As used therein the term "spring-high water level' for a year at each of the index wells shall mean the highest elevation in feet above sea level of the surface of the water table which shall be measured in each respective index well at any one of the monthly measurements during either March. April. or May

In any year in which the average of the elevation of the spring-high water level in the three index wells is above elevation 1002.3 feet above mean sea level in o stipulating party shall be limited in the amount of water which may be pumped from the Basin. However, no stipulating party shall actuire any additional tight to extract water from the Basin by reason of extracting more than such party is entitled under paragraph 5 above.

In any year in which the average of the elevations of the spring-high water level in the three index wells is between 1002.3 feet above mean see level and 969.7 feet above mean see level, each party shall be entitled to pump from the Basin in such year only the amount of water to which such party is entitled as specified in paragraph 5 above.

In any year in which the average of the elevations of the spring-high water level in the three index wells is below 969.7 feet above mean sea level, then the amount of water which the stipulating parties shall

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be entitled to pump from the Basin during such year shall be reduced one per ľ cent (1%) for each one (1) foot that the said average is below 969.7 feet above 2 mean sea level, and not cumulatively to be reduced more than fifty per cent (50%). 3 4 9 If any stipulating party acquires any of the wells located within the Basin which are described on Exhibit "2", which is attached hereto 5 and hereby incorporated herein, such party shall have the additional right to 6 7 extract water from the Rialto Easin annually in the amount set forth on said 8 Exhibit "2" opposite the description of the respective wells.

10. Each stipulating party shall maintain records of all its extractions of water from the Basin so that it can be determined therefrom what extraction of water was taken from each well or combination of wells or other water sources in the Basin from which such party received water in each year. Each 13 stipulating party shall equip each of its wells with a water metering device which shall accurately measure the entire quantity of water pumped from the well. Each stipulating party shall allow the other stipulating parties access upon reasonable notice to the wells of such party to permit of inspection and testing the metering equipment

Upon written demand of any stipulating party, the party keeping such records shall within thirty (30) days after receipt of such demand supply 20 to the party making such demand or other person designated by such party in such demand a written statement of the amount of water (in acre feet) so taken from each such well or combination of wells or other sources for each year after 1961 with respect to which no such statement has previously been supplied.

11. Every provision of this judgment in favor of all applies to any party hereto and also applies to and inures to the benefit of and shall also bind all of the heirs, legal representatives successors and assigns of such party. 12. Nothing in this judgment contained shall prevent any stipulat-

ing party from selling or otherwise disposing of or purchasing or otherwise acquiring any rights to extract water from the Basin which may be adjudged to belong to any other stipulating party; but any such right to acquire or is dispose of shall remain subject to any limitation or restrictions herein expressed 13. The stipulating parties will unite in opposing any new taking

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of water from the Basin by other than a stipulating party or parties and will prorate the expenses in making such opposition, including litigation or engineering expenses, provided that:

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(a) The term "new taking" shall not include any water development in the Basin hereafter made for the sole purpose of maintaining but not increasing any quantity of water now being taken from the Basin by the person who may hereafter make such development; or in the exercise by any person of an overlying right who is not a stipulating party.

(b) If any stipulating party does not join in prosecuting any future suit to prevent, enjoin or limit any such new or unlawful taking, such stipulating party not so joining shall bear proratably the expenses of such suit, including attorneys' fees and engineering fees, only if final judgment is rendered in such suit preventing enjoining or limiting such taking.

14. No stipulating party shall be entitled to recover court costs from any other stipulating party in this proceeding.

15. The court will retain jurisdiction to enter modifications of this decree upon a finding of changed circumstances.

16. In the event through litigation of the supply of water in the Basin, or by reason of adjudication in any subsequent action, the stipulating parties in the aggregate shall be unable to pump and extract from the Basin a quantity of water so great as the aggregate water is set forth herein, the stipulating parties shall prorate the aggregate quantity of water available in the Basin as long as such inability shall continue.

17. The listing herein of any number of acre feet for any party to this action other than a stipulating party shall not be deemed an admission by any stipulating party that a non-stipulating party is entitled to any water whatsoever from the Basin, nor as to the quantity which such non-stipulating party may take from the Basin, but each such figure for any non-stipulating party is listed in order that the stipulating parties may between themselves agree as to their rights to extract water on account of acquisition of the wells of non-stipulating parties.

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18. As between stipulating parties only no extraction of water

from the Basin by any stipulating party in excess of the amount herein provided 1 to be taken by such party shall be deemed adverse to any other stipulating 2 party, and each stipulating party hereby waives as against each other stipulat-3 ing party the right to plead any statute of limitation or latches with respect to 4 water extracted by such party in excess of such amount. 5 19. No objection shall ever be made by any party to this judg-6 7 ment as to the interest or right of any such party as herein defined or as to the validity of this judgment not so defining such interest or right on the ground 8 9 that such interest or right as so defined is not consistent with or warranted by the pleadings in this action relative thereto, and if in any case it shall appear 10 # 11 that any such interest or right as so defined is in fact not consistent with or 12 warranted by such pleadings then such pleadings shall be deemed and treated 13 ; as amended to conform to and sustain such interest and right as herein defined. 14 and said pleadings shall be deemed sufficient to support this judgment. 15 Each of the parties to this judgment weives all right of appeal 16 therefrom and no appeal shall be taken by any party hereto from this judgment 17 or any part thereof and the same shall constitute a final judgment. DONE IN OPEN COURT this 2 day of Alivither. 190 /. 18 19 Judge of the Superior Court 20 21 22 23 24 25 26 27 28 29 30 31 32 7.

DESCRIPTION OF BOUNDARIES OF RIALTO BASIN

BEGINNING at a point on the centerline of Meridian Avenue, as shown on plat of Town of Rialto and Adjoining Subdivisions, as recorded in Map Book 4, page 11, records of the County Recorder of said County, said point being 950 feet North of the intersection of said Meridian Avenue and San Bernardino Avenue, thence Northwesterly to a point on the centerline of Rialto Avenue (Arrow Route) as shown on said subdivision plat, said point being 400 feet East of the intersection of West Rialto Avenue and Cactus Avenue: thence Northwesterly to a point on the center line of Foothill Boulevard (State Highway Route No. 9), said point being 1,050 feet East of the intersection of said Foothill Boulevard and Linden Avenue, said intersection being the Southwest corner of Section 3, TIS, R5W, SBB&M; thence Northwesterly to a point in said Linden Avenue, said point being 700 feet North of said Foothill Boulevard; thence Northwesterly to a point in the centerline of Laurel Avenue as shown on said subdivision plat, said point being 3,600 feet North of said Foothill Boulevard; thence Northwesterly to the intersection of Alder Avenue and Baseline Road, said intersection being the Southeast corner of Section 32, TIN, R5W, SB36 M; thence Northwesterly to a point at the base of the San Gabriel Mountains, said point being 1,100 feet North and 1,400 feet West of the Southeast corner of Section 15. TIN, R6W, SBE&M; thence Northeasterly along the base of the San Gabriel Mountains in a direct line to a point in the East line of Section 13, TIN, R6W said point being 3,700 feet North of the Southeast corner of said Section 13: thence Northeasterly along the base of the San Gabriel Mountains in a direct line to a point in fractional Section 7, TIN, R5W, said point being 2,200 feet North and 3,700 feet East of the Southwest corner of said Section 7: thence Southeasterly to a point in Muscupiabe Rancho, said point being 2,500 feet North and 950 feet East of the Southwest corner of fractional Section 22, TIN, RSW. SBB&M; thence Southeasterly to a point in said Muscupiabe Rancho, said point being 700 feet North and 3,700 feet East of the Southwest corner of said fractional Section 22, thence Southeasterly to a point in said Muscupiabe Rancho, said point being 4,000 feet North and 2,500 feet East of the Southwest corner of fractional Section 26, TIN, R5W, SBB&M; thence Southeasterly to a point in fractional Section 6, TIS, R4W, SBB&M, said point being 1,500 feet North and 4,300 feet East of the Southwest corner of said fractional Section 6; thence Southeasterly to a point on the centerline of Mill Street, as shown on plat The Martin Tract, as recorded in Map Book 3, page 27, Records of the County Recorder of said County, said point being 1,050 feet West of the intersection of said Mill Street and Mt. Vernon Avenue: thence Southwesterly to the point of beginning.

Exhibit 1

STATE WELL NUMBER			LATED RIGHT
Location ' Number	Sertal Number		
1 5/5W- 3B1	D-1083	680 feet South of center line Base Line, 2,183 feet West of Cactus Avenue	490 - ,
18/5W-3J1	D-1083a	1,371 feet North of Foothill Blvd. 703 feet West of Cactus Avenue	490
15/5W-3N1	D-1083b	404 feet North of Foothill Blvd. 1,241 feet East of center line Linden Avenue	540 . Ę
15/4W-7C1	E-8a	92 feet South of center line Foothill Blvd., 1,484 feet East of center line Meridian Avenue	290
IS/4W-1882	E-70c	705 feet South of center line Mill Street, 1,085 feet West of Rancho Avenue	370 ⁽
15/4W-18E1	E-70a	416 feet East of center line Meridian Avenue, 608 feet North of center line Randall Avenue	160 (~
15/4W-18K1	E-70e	47 feet South of center line Citrus Avenue, 87 feet East of West line of Northeast 1/4 of Section 18	360
1N/5W-17K1	D-1170b	3,937 feet measured Southeasterly along the center line of Riverside Avenue from its intersection with the North line of Section 17, and 352 feet Southwest of the center line of Riverside Avenue measured at right angles	90 g \
IN/5W-17G1	D-1170d	3,625 feet measured Southeasterly along the center line of Riverside Avenue from its intersection with the North line of Section 17, and 161 feet Southwest of the center line of Riverside Avenue measured at right angles	90 * 2 3
1N/5W-28J1	D-1177a	63 feet West of Linden Avenue, 45 feet South of Vineyard 0.36 miles North of Highland Avenue	40 y 2
1N/5W-31A1	D-1166	66 feet South of center line of Highland Avenue 361 feet East of center line of Juniper	370 🦯

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Exhibit "2"

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ı	SURR & HELLYER
2	Attorneys at Law 599 Arrowhead Avenue
~ 3	San Bernardino, California Telephone: TUrner 4-4704
4	Attorneys for Lytle Creek Water and
5	Improvement Company and Citizens Land
6	and water Company of Broomington
7	Co. Silient Co.
8	SUPERIOR COURT OF THE STATE OF CALIFORNIA
9	FOR THE COUNTY OF SAN BERNARDINO
10	
11	THE LYTLE CREEK WATER AND IMPROVEMENT)
12	COMPANY, a corporation,
13	Plaintiff,) No. 81264
14	vs.)
15	FONTANA RANCHOS WATER COMPANY, a cor-) <u>DECREE</u> poration; HIGHLAND AVENUE WATER COMPANY,)
16	a corporation; CITIZENS LAND AND WATER) COMPANY OF BLOOMINGTON, a corporation;)
17	CITY OF RIALTO, a municipal corporation; and) CITY OF COLTON, a municipal corporation; et al.,)
18	Defendants.
19)
20	WHEREAS, there has been filed in the above-entitled action a
21	Stipulation for Judgment duly executed by and on the part of each and all of
22	the following named parties to said action (who are collectively hereinafter
23	referred to as "stipulating parties"), to-wit: The Lytle Creek Water and Im-
24	provement Company, a corporation (hereinafter referred to as "Lytle Creek");
25	Citizens Land and Water Company of Bloomington, a corporation (hereinafter
26	referred to as "Citizens"); Fontana Union Water Company, a corporation
27	(hereinafter referred to as "Fontana Union"); City of Colton, a municipal cor-
28	poration (hereinafter referred to as "Colton"); City of Rialto, a municipal cor-
29	poration (hereinafter referred to as "Rialto"); and Semi-Tropic County Water
30	District, a county water district organized and existing under the California
31	County Water District Law (hereinafter referred to as "Semi-Tropic"); and
32	WHEREAS, the Fontana Union was sued herein as John Doe

SURR & HELL, Attorneys at LAW San Bernardino, California

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 Company No. 1, a corporation, and the Complaint herein should be amended accordingly; and

WHEREAS, it appears that Semi-Tropic should be joined as a defendant in this action; and

WHEREAS, the action has been dismissed as to each of the defendants Fontana Ranchos Water Company, a corporation, and Highland Avenue Water Company, a corporation; and

WHEREAS, the Court has heard and considered evidence on the part; of the various stipulating parties; and

WHEREAS, the parties have in said Stipulation for Judgment waived Findings of Fact and Conclusions of Law;

NOW, THEREFORE, IT IS HEREBY ORDERED, ADJUDGED, AND DECREED as follows:

 The Complaint herein is hereby amended to set forth the true name of the defendant John Doe Company No. 1, a corporation, which is Fontana Union Water Company, a corporation.

2. Semi-Tropic County Water District is hereby joined as a defendant in this action.

3. As used herein the terms listed below shall have the respective meanings next following them, viz:

(a) "Rialto Basin" or "Basin" shall mean that certain territory in the County of San Bernardino, State of California, which is more particularly described upon Exhibit "1", and which also includes all percolating water and underground water and water sources underlying said territory.

(b) "Year" shall mean a twelve month period commencing on October 1 and ending on the next following September 30.

(c) "Acre Foot" of water shall mean that quantity of water
which will cover one acre to a depth of one foot, also being 43,560 cubic
feet, and which also is equal to a flow of 25.208 miner's inches of water for
24 hours.

31 4. Except as provided herein no stipulating party shall have any
32 priority to take water from the Basin, and the rights of the parties to take

SURR & HELL'Y ER Attorneys at law in Bernardino, california 3

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water from the Basin as between themselves are set forth herein.

5. Subject to the pro rata reductions hereinafter set forth, the amount of water in acre feet to which the stipulating parties are respectively entitled to extract from the Basin in each year are as follows:

Colton	3,010 acre feet - 390°	
Rialto	1,580 acre feet ~ 3100	
Citizens	3,260 acre feet	
Fontana Union	550 acre feet 🧹 970	, 7900
Lytle Creek	3,600 acre feet	

6. The following described wells in the Basin are designated and referred to herein as index wells for the purpose of determining the elevation above sea level of the ground waters within the Basin. These wells are as follows:

(a) "Duncan Well" - presently owned by Rialto, having
 State Location No. 1S/5W-3Al, State Serial No. D-1084, located 109 feet
 South of the center line of Baseline and 233 feet West of the center line of
 Cactus Avenue.

(b) "Willow Street Well" - presently owned by Lytle Creek, having State Location No. 1S/5W-2Kl, State Serial No. D-1085, located 202 feet East of the center line of Willow Street and 133 feet North of the center line of Victoria Avenue.

(c) "Boyd Well" - presently owned by Citizens, having State Location No. 1S/5W-12L1, State Serial No. D-1095, located 109 feet West of the center line of Eucalyptus Street and 155 feet North of the center line of Wilson Street.

For the purpose of determination of the elevation of water above sea level in the said index wells, the elevation above sea level of each of the index wells is established as follows:

(a) "Duncan Well"

(b) "Willow Street Well"

(c) "Boyd Well"

If for any reason any or all of said wells shall not be available

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for measurement, the identity and location of a substitute index well or wells may be determined by a written stipulation executed by at least three-fourths in number of the stipulating parties (or their successor(s) in interest) and filed in this action, or in default of said stipulation, by order of this Court.

The elevation of the water level above sea level of each of the index wells shall be measured in each of the months of March, April, and May in each year. Each stipulating party shall be entitled from time to time to designate one individual to be present and observe such measurements. Measurements shall be made by the owners of the respective wells or such other person, firm or corporation which three-fourths in number of the stipulating parties shall designate to do so. Such measurements shall be made at such times as the index well measured is not being pumped and has not been pumped within the preceding twenty-four hours.

7. As used herein the term "spring-high water level" for a year at each of the index wells shall mean the highest elevation in feet above sea level of the surface of the water table which shall be measured in each respective index well at any one of the monthly measurements during either March, April, or May.

In any year in which the average of the elevation of the spring-high water level in the three index wells is above elevation 1002.3 feet above mean sea level, no stipulating party shall be limited in the amount of water which may be pumped from the Basin. However, no stipulating party shall acquire any additional right to extract water from the Basin by reason of extracting more than such party is entitled under paragraph 5 above.

In any year in which the average of the elevations of the spring-high water level in the three index wells is between 1002.3 feet above mean sea level and 969.7 feet above mean sea level, each party shall be entitled to pump from the Basin in such year only the amount of water to which such party is entitled as specified in paragraph 5 above.

In any year in which the average of the elevations of the 30 spring-high water level in the three index wells is below 969.7 feet above mean sea level, then the amount of water which the stipulating parties shall

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be entitled to pump from the Basin during such year shall be reduced ten per cent (10%) for each one (1) foot that the said average is below 969.7 feet above mean sea level.

9. If any stipulating party acquires any of the wells located within the Basin which are described on Exhibit "2", which is attached hereto and hereby incorporated herein, such party shall have the additional right to extract water from the Rialto Basin annually in the amount set forth on said Exhibit "2" opposite the description of the respective wells.

10. Each stipulating party shall maintain records of all extractions of water from the Basin so that it can be determined therefrom what extraction of water was taken from each well or combination of wells or other water sources in the Basin from which such party received water in each year.

Upon written demand of any stipulating party, the party keeping such records shall within thirty (30) days after receipt of such demand supply to the party making such demand, or other person designated by such party in such demand, a written statement of the amount of water (in acre feet) so taken from each such well or combination of wells or other sources for each year after 1961 with respect to which no such statement has previously been supplied.

II. Every provision of this judgment in favor of all applies to any party hereto and also applies to and inures to the benefit of and shall also bind all of the heirs, legal representatives, successors and assigns of such party.

12. Nothing in this judgment contained shall prevent any stipulating party from selling or otherwise disposing of or purchasing or otherwise acquiring any rights to extract water from the Basin which may be adjudged to belong to any other stipulating party; but any such right to acquire or so dispose of shall remain subject to any limitation or restrictions herein expressed.

13. The stipulating parties will unite in opposing any new taking of water from the Basin other than a stipulating party or parties and will prorate the expenses in making such opposition, including litigation or engineer-

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ing expenses, provided that:

(a) The term "new taking" shall not include any water development in the Basin hereafter made for the sole purpose of maintaining but not increasing any quantity of water now being taken from the Basin by the person who may hereafter make such development.

(b) If any stipulating party does not join in prosecuting any future suit to prevent, enjoin or limit any such new or unlawful taking, such stipulating party not so joining shall bear proratably the expenses of such suit, including attorneys' fees and engineering fees, only if final judgment is rendered in such suit preventing enjoining or limiting such taking.

14. No stipulating party shall be entitled to recover court costs from any other stipulating party in this proceeding.

15. The Court will render jurisdiction to enter modifications of this decree.

16. In the event through litigation of the supply of water in the Basin, or by reason of adjudiciation in any subsequent action, the stipulating parties in the aggregate shall be unable to pump and extract from the Basin a quantity of water so great as the aggregate water is set forth herein, the stipulating parties shall prorate the aggregate quantity of water available in the Basin as long as such inability shall continue.

17. The listing herein of any number of acre feet for any party to 22 this action other than a stipulating party shall not be deemed an admission by any stipulating party that a non-stipulating party is entitled to any water whatsoever from the Basin, nor as to the quantity which such non-stipulating party 25 may take from the Basin, but each such figure for any non-stipulating party 26 is listed in order that the stipulating parties may between themselves agree 27 as to their rights to extract water on account of acquisition of the wells of 28 non-stipulating parties.

29 18. As between stipulating parties only no extraction of water from 30 the Basin by any stipulating party in excess of the amount herein provided to 31 be taken by such party shall be deemed adverse to any other stipulating party, 32 and each stipulating party hereby waives as against each other stipulating

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party the right to plead any statute of limitation or latches with respect to water extracted by such party in excess of such amount.

19. No objection shall ever be made by any party to this judgment as to the interest or right of any such party as herein defined or as to the validity of this judgment not so defining such interest or right on the ground that such interest or right as so defined is not consistent with or warranted by the pleadings in this action relative thereto, and if in any case it shall appear that any such interest or right as so defined is in fact not consistent with or warranted by such pleadings then such pleadings shall be deemed and treated as amended to conform to and sustain such interest and right as herein defined, and said pleadings shall be deemed sufficient to support this judgment.

Each of the parties to this judgment waives all right of appeal therefrom and no appeal shall be taken by any party hereto from this judgment or any part thereof and the same shall constitute a final judgment.

DONE IN OPEN COURT this _____ day of _____, 1961.

Judge of the Superior Court

SURR & HELL. ... Attorneys at law ban Bernardino, California

DESCRIPTION OF BOUNDARIES OF RIALTO BASIN

BEGINNING at a point on the centerline of Meridian Avenue, as shown on plat of Town of Rialto and Adjoining Subdivisions, as recorded in Map Book 4, page 11, records of the County Recorder of said County, said point being 950 feet North of the intersection of said Meridian Avenue and San Bernardino Avenue; thence Northwesterly to a point on the centerline of Rialto Avenue (Arrow Route) as shown on said subdivision plat, said point being 400 feet East of the intersection of West Rialto Avenue and Cactus Avenue; thence Northwesterly to a point on the center line of Foothill Boulevard (State Highway Route No. 9), said point being 1,050 feet East of the intersection of said Foothill Boulevard and Linden Avenue, said intersection being the Southwest corner of Section 3, TIS, R5W, SBB&M; thence Northwesterly to a point in said Linden Avenue, said point being 700 feet North of said Foothill Boulevard; thence Northwesterly to a point in the centerline of Laurel Avenue as shown on said subdivision plat, said point being 3,600 feet North of said Foothill Boulevard; thence Northwesterly to the intersection of Alder Avenue and Baseline Road, said intersection being the Southeast corner of Section 32, TlN, R5W, SBB&M; thence Northwesterly to a point at the base of the San Gabriel Mountains, said point being 1,100 feet North and 1,400 feet West of the Southeast corner of Section 15, TlN, R6W, SBB&M; thence Northeasterly along the base of the San Gabriel Mountains in a direct line to a point in the East line of Section 13, TIN, R6W, said point being 3,700 feet North of the Southeast corner of said Section 13; thence Northeasterly along the base of the San Gabriel Mountains in a direct line to a point in fractional Section 7, TlN, R5W, said point being 2,200 feet North and 3,700 feet East of the Southwest corner of said Section 7; thence Southeasterly to a point in Muscupiabe Rancho, said point being 2,500 feet North and 950 feet East of the Southwest corner of fractional Section 22, TlN, R5W, SBB&M; thence Southeasterly to a point in said Muscupiabe Rancho, said point being 700 feet North and 3,700 feet East of the Southwest corner of said fractional Section 22, thence Southeasterly to a point in said Muscupiabe Rancho, said point being 4,000 feet North and 2,500 feet East of the Southwest corner of fractional Section 26, TlN, R5W, SBB&M; thence Southeasterly to a point in fractional Section 6, TIS, R4W, SBB&M, said point being 1,500 feet North and 4,300 feet East of the Southwest corner of said fractional Section 6; thence Southeasterly to a point on the centerline of Mill Street, as shown on plat The Martin Tract, as recorded in Map Book 3, page 27, Records of the County Recorder of said County, said point being 1,050 feet West of the intersection of said Mill Street and Mt. Vernon Avenue; thence Southwesterly to the point of beginning.

Exhibit 1

Contraction of the State

STATE WELL	NUMBER	LOCATION	STIPULATED RIGHT
Location Number	Serial Number		ACRE FEET
1S/5W-3B1	D-1083	680 feet South of center line Bas Line, 2,183 feet West of Cactus Avenue	
1 S/ 5W-3J1	D-1083a	l,371 feet North of Foothill Blvd 703 feet West of Cactus Avenue	
1S/5W-3N1	D-1083b	404 feet North of Foothill Blvd. 1,241 feet East of center line Linden Avenue	
1S/4W-7C1	E8a	92 feet South of center line Foot Blvd., 1,484 feet East of center line Meridian Avenue	
1S/4W-18B2	E-,70c	705 feet South of center line Mi Street, 1,085 feet West of Rancl Avenue	
1S/4W-18E1	E-70a	416 feet East of center line Mer Avenue, 608 feet North of cente line Randall Avenue	
1S/4W-18K1	E-70e	47 feet South of center line Citr Avenue, 87 feet East of West lin of Northeast 1/4 of Section 18	
1N/5W-17K1	1170-B	3,937 feet measured Southeaste along the center line of Riversic Avenue from its intersection wit the North line of Section 17, and 352 feet Southwest of the center of Riverside Avenue measured at right angles	le h d r line
1N/5W-17G1	D-1170	3,625 feet measured Southeaste along the center line of Riversic Avenue from its intersection wit the North line of Section 17, and 161 feet Southwest of the center of Riverside Avenue measured at right angles	le h d r line
1N/5W-28J1	D-1177a	63 feet West of Linden Avenue, 45 feet South of Vineyard .036 miles North of Highland Avenue	70
1N/5W-31A1	D-1176	66 feet South of center line of Highland Avenue 361 feet East c center line of Juniper	370 [°]

APPENDIX D. CHINO BASIN WATERMASTER JUDGMENT



FI CP FILED - West District Bernardino County CI-X DONALD D. STARK 1 A Professional Corporation Suite 201 Airport Plaza 2 2061 Business Center Drive 3 Irvine, California 92715 Telephone: (714) 752-8971 4 CLAYSON, ROTHROCK & MANN San Bernardino County Clerk 5 601 South Main Street Corona, California 91720 OCT 25 1989 Cerus Jennizo Telephone: (714) 737-1910 6 7 Attorneys for Plaintiff 8 SUPERIOR COURT OF THE STATE OF CALIFORNIA 9 10 FOR THE COUNTY OF SAN BERNARDINO MICROFILMED 11 12 CHINO BASIN MUNICIPAL WATER 2061 BUBINESS CENTER DRIVE DISTRICT, OFEBBIONAL CORPORATION IE. CALIFORNIA 927 (714) 752-8971 BONALD D. STARK 13 No. 164327 Plaintiff, LAW OFFICES 14 SUITE 201 v. 51010 REN 15 CITY OF CHINO, et al. IRVINE. 16 Defendants. 17 U.S. ibits Other Cuncrvisor 18 19 20 Secretary JUDGMENT 21 22 23 • + 10% x24 25 26 ; 27 28

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	1 2 3 4 5 6 7	DONALD D. STARK A Professional Corporation Suite 201 Airport Plaza 2061 Business Center Drive Irvine, California 92715 Telephone: (714) 752-8971 CLAYSON, ROTHROCK & MANN 601 South Main Street Corona, California 91720 Telephone: (714) 737-1910 Attorneys for Plaintiff
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	9	SUPERIOR COURT OF THE STATE OF CALIFORNIA
	10	FOR THE COUNTY OF SAN BERNARDINO
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z # D	12	CHINO BASIN MUNICIPAL WATER) DISTRICT,)
ICE8 STARK STARK CORPORATIO COL COL COL COL COL COL COL COL COL CO	13	Plaintiff,) No. 164327
FO	24	v.) JUDGMENT
	15	CITY OF CHINO, et al.
A PROFI	16) Defendants.)
	17)
	18	
	19	I. INTRODUCTION
	20	1. Pleadings, Parties and Jurisdiction. The complaint here-
	21	in was filed on January 2, 1975, seeking an adjudication of water
	22	rights, injunctive relief and the imposition of a physical solu-
	23	tion. A first amended complaint was filed on July 16, 1976. The
	24	defaults of certain defendants have been entered, and certain
	25	other defendants dismissed. Other than defendants who have been
	26	dismissed or whose defaults have been entered, all defendants have
	27	appeared herein. By answers and order of this Court, the issues
	28	have been made those of a full inter se adjudication between the

parties. This Court has jurisdiction of the subject matter of this action and of the parties herein.

2. <u>Stipulation For Judgment</u>. Stipulation for entry of
judgment has been filed by and on behalf of a majority of the
parties, representing a majority of the guantitative rights herein
adjudicated.

Trial; Findings and Conclusions. Trial was commenced on
December 16, 1977, as to the non-stipulating parties, and findings
of fact and conclusions of law have been entered disposing of the
issues in the case.

11 4. <u>Definitions</u>. As used in this Judgment, the following
12 terms shall have the meanings herein set forth:

(a) <u>Active Parties</u>. All parties other than those who have filed with Watermaster a written waiver of service of notices, pursuant to Paragraph 58.

(b) <u>Annual</u> or <u>Year</u> -- A fiscal year, July 1 through
 June 30, following, unless the context shall clearly indicate
 a contrary meaning.

(c) <u>Appropriative Right</u> -- The annual production right of a producer from the Chino Basin other than pursuant to an overlying right.

(d) <u>Basin Water</u> -- Ground water within Chino Basin which is part of the Safe Yield, Operating Safe Yield, or replenishment water in the Basin as a result of operations under the Physical Solution decreed herein. Said term does not include Stored Water.

(e) <u>CBMWD</u> -- Plaintiff Chino Basin Municipal Water District.

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Chino Basin or Basin -- The ground water basin (f) underlying the area shown as such on Exhibit "B" and within the boundaries described in Exhibit "K".

Chino Basin Watershed -- The surface drainage area (g) tributary to and overlying Chino Basin.

Ground Water -- Water beneath the surface of the (h) ground and within the zone of saturation, i.e., below the existing water table.

Ground Water Basin -- An area underlain by one or (i) more permeable formations capable of furnishing substantial water storage.

Minimal Producer -- Any producer whose production (1)does not exceed five acre-feet per year.

MWD -- The Metropolitan Water District of Southern (k) California.

Operating Safe Yield -- The annual amount of ground (1)water which Watermaster shall determine, pursuant to criteria specified in Exhibit "I", can be produced from Chino Basin by the Appropriative Pool parties free of replenishment obligation under the Physical Solution herein.

Overdraft -- A condition wherein the total annual (m) production from the Basin exceeds the Safe Yield thereof.

Overlying Right -- The appurtenant right of an owner (n) of lands overlying Chino Basin to produce water from the Basin for overlying beneficial use on such lands.

Person. Any individual, partnership, association, (o) corporation, governmental entity or agency, or other organization.

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(p) <u>PVMWD</u> -- Defendant Pomona Valley Municipal Water District.

(q) <u>Produce or Produced</u> -- To pump or extract ground water from Chino Basin.

(r) <u>Producer</u> -- Any person who produces water from Chino Basin.

(s) <u>Production</u> -- Annual quantity, stated in acre feet, of water produced.

(t) <u>Public Hearing</u> -- A hearing after notice to all parties and to any other person legally entitled to notice.

(u) <u>Reclaimed Water</u> -- Water which, as a result of processing of waste water, is suitable for a controlled use.

(v) <u>Replenishment Water</u> -- Supplemental water used to recharge the Basin pursuant to the Physical Solution, either directly by percolating the water into the Basin or indirectly by delivering the water for use in lieu of production and use of safe yield or Operating Safe Yield.

(w) <u>Responsible Party</u> -- The owner, co-owner, lessee or other person designated by multiple parties interested in a well as the person responsible for purposes of filing reports hereunder.

(x) <u>Safe Yield</u> -- The long-term average annual quantity of ground water (excluding replenishment or stored water but including return flow to the Basin from use of replenishment or stored water) which can be produced from the Basin under cultural conditions of a particular year without causing an undesirable result.

(y) SBVMWD -- San Bernardino Valley Municipal Water

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State Water -- Supplemental Water imported through (z)the State Water Resources Development System, pursuant to Chapter 8, Division 6, Part 6 of the Water Code.

Stored Water -- Supplemental water held in storage, (aa) as a result of direct spreading, in lieu delivery, or otherwise, for subsequent withdrawal and use pursuant to agreement with Watermaster.

Supplemental Water -- Includes both water imported (bb)to Chino Basin from outside Chino Basin Watershed, and reclaimed water.

WMWD -- Defendant Western Municipal Water District (cc) of Riverside County.

List of Exhibits. The following exhibits are attached to 5. this Judgment and made a part hereof:

"A" -- "Location Map of Chino Basin" showing boundaries of Chino Basin Municipal Water District, and other geographic and political features.

"B" -- "Hydrologic Map of Chino Basin" showing hydrologic features of Chino Basin.

"C" -- Table Showing Parties in Overlying (Agricultural) Pool.

"D" -- Table Showing Parties in Overlying (Nonagricultural Pool and Their Rights.

25 "E" -- Table Showing Appropriators and Their Rights. "F" -- Overlying (Agricultural) Pool Pooling Plan. 26 "G" -- Overlying (Non-agricultural) Pool Pooling Plan. 27 28 "H" -- Appropriative Pool Pooling Plan.

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ı	"I" Engineering Appendix.
2	"J" Map of In Lieu Area No. l.
3	"K" Legal Description of Chino Basin.
4	
5	II. DECLARATION OF RIGHTS
6	A. HYDROLOGY
7	6. <u>Safe Yield</u> . The Safe Yield of Chino Basin is 140,000 acre
8	feet per year.
9	7. Overdraft and Prescriptive Circumstances. In each year
10	for a period in excess of five years prior to filing of the First
בב	Amended Complaint herein, the Safe Yield of the Basin has been
12	exceeded by the annual production therefrom, and Chino Basin is and
13	has been for more than five years in a continuous state of over-
14	draft. The production constituting said overdraft has been open,
15	notorious, continuous, adverse, hostile and under claim of right.
16	The circumstances of said overdraft have given notice to all
17	parties of the adverse nature of such aggregate over-production.
18	B. WATER RIGHTS IN SAFE YIELD
19	8. Overlying Rights. The parties listed in Exhibits "C" and
20	"D" are the owners or in possession of lands which overlie Chino
21	Basin. As such, said parties have exercised overlying water
22	rights in Chino Basin. All overlying rights owned or exercised by
23	parties listed in Exhibits "C" and "D" have, in the aggregate, been
24	limited by prescription except to the extent such rights have been
25	preserved by self-help by said parties. Aggregate preserved
26	overlying rights in the Safe Yield for agricultural pool use,
27	including the rights of the State of California, total 82,800 acre
28	feet per year. Overlying rights for non-agricultural pool use

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total 7,366 acre feet per year and are individually decreed for 1 each affected party in Exhibit "D". No portion of the Safe Yield 2 of Chino Basin exists to satisfy unexercised overlying rights, and 3 such rights have all been lost by prescription. However, uses may 4 be made of Basin Water on overlying lands which have no preserved 5 overlying rights pursuant to the Physical Solution herein. 6 A11 overlying rights are appurtenant to the land and cannot be assigned 7 8 or conveyed separate or apart therefrom.

The parties listed in Exhibit "E" Appropriative Rights. 9. are the owners of appropriative rights, including rights by prescription, in the unadjusted amounts therein set forth, and by reason thereof are entitled under the Physical Solution to share in 12 the remaining Safe Yield, after satisfaction of overlying rights and rights of the State of California, and in the Operating Safe Yield in Chino Basin, in the annual shares set forth in Exhibit "Е".

Loss of Priorities. By reason of the long continued (a) overdraft in Chino Basin, and in light of the complexity of determining appropriative priorities and the need for conserving and making maximum beneficial use of the water resources of the State, each and all of the parties listed in Exhibit "E" are estopped and barred from asserting special priorities or preferences, inter se. All of said appropriative rights are accordingly deemed and considered of equal priority.

Nature and Quantity. All rights listed in Exhibit (b) "E" are appropriative and prescriptive in nature. By reason of the status of the parties, and the provisions of Section

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1007 of the Civil Code, said rights are immune from reduction or limitation by prescription.

Rights of the State of California. The State of 3 10. California, by and through its Department of Corrections, Youth 4 Authority and Department of Fish and Game, is a significant pro-5 ducer of ground water from and the State is the largest owner of 6 The precise nature and scope of the 7 land overlying Chino Basin. claims and rights of the State need not be, and are not, defined 8 The State, through said departments, has accepted the 9 herein. Physical Solution herein decreed, in the interests of implementing 10 the mandate of Section 2 of Article X of the California Constitu-11 For all purposes of this Judgment, all future production by 12 tion. the State or its departments or agencies for overlying use on State-owned lands shall be considered as agricultural pool use.

> RIGHTS TO AVAILABLE GROUND WATER STORAGE CAPACITY С.

There exists in Available Ground Water Storage Capacity. 11. Chino Basin a substantial amount of available ground water storage 17 capacity which is not utilized for storage or regulation of Basin 18 Said reservoir capacity can appropriately be utilized for 19 Waters. storage and conjunctive use of supplemental water with Basin 20 It is essential that said reservoir capacity utilization 21 Waters. for storage and conjunctive use of supplemental water be undertaken 22 only under Watermaster control and regulation, in order to protect 23 the integrity of both such Stored Water and Basin Water in storage 24 25 and the Safe Yield of Chino Basin.

Utilization of Available Ground Water Capacity. 26 Any 12. person or public entity, whether a party to this action or not, may 27 make reasonable beneficial use of the available ground water 28

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storage capacity of Chino Basin for storage of supplemental water;
provided that no such use shall be made except pursuant to written
agreement with Watermaster, as authorized by Paragraph 28. In the
allocation of such storage capacity, the needs and requirements of
lands overlying Chino Basin and the owners of rights in the Safe
Yield or Operating Safe Yield of the Basin shall have priority and
preference over storage for export.

III. INJUNCTION

10 13. Injunction Against Unauthorized Production of Basin
11 Water. Each party in each of the respective pools is enjoined, as
12 follows:

(a) <u>Overlying (Agricultural) Pool</u>. Each party in the Overlying (Agricultural) Pool, its officers, agents, employees, successors and assigns, is and they each are ENJOINED AND RESTRAINED from producing ground water from Chino Basin in any year hereafter in excess of such party's correlative share of the aggregate of 82,800 acre feet allocated to said Pool, except pursuant to the Physical Solution or a storage water agreement.

(b) <u>Overlying (Non-Agricultural) Pool</u>. Each party in the Overlying (Non-agricultural) Pool, its officers, agents, employees, successors and assigns, is and they each are ENJOINED AND RESTRAINED from producing ground water of Chino Basin in any year hereafter in excess of such party's decreed rights in the Safe Yield, except pursuant to the provisions of the Physical Solution or a storage water agreement.

(c) Appropriative Pool. Each party in the

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Appropriative Pool, its officers, agents, employees, successors and assigns, is and they are each ENJOINED AND RESTRAINED from producing ground water of Chino Basin in any year hereafter in excess of such party's decreed share of Operating Safe Yield, except pursuant to the provisions of the Physical Solution or a storage water agreement.

14. Injunction Against Unauthorized Storage or Withdrawal of Stored Water. Each party, its officers, agents, employees, successors and assigns is and they each are ENJOINED AND RESTRAINED from storing supplemental water in Chino Basin for withdrawal, or causing withdrawal of, water stored by that party, except pursuant to the terms of a written agreement with Watermaster and in accordance with Watermaster regulations. Any supplemental water stored or recharged in the Basin, except pursuant to such a Watermaster agreement, shall be deemed abandoned and not classified as Stored Water. This paragraph has no application, as such, to supplemental water spread or provided in lieu by Watermaster pursuant to the Physical Solution.

IV. CONTINUING JURISDICTION

21 15. <u>Continuing Jurisdiction</u>. Full jurisdiction, power and 22 authority are retained and reserved to the Court as to all matters 23 contained in this judgment, except:

(a) The redetermination of Safe Yield, as set forth in
 Paragraph 6, during the first ten (10) years of operation of
 the Physical Solution;

(b) The allocation of Safe Yield as between the several pools as set forth in Paragraph 44 of the Physical Solution;

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(c) The determination of specific quantitative rights and shares in the declared Safe Yield or Operating Safe Yield herein declared in Exhibits "D" and "E"; and

The amendment or modification of Paragraphs 7(a) and (d) (b) of Exhibit "H", during the first ten (10) years of operation of the Physical Solution, and thereafter only upon affirmative recommendation of at least 67% of the voting power (determined pursuant to the formula described in Paragraph 3 of Exhibit "H"), but not less than one-third of the members of the Appropriative Pool Committee representatives of parties who produce water within CBMWD or WMWD; after said tenth year the formula set forth in said Paragraph 7(a) and 7(b) of Exhibit "H" for payment of the costs of replenishment water may be changed to 100% gross or net, or any percentage split thereof, but only in response to recommendation to the Court by affirmative vote of at least 67% of said voting power of the Appropriative Pool representatives of parties who produce ground water within CBMWD or WMWD, but not less than one-third In such event, the Court shall act in conof their number. formance with such recommendation unless there are compelling reasons to the contrary; and provided, further, that the fact that the allocation of Safe Yield or Operating Safe Yield shares may be rendered moot by a recommended change in the formula for replenishment assessments shall not be deemed to be such a "compelling reason."

Said continuing jurisdiction is provided for the purpose of enabling the Court, upon application of any party, the Watermaster,
the Advisory Committee or any Pool Committee, by motion and, upon

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1 at least 30 days' notice thereof, and after hearing thereon, to 2 make such further or supplemental orders or directions as may be 3 necessary or appropriate for interpretation, enforcement or carry-4 ing out of this Judgment, and to modify, amend or amplify any of 5 the provisions of this Judgment.

V. WATERMASTER

A. APPOINTMENT

CBMWD, acting by and through a Watermaster Appointment. 9 16. majority of its board of directors, is hereby appointed Water-10 master, to administer and enforce the provisions of this Judgment 11 and any subsequent instructions or orders of the Court hereunder. 12 The term of appointment of Watermaster shall be for five (5) years. The Court will by subsequent orders provide for successive terms or for a successor Watermaster. Watermaster may be changed at any time by subsequent order of the Court, on its own motion, or on the motion of any party after notice and hearing. Unless there are 17 compelling reasons to the contrary, the Court shall act in con-18 formance with a motion requesting the Watermaster be changed if 19 such motion is supported by a majority of the voting power of the 20 21 Advisory Committee.

B. POWERS AND DUTIES

23 17. Powers and Duties. Subject to the continuing supervision
24 and control of the Court, Watermaster shall have and may exercise
25 the express powers, and shall perform the duties, as provided in
26 this Judgment or hereafter ordered or authorized by the Court in
27 the exercise of the Court's continuing jurisdiction.

18. Rules and Regulations. Upon recommendation by the

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Advisory Committee, Watermaster shall make and adopt, after public 1 hearing, appropriate rules and regulations for conduct of Water-2 master affairs, including meeting schedules and procedures, and 3 compensation of members of Watermaster at not to exceed \$25 per 4 member per meeting, or \$300 per member per year, whichever is less, 5 plus reasonable expenses related to activities within the Basin. 6 Thereafter, Watermaster may amend said rules from time to time upon 7 recommendation, or with approval of the Advisory Committee after 8 hearing noticed to all active parties. A copy of said rules and 9 regulations, and of any amendments thereof, shall be mailed to each 10 11 active party.

19. <u>Acquisition of Facilities</u>. Watermaster may purchase, lease, acquire and hold all necessary facilities and equipment; provided, that it is not the intent of the Court that Watermaster acquire any interest in real property or substantial capital assets.

Employment of Experts and Agents. Watermaster may 17 20. employ or retain such administrative, engineering, geologic, 18 19 accounting, legal or other specialized personnel and consultants as may be deemed appropriate in the carrying out of its powers and 20 shall require appropriate bonds from all officers and employees 21 handling Watermaster funds. Watermaster shall maintain records for 22 purposes of allocation of costs of such services as well as of all 23 other expenses of Watermaster administration as between the several 24 25 pools established by the Physical Solution.

26 21. <u>Measuring Devices</u>. Watermaster shall cause parties, 27 pursuant to uniform rules, to install and maintain in good opera-28 ting condition, at the cost of each party, such necessary measuring

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devices or meters as Watermaster may deem appropriate. Such
 measuring devices shall be inspected and tested as deemed necessary
 by Watermaster, and the cost thereof shall constitute an expense of
 Watermaster.

5 22. <u>Assessments</u>. Watermaster is empowered to levy and 6 collect all assessments provided for in the pooling plans and 7 Physical Solution.

8 23. Investment of Funds. Watermaster may hold and invest any
9 and all Watermaster funds in investments authorized from time to
10 time for public agencies of the State of California.

11 24. <u>Borrowing</u>. Watermaster may borrow from time to time 12 amounts not exceeding the annual anticipated receipts of Water-13 master during such year.

14 25. <u>Contracts</u>. Watermaster may enter into contracts for the 15 performance of any powers herein granted; provided, however, that 16 Watermaster may not contract with or purchase materials, supplies 17 or services from CBMWD, except upon the prior recommendation and 18 approval of the Advisory Committee and pursuant to written order of 19 the Court.

20 26. <u>Cooperation With Other Agencies</u>. Subject to prior
21 recommendation or approval of the Advisory Committee, Watermaster
22 may act jointly or cooperate with agencies of the United States and
23 the State of California or any political subdivisions, munici24 palities or districts or any person to the end that the purpose of
25 the Physical Solution may be fully and economically carried out.

26 27. <u>Studies</u>. Watermaster may, with concurrence of the 27 Advisory Committee or affected Pool Committee and in accordance 28 with Paragraph 54(b), undertake relevant studies of hydrologic

LAW OFFICE8 DONALD D. STARK A PROFESSIONAL CORPORATION SUITE 201 2061 BUGINE89 GANTRA DRIVE (714) 752-8971 (714) 752-8971 1 1 1 1 1 1 2 conditions, both quantitative and qualitative, and operating
 aspects of implementation of the management program for Chino
 Basin.

Ground Water Storage Agreements. Watermaster shall 4 28. adopt, with the approval of the Advisory Committee, uniformly 5 applicable rules and a standard form of agreement for storage of 6 supplemental water, pursuant to criteria therefor set forth in 7 Exhibit "I". Upon appropriate application by any person, Water-8 master shall enter into such a storage agreement; provided that all 9 such storage agreements shall first be approved by written order of 10 the Court, and shall by their terms preclude operations which will 11 have a substantial adverse impact on other producers. 12

29. <u>Accounting for Stored Water</u>. Watermaster shall calculate additions, extractions and losses and maintain an annual account of all Stored Water in Chino Basin, and any losses of water supplies or Safe Yield of Chino Basin resulting from such Stored Water.

Annual Administrative Budget. Watermaster shall submit 17 30. to Advisory Committee an administrative budget and recommendation 18 for each fiscal year on or before March 1. The Advisory Committee 19 shall review and submit said budget and their recommendations to 20 Watermaster on or before April 1, following. Watermaster shall 21 hold a public hearing on said budget at its April quarterly meeting 22 and adopt the annual administrative budget which shall include the 23 administrative items for each pool committee. The administrative 24 budget shall set forth budgeted items in sufficient detail as 25 necessary to make a proper allocation of the expense among the 26 several pools, together with Watermaster's proposed allocation. 27 The budget shall contain such additional comparative information 28

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1 or explanation as the Advisory Committee may recommend from time 2 to time. Expenditures within budgeted items may thereafter be 3 made by Watermaster in the exercise of powers herein granted, as a 4 matter of course. Any budget transfer in excess of 20% of a 5 budget category during any budget year or modification of such 6 administrative budget during any year shall be first submitted to 7 the Advisory Committee for review and recommendation.

31. <u>Review Procedures</u>. All actions, decisions or rules of Watermaster shall be subject to review by the Court on its own motion or on timely motion by any party, the Watermaster (in the case of a mandated action), the Advisory Committee, or any Pool Committee, as follows:

(a) Effective Date of Watermaster Action. Any action, decision or rule of Watermaster shall be deemed to have occurred or been enacted on the date on which written notice thereof is mailed. Mailing of copies of approved Watermaster minutes to the active parties shall constitute such notice to all parties.

(b) <u>Noticed Motion</u>. Any party, the Watermaster (as to any mandated action), the Advisory Committee, or any Pool Committee may, by a regularly noticed motion, apply to the Court for review of any Watermaster's action, decision or rule. Notice of such motion shall be served personally or mailed to Watermaster and to all active parties. Unless otherwise ordered by the Court, such motion shall not operate to stay the effect of such Watermaster action, decision or rule.

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(c) <u>Time for Motion</u>. Notice of motion to review any Watermaster action, decision or rule shall be served and filed within ninety (90) days after such Watermaster action, decision or rule, except for budget actions, in which event said notice period shall be sixty (60) days.

(d) <u>De Novo Nature of Proceedings</u>. Upon the filing of any such motion, the Court shall require the moving party to notify the active parties, the Watermaster, the Advisory Committee and each Pool Committee, of a date for taking evidence and argument, and on the date so designated shall review <u>de novo</u> the question at issue. Watermaster's findings or decision, if any, may be received in evidence at said hearing, but shall not constitute presumptive or prima facie proof of any fact in issue.

(e) <u>Decision</u>. The decision of the Court in such proceeding shall be an appealable supplemental order in this case. When the same is final, it shall be binding upon the Watermaster and all parties.

C. ADVISORY AND POOL COMMITTEES

Authorization. Watermaster is authorized and directed to 20 32. 21 cause committees of producer representatives to be organized to act as Pool Committees for each of the several pools created under 22 23 the Physical Solution. Said Pool Committees shall, in turn, jointly form an Advisory Committee to assist Watermaster in per-24 formance of its functions under this judgment. Pool Committees 25 shall be composed as specified in the respective pooling plans, and 26 the Advisory Committee shall be composed of not to exceed ten (10) 27 28 voting representatives from each pool, as designated by the

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1 respective Pool Committee. WMWD, PVMWD and SBVMWD shall each be 2 entitled to one non-voting representative on said Advisory Com-3 mittee.

33. <u>Term and Vacancies</u>. Members of any Pool Committee, shall
serve for the term, and vacancies shall be filled, as specified in
the respective pooling plan. Members of the Advisory Committee
shall serve at the will of their respective Pool Committee.

8 34. <u>Voting Power</u>. The voting power on each Pool Committee 9 shall be allocated as provided in the respective pooling plan. The 10 voting power on the Advisory Committee shall be one hundred (100) 11 votes allocated among the three pools in proportion to the total 12 assessments paid to Watermaster during the preceding year; pro-13 vided, that the minimum voting power of each pool shall be

(a) Overlying (Agricultural) Pool 20,

(b) Overlying (Non-agricultural) Pool 5, and

(c) Appropriative Pool 20.

17 In the event any pool is reduced to its said minimum vote, the remaining votes shall be allocated between the remaining pools on 18 said basis of assessments paid to Watermaster by each such remain-20 ing pool during the preceding year. The method of exercise of 21 each pool's voting power on the Advisory Committee shall be as 22 determined by the respective pool committees.

23 35. <u>Quorum</u>. A majority of the voting power of the Advisory
24 Committee or any Pool Committee shall constitute a quorum for the
25 transaction of affairs of such Advisory or Pool Committee; pro26 vided, that at least one representative of each Pool Committee
27 shall be required to constitute a quorum of the Advisory Committee.
28 No Pool Committee representative may purposely absent himself or

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herself, without good cause, from an Advisory Committee meeting to deprive it of a quorum. Action by affirmative vote of a majority of the entire voting power of any Pool Committee or the Advisory Committee shall constitute action by such committee. Any action or recommendation of a Pool Committee or the Advisory Committee shall be transmitted to Watermaster in writing, together with a report of any dissenting vote or opinion.

Compensation. Pool or Advisory Committee members may 8 36. receive compensation, to be established by the respective pooling 9 plan, but not to exceed twenty-five dollars (\$25.00) for each 10 meeting of such Pool or Advisory Committee attended, and provided 11 that no member of a Pool or Advisory Committee shall receive 12 compensation of more than three hundred (\$300.00) dollars for service on any such committee during any one year. All such compensation shall be a part of Watermaster administrative expense. No member of any Pool or Advisory Committee shall be employed by Watermaster or compensated by Watermaster for professional or other 17 services rendered to such Pool or Advisory Committee or to Water-18 master, other than the fee for attendance at meetings herein 19 provided, plus reimbursement of reasonable expenses related to 20 21 activities within the Basin.

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37. Organization.

(a) <u>Organizational Meeting</u>. At its first meeting in each year, each Pool Committee and the Advisory Committee shall elect a chairperson and a vice chairperson from its membership. It shall also select a secretary, a treasurer and such assistant secretaries and treasurers as may be appropriate, any of whom may, but need not, be members of

LAW OFFICES DONALD D. STARK A PROFESSIONAL CORPORATION BUITE 201 2061 BUGINESS CENTER DRIVE IRVINE, CALIFORNIA 92715 (714) 752-8971 0 0 0 b 0 C such Pool or Advisory Committee.

Regular Meetings. All Pool Committees and the (b) Advisory Committee shall hold regular meetings at a place and time to be specified in the rules to be adopted by each Pool and Advisory Committee. Notice of regular meetings of any Pool or Advisory Committee, and of any change in time or place thereof, shall be mailed to all active parties in said pool or pools.

Special Meetings. Special meetings of any Pool or (C) Advisory Committee may be called at any time by the Chairperson or by any three (3) members of such Pool or Advisory Committee by delivering notice personally or by mail to each member of such Pool or Advisory Committee and to each active party at least 24 hours before the time of each such meeting in the case of personal delivery, and 96 hours in the case of The calling notice shall specify the time and place of mail. the special meeting and the business to be transacted. NO other business shall be considered at such meeting.

Minutes. Minutes of all Pool Committee, Advisory (d) Committee and Watermaster meetings shall be kept at Watermaster's offices. Copies thereof shall be mailed or otherwise furnished to all active parties in the pool or pools con-Said copies of minutes shall constitute notice of any cerned. Pool or Advisory Committee action therein reported, and shall be available for inspection by any party.

Adjournments. Any meeting of any Pool or Advisory (e) Committee may be adjourned to a time and place specified in the order of adjournment. Less than a quorum may so adjourn

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from time to time. A copy of the order or notice of adjournment shall be conspicuously posted forthwith on or near the door of the place where the meeting was held.

Powers and Functions. The powers and functions of the 38. respective Pool Committees and the Advisory Committee shall be as follows:

Pool Committees. Each Pool Committee shall have the (a) power and responsibility for developing policy recommendations for administration of its particular pool, as created under the Physical Solution. All actions and recommendations of any Pool Committee which require Watermaster implementation shall first be noticed to the other two pools. If no objection is received in writing within thirty (30) days, such action or recommendation shall be transmitted directly to Watermaster If any such objection is received, such action or for action. recommendation shall be reported to the Advisory Committee before being transmitted to Watermaster.

The Advisory Committee shall Advisory Committee. (b) have the duty to study, and the power to recommend, review and act upon all discretionary determinations made or to be made hereunder by Watermaster.

When any recommendation Committee Initiative. [1] or advice of the Advisory Committee is received by Watermaster, action consistent therewith may be taken by Watermaster; provided, that any recommendation approved by 80 votes or more in the Advisory Committee shall constitute a mandate for action by Watermaster consistent therewith. If Watermaster is unwilling or unable to act

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pursuant to recommendation or advice from the Advisory Committee (other than such mandatory recommendations), Watermaster shall hold a public hearing, which shall be followed by written findings and decision. Thereafter, Watermaster may act in accordance with said decision, whether consistent with or contrary to said Advisory Committee recommendation. Such action shall be subject to review by the Court, as in the case of all other Watermaster determinations.

[2] <u>Committee Review</u>. In the event Watermaster proposes to take any discretionary action, other than approval or disapproval of a Pool Committee action or recommendation properly transmitted, or execute any agreement not theretofore within the scope of an Advisory Committee recommendation, notice of such intended action shall be served on the Advisory Committee and its members at least thirty (30) days before the Watermaster meeting at which such action is finally authorized.

Watermaster (as to 19 Review of Watermaster Actions. (c) mandated action), the Advisory Committee or any Pool Committee 20 21 shall be entitled to employ counsel and expert assistance in the event Watermaster or such Pool or Advisory Committee seeks 22 Court review of any Watermaster action or failure to act. 23 The 24 cost of such counsel and expert assistance shall be Water-25 master expense to be allocated to the affected pool or pools. 26 27 28

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VI. PHYSICAL SOLUTION
A. GENERAL
39. Purpose and Objective. Pursuant to the mandate of
Section 2 of Article X of the California Constitution, the Court
hereby adopts and orders the parties to comply with a Physical
Solution. The purpose of these provisions is to establish a legal
and practical means for making the maximum reasonable beneficial
use of the waters of Chino Basin by providing the optimum economic,
long-term, conjunctive utilization of surface waters, ground waters
and supplemental water, to meet the requirements of water users
having rights in or dependent upon Chino Basin.
40. Need for Flexibility. It is essential that this Physical
Solution provide maximum flexibility and adaptability in order that
Watermaster and the Court may be free to use existing and future
technological, social, institutional and economic options, in order
to maximize beneficial use of the waters of Chino Basin. To that
end, the Court's retained jurisdiction will be utilized, where

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to maximize beneficial use of the waters of Chino Basin. To that end, the Court's retained jurisdiction will be utilized, where appropriate, to supplement the discretion herein granted to the Wastermaster.

20 Watermaster, with the advice of the Watermaster Control. 41. 21 Advisory and Pool Committees, is granted discretionary powers in 22 order to develop an optimum basin management program for Chino 23 Basin, including both water quantity and quality considerations. 24 Withdrawals and supplemental water replenishment of Basin Water, 25 and the full utilization of the water resources of Chino Basin, must be subject to procedures established by and administered 26 through Watermaster with the advice and assistance of the Advisory 27 and Pool Committees composed of the affected producers. 28 Both the

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quantity and quality of said water resources may thereby be pre served and the beneficial utilization of the Basin maximized.

General Pattern of Operations. It is contemplated that 3 42. the rights herein decreed will be divided into three (3) operating 4 5 pools for purposes of Watermaster administration. A fundamental premise of the Physical Solution is that all water users dependent б 7 upon Chino Basin will be allowed to pump sufficient waters from the 8 Basin to meet their requirements. To the extent that pumping exceeds the share of the Safe Yield assigned to the Overlying 9 10 Pools, or the Operating Safe Yield in the case of the Appropriative 11 Pool, each pool will provide funds to enable Watermaster to replace 12 such overproduction. The method of assessment in each pool shall be as set forth in the applicable pooling plan.

B. POOLING

15 43. <u>Multiple Pools Established</u>. There are hereby established 16 three (3) pools for Watermaster administration of, and for the 17 allocation of responsibility for, and payment of, costs of re-18 plenishment water and other aspects of this Physical Solution.

(a) <u>Overlying (Agricultural) Pool</u>. The first pool shall consist of the State of California and all overlying producers who produce water for other than industrial or commercial purposes. The initial members of the pool are listed in Exhibit "C".

(b) <u>Overlying (Non-agricultural) Pool</u>. The second pool shall consist of overlying producers who produce water for industrial or commercial purposes. The initial members of this pool are listed in Exhibit "D".

(c) Appropriative Pool. A third and separate pool shall

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consist of owners of appropriative rights. The initial members of the pool are listed in Exhibit "E".

Any party who changes the character of his use may, by subsequent order of the Court, be reassigned to the proper pool; but the allocation of Safe Yield under Paragraph 44 hereof shall not be changed. Any non-party producer or any person who may hereafter 6 commence production of water from Chino Basin, and who may become a 7 party to this physical solution by intervention, shall be assigned 8 to the proper pool by the order of the Court authorizing such 9 10 intervention.

Determination and Allocation of Rights to Safe Yield of 44. The declared Safe Yield of Chino Basin is hereby Chino Basin. allocated as follows:

Pool

Allocation

Overlying	(Agricultural) Pool	414,000 acre feet in any five (5) consecutive years.
Overlying Pool.	(Non-agricultural)	7,366 acre feet per year.

49,834 acre feet per year. Appropriative Pool The foregoing acre foot allocations to the overlying pools are fixed. Any subsequent change in the Safe Yield shall be debited or 20 credited to the Appropriative Pool. Basin Water available to the Appropriative Pool without replenishment obligation may vary from year to year as the Operating Safe Yield is determined by Water-23 24 master pursuant to the criteria set forth in Exhibit "I".

Annual Replenishment. Watermaster shall levy and collect 25 45. assessments in each year, pursuant to the respective pooling plans, 26 in amounts sufficient to purchase replenishment water to replace 27 production by any pool during the preceding year which exceeds that 28

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pool's allocated share of Safe Yield in the case of the overlying 1 pools, or Operating Safe Yield in the case of the Appropriative 2 It is anticipated that supplemental water for replenishment 3 Pool. of Chino Basin may be available at different rates to the various 4 pools to meet their replenishment obligations. If such is the 5 case, each pool will be assessed only that amount necessary for the 6 cost of replenishment water to that pool, at the rate available to 7 the pool, to meet its replenishment obligation. 8

46. Initial Pooling Plans. The initial pooling plans, which are hereby adopted, are set forth in Exhibits "F", "G" and "H", respectively. Unless and until modified by amendment of the judgment pursuant to the Court's continuing jurisdiction, each such plan shall control operation of the subject pool.

C. REPORTS AND ACCOUNTING

47. <u>Production Reports</u>. Each party or responsible party shall file periodically with Watermaster, pursuant to Watermaster rules, a report on a form to be prescribed by Watermaster showing the total production of such party during the preceding reportage period, and such additional information as Watermaster may require, including any information specified by the affected Pool Committee.

48. <u>Watermaster Reports and Accounting</u>. Watermaster's annual report, which shall be filed on or before November 15 of each year and shall apply to the preceding year's operation, shall contain details as to operation of each of the pools and a certified audit of all assessments and expenditures pursuant to this Physical Solution and a review of Watermaster activities.

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REPLENISHMENT 1 Sources of Supplemental Water. Supplemental water may be 49. 2 3 obtained by Watermaster from any available source. Watermaster shall seek to obtain the best available quality of supplemental 4 water at the most reasonable cost for recharge in the Basin. TΟ 5 the extent that costs of replenishment water may vary between 6 7 pools, each pool shall be liable only for the costs attributable to its required replenishment. Available sources may include, but are 8 9 not limited to:

D.

Reclaimed Water. There exist a series of agreements (a) generally denominated the Regional Waste Water Agreements between CBMWD and owners of the major municipal sewer systems within the basin. Under those agreements, which are recognized hereby but shall be unaffected and unimpaired by this judgment, substantial quantities of reclaimed water may be made available for replenishment purposes. There are additional sources of reclaimed water which are, or may become, available to Watermaster for said purposes. Maximum beneficial use of reclaimed water shall be given high priority by Watermaster.

State Water. State water constitutes a major (b) available supply of supplemental water. In the case of State Water, Watermaster purchases shall comply with the water service provisions of the State's water service contracts. More specifically, Watermaster shall purchase State Water from MWD for replenishment of excess production within CBMWD, WMWD and PVMWD, and from SBVMWD to replenish excess production within SBVMWD's boundaries in Chino Basin, except to the

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extent that MWD and SBVMWD give their consent as required by such State water service contracts.

Local Import. There exist facilities and methods (c)for importation of surface and ground water supplies from adjacent basins and watersheds.

Colorado River Supplies. MWD has water supplies (d) available from its Colorado River Aqueduct.

Methods of Replenishment. Watermaster may accomplish 8 50. replenishment of overproduction from the Basin by any reasonable 10 method, including:

> Spreading and percolation or Injection of water in (a) existing or new facilities, subject to the provisions of Paragraphs 19, 25 and 26 hereof.

In Lieu Procedures. Watermaster may make, or cause (b) to be made, deliveries of water for direct surface use, in lieu of ground water production.

E . REVENUES

Production Assessment. Production assessments, on what-51. ever basis, may be levied by Watermaster pursuant to the pooling plan adopted for the applicable pool.

Minimal Producers. Minimal Producers shall be exempted 21 52. from payment of production assessments, upon filing of production 22 reports as provided in Paragraph 47 of this Judgment, and payment 23 of an annual five dollar (\$5.00) administrative fee as specified by 24 25 Watermaster rules.

Assessment Proceeds -- Purposes. Watermaster shall have 26 53. 27 the power to levy assessments against the parties (other than minimal pumpers) based upon production during the preceding period 28

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1 of assessable production, whether quarterly, semi-annually or 2 annually, as may be determined most practical by Watermaster or the 3 affected Pool Committee.

4 54. Administrative Expenses. The expenses of administration
5 of this Physical Solution shall be categorized as either (a) gen6 eral Watermaster administrative expense, or (b) special project
7 expense.

(a) <u>General Watermaster Administrative Expense</u> shall include office rental, general personnel expense, supplies and office equipment, and related incidental expense and general overhead.

(b) <u>Special Project Expense</u> shall consist of special engineering, economic or other studies, litigation expense, meter testing or other major operating expenses. Each such project shall be assigned a Task Order number and shall be separately budgeted and accounted for.

17 General Watermaster administrative expense shall be allocated and assessed against the respective pools based upon allocations 18 19 made by the Watermaster, who shall make such allocations based upon 20 generally accepted cost accounting methods. Special Project 21 Expense shall be allocated to a specific pool, or any portion there-22 of, only upon the basis of prior express assent and finding of 23 benefit by the Pool Committee, or pursuant to written order of the 24 Court.

25 55. Assessments -- Procedure. Assessments herein provided
26 for shall be levied and collected as follows:

(a) Notice of Assessment. Watermaster shall give written notice of all applicable assessments to each party on

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or before ninety (90) days after the end of the production period to which such assessment is applicable.

(b) <u>Payment</u>. Each assessment shall be payable on or before thirty (30) days after notice, and shall be the obligation of the party or successor owning the water production facility at the time written notice of assessment is given, unless prior arrangement for payment by others has been made in writing and filed with Watermaster.

(c) <u>Delinquency</u>. Any delinquent assessment shall bear interest at 10% per annum (or such greater rate as shall equal the average current cost of borrowed funds to the Watermaster) from the due date thereof. Such delinquent assessment and interest may be collected in a show-cause proceeding herein instituted by the Watermaster, in which case the Court may allow Watermaster its reasonable costs of collection, including attorney's fees.

Accumulation of Replenishment Water Assessment Proceeds. 17 56. In order to minimize fluctuation in assessment and to give Water-18 19 master flexibility in purchase and spreading of replenishment 20 water, Watermaster may make reasonable accumulations of replen-21 Interest earned on such reishment water assessment proceeds. 22 tained funds shall be added to the account of the pool from which 23 the funds were collected and shall be applied only to the purchase 24 of replenishment water.

25 57. Effective Date. The effective date for accounting and
26 operation under this Physical Solution shall be July 1, 1977, and
27 the first production assessments hereunder shall be due after July
28 1, 1978. Watermaster shall, however, require installation of

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meters or measuring devices and establish operating procedures immediately, and the costs of such Watermaster activity (not including the cost of such meters and measuring devices) may be recovered in the first administrative assessment in 1978.

VII. MISCELLANEOUS PROVISIONS

7 Designation of Address for Notice and Service. 58. Each 8 party shall designate the name and address to be used for purposes 9 of all subsequent notices and service herein, either by its endorsement on the Stipulation for Judgment or by a separate desig-10 11 nation to be filed within thirty (30) days after Judgment has been 12 served. Said designation may be changed from time to time by filing a written notice of such change with the Watermaster. Any party desiring to be relieved of receiving notices of Watermaster or committee activity may file a waiver of notice on a form to be provided by Watermaster. Thereafter such party shall be removed 17 from the Active Party list. Watermaster shall maintain at all 18 times a current list of active parties and their addresses for 19 purposes of service. Watermaster shall also maintain a full 20 current list of names and addresses of all parties or their suc-21 cessors, as filed herein. Copies of such lists shall be available, 22 without cost, to any party, the Advisory Committee or any Pool 23 Committee upon written request therefor.

59. Service of Documents. Delivery to or service upon any party or active party by the Watermaster, by any other party, or by the Court, of any item required to be served upon or delivered to such party or active party under or pursuant to the Judgment shall be made personally or by deposit in the United States mail, first

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class, postage prepaid, addressed to the designee and at the address in the latest designation filed by such party or active party.

4 60. Intervention After Judgment. Any non-party assignee of the adjudicated appropriative rights of any appropriator, or any 5 other person newly proposing to produce water from Chino Basin, may 6 7 become a party to this judgment upon filing a petition in inter-Said intervention must be confirmed by order of this 8 vention. Court. Such intervenor shall thereafter be a party bound by this 9 10 judgment and entitled to the rights and privileges accorded under the Physical Solution herein, through the pool to which the Court 11 12 shall assign such intervenor.

61. Loss of Rights. Loss, whether by abandonment, forfeiture or otherwise, of any right herein adjudicated shall be accomplished only (1) by a written election by the owner of the right filed with Watermaster, or (2) by order of the Court upon noticed motion and after hearing.

18 62. Scope of Judgment. Nothing in this Judgment shall be 19 deemed to preclude or limit any party in the assertion against a 20 neighboring party of any cause of action now existing or hereafter 21 arising based upon injury, damage or depletion of water supply 22 available to such party, proximately caused by nearby pumping which 23 constitutes an unreasonable interference with such complaining 24 party's ability to extract ground water.

25 63. Judgment Binding on Successors. This Judgment and all
26 provisions thereof are applicable to and binding upon not only the
27 parties to this action, but also upon their respective heirs,
28 executors, administrators, successors, assigns, lessees and

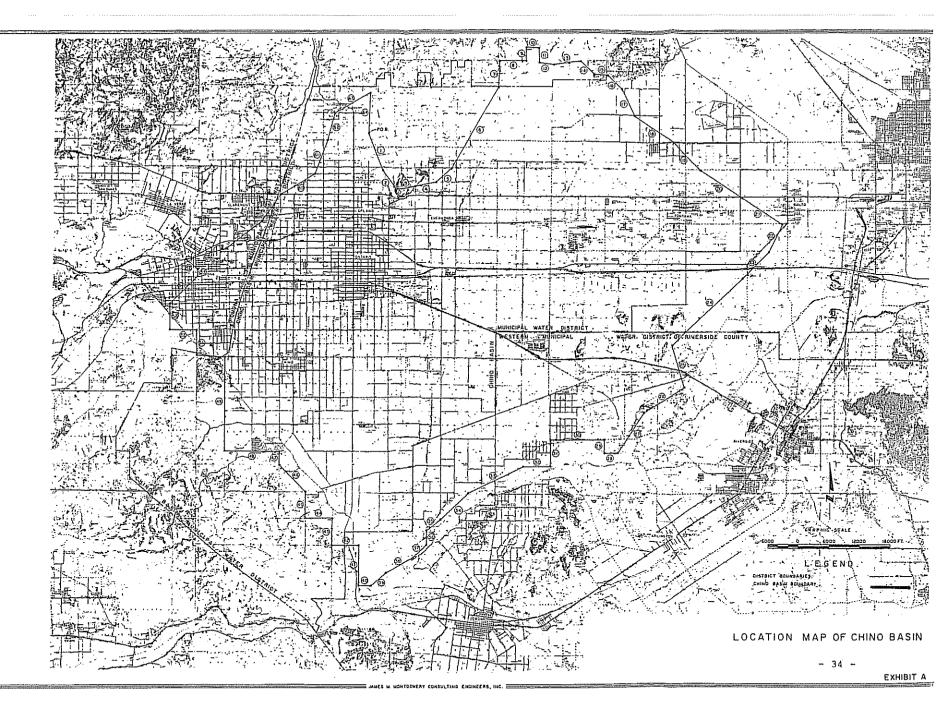
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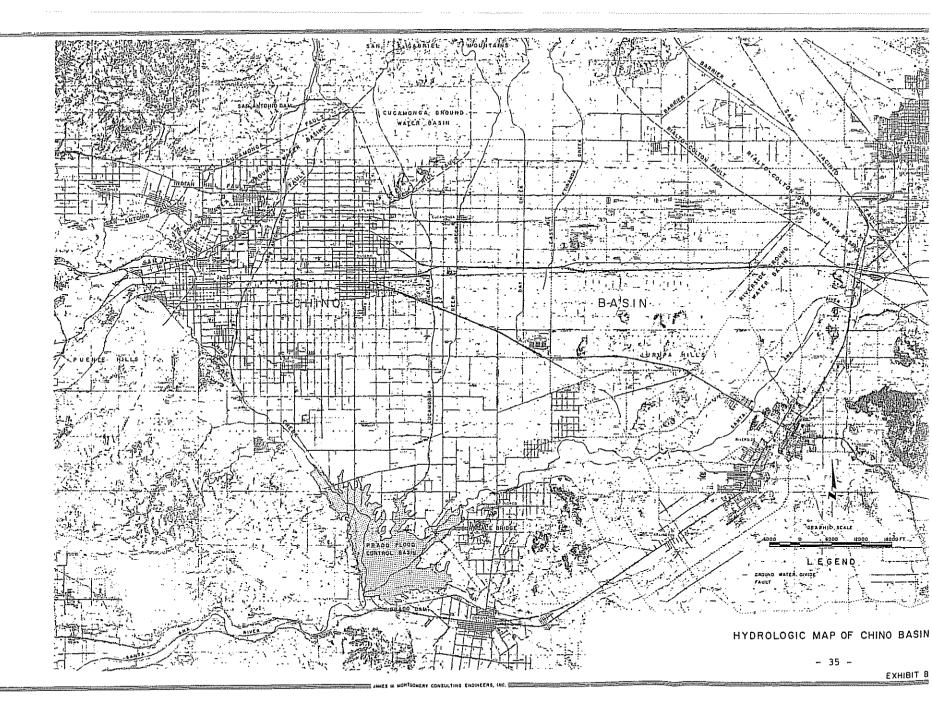
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licensees and upon the agents, employees and attorneys in fact of all such persons. No party shall recover any costs in this pro-Costs. 64. ceeding from any other party. JAN 27 1978 Dated: Anno b. Uli CENTER DRIV 2061 BUSINESS CKNTER DRI IRVINE, CALIFORNIA 927 (714) 752-8971 DONALD D. STARK A PROFESSIONAL CORPORATI -33-

AW OFFICES





l	STIPULATING OVERLYING AGE STATE OF CALIFORNIA	Aphessetche, Xavier	
- 2	COUNTY OF SAN BERNARDINO	Arena Mutual Water Assn.	
~ ع	Abacherli Dairy, Inc.	Armstrong Nurseries, Inc.	
4	Abacherli, Frank	Arretche, Frank	
5	Abacherli, Shirley	Arretche, Jean Pierre	
6	Abbona, Anna	Arvidson, Clarence F.	
7	Abbona, James	Arvidson, Florence	
8	Abbona, Jim	Ashley, George W.	
. 9	Abbona, Mary	Ashley, Pearl E.	
10	Agliani, Amelia H.	Atlas Farms	
. 11	Agman, Inc.	Atlas Ornamental Iron Works, Inc.	
	Aguerre, Louis B.	Aukeman, Carol	
TCEB STARK CORPORATION (O1 CO1 CO1 CO1 CO1 CO1 CO1 CO1 CO1 CO1 C	Ahmanson Trust Co.	Aukeman, Lewis	
FFICEB D. ST/ D. ST/ Correction C	Akiyama, Shizuye	Ayers, Kenneth C., aka	
LAW OI NALD I Essional Suite Business E. CALIF (714) 71 C14) 71 C1	Akiyama, Tomoo	Kelley Ayers	
	Akkerman, Dave	Bachoc, Raymond	
< 01	Albers, J. N.	Baldwin, Edgar A.	
18	Albers, Nellie	Baldwin, Lester	
19	Alewyn, Jake J.	Banbury, Carolyn	
20	Alewyn, Normalee	Bangma Dairy	
21	Alger, Mary D.	Bangma, Arthur	
22	Alger, Raymond	Bangma, Ida	
23	Allen, Ben F.	Bangma, Martin	
24	Allen, Jane F.	Bangma, Sam	
25	Alta-Dena Dairy	Barba, Anthony B.	
26	Anderson Farms	Barba, Frank	
27	Anguiano, Sarah L. S.	Barcellos, Joseph	
28	Anker, Gus	Barnhill, Maurine W.	
	EXHIBIT "C" -36-		
	11		

	· ·	
1	Barnhill, Paul	Boersma, Angie
2	Bartel, Dale	Boersma, Berdina
3	Bartel, Ursula	Boersma, Frank
4	Bartel, Willard	Boersma, Harry
5	Barthelemy, Henry	Boersma, Paul
6	Barthelemy, Roland	Boersma, Sam
7	Bassler, Donald V., M.D.	Boersma, William L.
8	Bates, Lowell R.	Bohlander & Holmes, Inc.
9	Bates, Mildred L.	Bokma, Peter
10	Beahm, James W.	Bollema, Jacob
11	Beahm, Joan M.	Boonstoo, Edward
12 2 5 10	Bekendam, Hank	Bootsma, Jim
LULES CORPORATION CORPORATION 201 22015 22015 2215 228971 2215 228971 22871 22871 22871 22871 22871 22871 22871 22871 22871 22871 22871 22871 228971 2289711 2289711 228971 229712 209712 200720000000000000000000000000000000	Bekendam, Pete	Borba, Dolene
56 . "YOR	Bello, Eugene	Borba, Dolores
	Bello, Olga	Borba, Emily
DON PROFE 2061 BL C7 7 7 7 7 7 7 7 7 7 9 1 9 1 9	Beltman, Evelyn	Borba, George
17	Beltman, Tony	Borba, John
18	Bergquist Properties, Inc.	Borba, John & Sons
19	Bevacqua, Joel A.	Borba, John Jr.
20	Bevacqua, Marie B.	Borba, Joseph A.
21	Bidart, Bernard	Borba, Karen E.
22	Bidart, Michael J.	Borba, Karen M.
23	Binnell, Wesley	Borba, Pete, Estate of
24	Black, Patricia E.	Borba, Ricci
25	Black, Victor	Borba, Steve
26	Bodger, John & Sons Co.	Borba, Tom
27	Boer, Adrian	Bordisso, Alleck
28	Boersma and Wind Dairy	Borges, Angelica M.
	EXHIBIT " -37-	C "
	- 5 /	
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	· · ·	Dottof Domon W
ב	Borges, Bernadette	Bothof, Roger W.
2	Borges, John O.	Bouma, Cornie
3	Borges, Linda L.	Bouma, Emma
.4	Borges, Manual Jr.	Bouma, Henry P.
5	Borges, Tony	Bouma, Martin
6	Bos, Aleid	Bouma, Peter G. & Sons Dairy
7	Bos, Gerrit	Bouma, Ted
8	Bos, John	Bouman, Helen
9	Bos, John	Bouman, Sam
10	Bos, Margaret	Bower, Mabel E.
11	Bos, Mary	Boys Republic
, 12	Bos, Mary Beth	Breedyk, Arie
13	Bos, Tony	Breedyk, Jessie
168-14	Bosch, Henrietta	Briano Brothers
	Bosch, Peter T.	Briano, Albert
16	Boschma, Betty	Briano, Albert Trustee for
17	Boschma, Frank	Briano, Albert Frank
18	Boschma, Greta	Briano, Lena
19	Boschma, Henry	Brink, Russell N.
20	Bosma, Dick	Brinkerhoff, Margaret
21	Bosma, Florence G.	Brinkerhoff, Robert L.
22	Bosma, Gerrit	Britschgi, Florence
23	Bosma, Jacob J.	Britschgi, Magdalena Garetto
24	Bosma, Jeanette Thea	Britschgi, Walter P.
25	Bosman, Frank	Brommer, Marvin
26	Bosman, Nellie	Brookside Enterprizes, dba
27	Bosnyak, Goldie M.	Brookside Vineyard Co.
28	Bosnyak, Martin	Brothers Three Dairy
	· ·	EXHIBIT "C" -38-

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LAW OFFICES DONALD D. STARK A PROFESSIONAL CORPORATION SUITE 201 2061 BUSINESS CENTER DRIVE IRVINE, CALIFORNIA 92715

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l	Brown, Eugene	Chino Corona Investment
2	Brun, Martha M.	Chino Water Co.
3	Brun, Peter Robert	Christensen, Leslie
.4	Buma, Duke	Christensen, Richard G.
5	Buma, Martha	Christian, Ada R.
6	Bunse, Nancy	Christian, Harold F.
7	Bunse, Ronnie L.	Christy, Ella J.
8	Caballero, Bonnie L.	Christy, Ronald S.
9	Caballero, Richard F.	Cihigoyenetche, Jean
. 10	Cable Airport Inc.	Cihigoyenetche, Leona
11	Cadlini, Donald	Cihigoyenetche, Martin
12	Cadlini, Jesse R.	Clarke, Arthur B.
ICES - STARK - STARK - STARK - STARK - STAR - STARK - STAR	Cadlini, Marie Edna	Clarke, Nancy L.
LAW OFFICES DONALD D. STARK PROFESSIONAL CORPORATI SUITE 201 061 BUSINESS CENTER DR 061 BUSINESS CENTER DR (714) 752-8971 714) 752-8971 0 C1 b U	Cambio, Anna	Clarke, Phyllis J.
LAW OFI DONALD D A PROFESSIONAL SUITE SUITE SUITE SUITE SUITE SUITE (714) 75 (714) 75	Cambio, Charles, Estate of	Coelho, Isabel
	Cambio, William V.	Coelho, Joe A. Jr.
< R= 17	Cardoza, Florence	Collins, Howard E.
18	Cardoza, Olivi	Collins, Judith F.
19	Cardoza, Tony	Collinsworth, Ester L.
20	Carnesi, Tom	Collinsworth, John E.
21	Carver, Robt M., Trustee	Collinsworth, Shelby
22	Cauffman, John R.	Cone Estate (05-2-00648/649)
23	Chacon Bros.	Consolidated Freightways Corp.
24	Chacon, Elvera P.	of Delaware
25	Chacon, Joe M.	Corona Farms Co.
26	Chacon, Robert M.	Corra, Rose
27	Chacon, Virginia L.	Costa, Dimas S.
28	Chez, Joseph C.	Costa, Laura
	EXHIBIT "C -39-	11

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	l	Costa, Myrtle	De Boer, L. H.
	2	Costamagna, Antonio	De Boer, Sidney
	3	Costamagna, Joseph	De Bos, Andrew
	4	Cousyn, Claus B.	De Graaf, Anna Mae
	5	Cramer, Carole F.	De Graaf, Gerrit
	6	Cramer, William R.	De Groot, Dick
	7	Crossroads Auto Dismantlers, Inc.	De Groot, Dorothy
	8	Crouse, Beatrice I.	De Groot, Ernest
	9	Crouse, Roger	De Groot, Henrietta
	10	Crowley, Juanita C.	De Groot, Jake
	ובב	Crowley, Ralph	De Groot, Pete Jr.
1D	12	Cucamonga Vintners	De Haan, Bernadena
IRVINE, CALIFORNIA 92715 (714) 752-8971	13	D'Astici, Teresa	De Haan, Henry
IFORNIA 752-8971	14	Da Costa, Cecilia B.	De Hoog, Adriana
E, CALIF (714) 7	15	Da Costa, Joaquim F.	De Hoog, Joe
RVINE.	16	Daloisio, Norman	De Hoog, Martin
=	17	De Berard Bros.	De Hoog, Martin L.
	18	De Berard, Arthur, Trustee	De Hoog, Mitch
	19	De Berard, Charles	De Hoog, Tryntje
	20	De Berard, Chas., Trustee	De Jager, Cobi
	21	De Berard, Helan J.	De Jager, Edward D.
	22	De Berard, Robert	De Jong Brothers Dairy
	23	De Berard, Robert, Trustee	De Jong, Cornelis
	24	De Bie, Adrian	De Jong, Cornelius
	25	De Bie, Henry	De Jong, Grace
	26	De Bie, Margaret M.	De Jong, Jake
	27	De Bie, Marvin	De Jong, Lena
	28	De Boer, Fred	De Leeuw, Alice
		- EXHIBIT -40-	

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LAW UFILES DONALD D. STARK A PROFESSIONAL CORPORATION SUITE 201 2061 BUSINESS CENTER DRIVE IRVINE, CALIFORNIA 92715

ł

l	De Leeuw, Sam	Dirkse, Catherine
2	De Soete, Agnes	Dirkse, Charles C.
3	De Soete, Andre	Dixon, Charles E.
4	De Vries, Abraham	Dixon, Geraldine A.
5	De Vries, Case	Doesberg, Hendrica
6	De Vries, Dick	Doesburg, Theodorus P.
7	De Vries, Evelyn	Dolan, Marion
8	De Vries, Henry, Estate of	Dolan, Michael H.
9	De Vries, Hermina	Dominguez, Helen
10	De Vries, Jack H.	Dominguez, Manual
.11	De Vries, Jane	Donkers, Henry A.
12 ح قیم	De Vries, Janice	Donkers, Nellie G.
Corporation Corporation 201 201 201 201 201 201 201 201	De Vries, John	Dotta Bros.
	De Vries, John J.	Douma Brothers Dairy
LAW OFF LAW OFF PROFESSIONAL SUITE ; SUITE ; S	De Vries, Neil	Douma, Betty A.
	De Vries, Ruth	Douma, Fred A.
< "= 17	De Vries, Theresa	Douma, Hendrika
18	De Wit, Gladys	Douma, Herman G.
19	De Wit, Peter S.	Douma, Narleen J.
20	De Wyn, Evert	Douma, Phillip M.
21	De Zoete, Hattie V.	Dow Chemical Co.
22	De Zoete, Leo A.	Dragt, Rheta
23	Decker, Hallie	Dragt, William
24	Decker, Henry A.	Driftwood Dairy Farm
25	Demmer, Ernest	Droogh, Case
26	Di Carlo, Marie	Duhalde, Marian
27	Di Carlo, Victor	Duhalde, Lauren
28	Di Tommaso, Frank	Duits, Henrietta
	EXHIBIT " -41-	C"
	#	I

l	Duits, John	Excelsior Farms
2	Dunlap, Edna Kraemer,	F.D.I.C. Fagundes, Frank M.
3	Estate of	Fagundes, Mary
4	Durrington, Glen	Fernandes, Joseph Jr.
5	Durrington, William F.	Fernandes, Velma C.
6	Dusi, John, Sr.	Ferraro, Ann
7	Dykstra, Dick	Ferreira, Frank J.
8	Dykstra, John	Ferreira, Joe C. Jr.
9	Dykstra, John & Sons	Ferreira, Narcie
IÒ	Dykstra, Wilma	Filippi, J. Vintage Co.
11	Dyt, Cor	Filippi, Joseph
12 z ž	Dyt, Johanna	Filippi, Joseph A.
CERTICES CONTRACTION CONTRACTION 201 201 201 201 201 201 201 201 201 201	E and S Grape Growers	Filippi, Mary E.
	Eaton, Thomas, Estate of	Fitzgerald, John R.
LAW OFFICES DONALD D. STARK PROFESSIONAL CORPORATI SUITE 201 BUSINESS CZNTER DR (714) 752-8971 TH H H H H O G G H O	Echeverria, Juan	Flameling Dairy Inc.
20 20	Echeverria, Carlos	Flamingo Dairy
17	Echeverria, Pablo	Foss, Douglas E.
18	Eilers, E. Myrle	Foss, Gerald R.
19	Eilers, Henry W.	Foss, Russel
20	El Prado Golf Course	Fred & John Troost No. 1 Inc.
21	Ellsworth, Rex C.	Fred & Maynard Troost No. 2 Inc.
22	Engelsma, Jake	Freitas, Beatriz
23	Engelsma, Susan	Freitas, Tony T.
24	Escojeda, Henry	Gakle, Louis L.
25	Etiwanda Grape Products Co.	Galleano Winery, Inc.
26	Euclid Ave. Investment One	Galleano, Bernard D.
27	Euclid Ave. Investment Four	Galleano, D.
28	Euclid Ave. Three Investment	Galleano, Mary M.
	EXHIBIT " -42-	C"

1	Garcia, Pete	Hansen, Raymond F.
2	Gardner, Leland V.	Hanson, Ardeth W.
3	Gardner, Lola M.	Harada, James T.
4	Garrett, Leonard E.	Harada, Violet A.
5	Garrett, Patricia T.	Haringa, Earl and Sons
6	Gastelluberry, Catherine	Haringa, Herman
7	Gastelluberry, Jean	Haringa, Rudy
8	Gilstrap, Glen E.	Haringa, William
9	Gilstrap, Marjorie J.	Harper, Cecilia de Mille
10	Godinho, John	Harrington, Winona
11	Godinho, June	Harrison, Jacqueline A.
12 = \$ 8	Gonsalves, Evelyn	Hatanaka, Kenichi
STARK STARK CORPORATION 201 CENTER DRIVE CENTER DRIVE 2-8971 2-8971 2-8971 2-8971 2-8971 2-8971	Gonsalves, John	Heida, Annie
8A. 7908	Gorzeman, Geraldine	Heida, Don
LAW OF DONALD I PROFESSIONAL BUITE BUITE BUITE BUITE BUITE CALIFE (714) 7E (714) 7E (714) 7E	Gorzeman, Henry A.	Heida, Jim
DOI A PROFI 2061 B IRVINE IRVINE	Gorzeman, Joe	Heida, Sam
17	Govea, Julia	Helms, Addison D.
18	Goyenetche, Albert	Helms, Irma A.
19	Grace, Caroline E.	Hermans, Alma I.
20	Grace, David J.	Hermans, Harry
21	Gravatt, Glenn W.	Hettinga, Arthur
22	Gravatt, Sally Mae	Hettinga, Ida
23	Greydanus Dairy, Inc.	Hettinga, Judy
24	Greydanus, Rena	Hettinga, Mary
25	Griffin Development Co.	Hettinga, Wilbur
26	Haagsma, Dave	Heublein, Inc., Grocery Products
27	Haagsma, John	Group
28	Hansen, Mary D.	Hibma, Catherine M.
	EXHIBIT "C -43-	
	n 	•

ב	Hibma, Sidney	Hohberg, Harold C.
2	Hicks, Kenneth I.	Hohberg, Harold W.
3	Hicks, Minnie M.	Holder, Arthur B.
4	Higgins Brick Co.	Holder, Dorothy F.
5	Highstreet, Alfred V.	Holmes, A. Lee
6	Highstreet, Evada V.	Holmes, Frances P.
7	Hilarides, Bertha as Trustee	Hoogeboom, Gertrude
8	Hilarides, Frank	Hoogeboom, Pete
9	Hilarides, John as Trustee	Hoogendam, John
10	Hindelang, Tillie	Hoogendam, Tena
ונ	Hindelang, William	Houssels, J. K. Thoroughbred
12 z \$ 9	Hobbs, Bonnie C.	Farm
LAW OFFICES DONALD D. STARK FROFESSIONAL COFFORATION SUITE 201 61 BUSINESS CENTER DRIVE (714) 752-8971 (714) 752-8971 1 1 1 1 1 1 9 2 1 7 0	Hobbs, Charles W.	Hunt Industries
OFFICES O. STAR AL CORPORT AL CORPORT AL CORPORT A S CONTER J F F F F F F F	Hobbs, Hazel I.	Idsinga, Ann
LAW O NALD NALD BUITT BUBINEOR E. CALLI (714) 7 CT	Hobbs, Orlo M.	Idsinga, William W.
	Hoekstra, Edward	Imbach Ranch, Inc.
< N= 17	Hoekstra, George	Imbach, Kenneth E.
18	Hoekstra, Grace	Imbach, Leonard K.
19	Hoekstra, Louie	Imbach, Oscar K.
20	Hofer, Paul B.	Imbach, Ruth M.
21	Hofer, Phillip F.	Indaburu, Jean
22	Hofstra, Marie	Indaburu, Marceline
23	Hogeboom, Jo Ann M.	Iseli, Kurt H.
24	Hogeboom, Maurice D.	Ito, Kow
25	Hogg, David V.	J & B Dairy Inc.
26	Hogg, Gene P.	Jaques, Johnny C. Jr.
27	Hogg, Warren G.	Jaques, Mary
28	Hohberg, Edith J.	Jaques, Mary Lou
	EXHIBIT "C -44-	11

l	Jay Em Bee Farms	Knevelbaard, John
2	Johnson Bro's Egg Ranches, Inc.	Knudsen, Ejnar
3	Johnston, Ellwood W.	Knudsen, Karen M.
4	Johnston, George F. Co.	Knudsen, Kenneth
5	Johnston, Judith H.	Knudson, Robert
6	Jones, Leonard P.	Knudson, Darlene
7	Jongsma & Sons Dairy	Koel, Helen S.
8	Jongsma, Diana A.	Koetsier, Gerard
9	Jongsma, Dorothy	Koetsier, Gerrit J.
10	Jongsma, George	Koetsier, Jake
11	Jongsma, Harold	Koning, Fred W.
12 z 59	Jongsma, Henry	Koning, Gloria
FICES CORPORATION 201 201 201 201 201 201 201 201	Jongsma, John	Koning, J. W. Estate
	Jongsma, Nadine	Koning, James A.
	Jongsma, Tillie	Koning, Jane
A PROPERTIE	Jordan, Marjorie G.	Koning, Jane C.
17	Jordan, Troy O.	Koning, Jennie
18	Jorritsma, Dorothy	Koning, John
19	Juliano, Albert	Koning, Victor A.
20	Kamper, Cornelis	Kooi Holstein Corporation
21	Kamstra, Wilbert	Koolhaas, Kenneth E.
22	Kaplan, Lawrence J.	Koolhaas, Simon
23	Kasbergen, Martha	Koolhaas, Sophie Grace
24	Kasbergen, Neil	Koopal, Grace
25	Kazian, Angelen Estate of	Koopal, Silas
26	Kingsway Const. Corp.	Koopman, Eka
27	Klapps Market	Koopman, Gene T.
28	Kline, James K.	Koopman, Henry G.
	EXHIBIT "C" -45-	
	П	

1	Koopman, Ted	Leck, Arthur A.
2	Koopman, Tena	Leck, Evelyn M.
3	Koot, Nick	Lee, Harold E.
4	Koster, Aart	Lee, Helen J.
5	Koster, Frances	Lee, Henrietta C.
6	Koster, Henry B.	Lee, R. T. Construction Co.
7	Koster, Nellie	Lekkerkerk, Adriana
8	Kroes, Jake R.	Lekkerkerk, L. M.
9	Kroeze, Bros	Lekkerkerker, Nellie
10	Kroeze, Calvin E.	Lekkerkerker, Walt
11	Kroeze, John	Lewis Homes of California
12 ي پي	Kroeze, Wesley	Livingston, Dorothy M.
ICE5 · STARK · STARK SO1 SO1 SO1 SO1 SO1 SO1 SO1 SO1	Kruckenberg, Naomi	Livingston, Rex E.
OFFICES D. STARK NAL CORPORATIC THE 201 THE 201 THE 201 TTS2-8971 TTS2-8971	Kruckenberg, Perry	Lokey, Rosemary Kraemer
	L. D. S. Welfare Ranch	Lopes, Candida A.
DONL A PROFES 2061 BU 2061 BU 1RVINE. 77 77 77	Labrucherie, Mary Jane	Lopes, Antonio S.
< ⁸ = 17	Labrucherie, Raymond F.	Lopez, Joe D.
18	Lako, Samuel	Lourenco, Carlos, Jr.
19	Landman Corp.	Lourenco, Carmelina P.
20	Lanting, Broer	Lourenco, Jack C.
21	Lanting, Myer	Lourenco, Manual H.
22	Lass, Jack	Lourenco, Mary
23	Lass, Sandra L.	Lourenco, Mary
24	Lawrence, Cecelia, Estate of	Luiten, Jack
25	Lawrence, Joe H., Estate of	Luiz, John M.
26	Leal, Bradley W.	Luna, Christine I.
27	Leal, John C.	Luna, Ruben T.
28	Leal, John Craig	Lusk, John D. and Son
	EXHIBIT "C."	a California corporation
	-46-	

l	Lyon, Gregory E.	Mickel, Louise
2	Lyon, Paula E.	Miersma, Dorothy
3	M & W Co. #2	Meirsma, Harry C.
4	Madole, Betty M.	Minaberry, Arnaud
5	Madole, Larry B.	Minaberry, Marie
6	Marquez, Arthur	Mistretta, Frank J.
7	Marquine, Jean	Mocho and Plaa Inc.
8	Martin, Lelon O.	Mocho, Jean
9	Martin, Leon O.	Mocho, Noeline
10	Martin, Maria D.	Modica, Josephine
11	Martin, Tony J.	Montes, Elizabeth
12 z \$ 5	Martins, Frank	Montes, Joe
L STARK STARK SCIPORATION CONPORATION CO	Mathias, Antonio	Moons, Beatrice
60 . ° ° V 10	Mc Cune, Robert M.	Moons, Jack
1.30 % %	Mc Masters, Gertrude	Moramarco, John A. Enterprises
DON PHOFE 2061 Bu 17 17 19	Mc Neill, J. A.	Moreno, Louis W.
< N= 17	Mc Neill, May F.	Moss, John R.
18	Mees, Leon	Motion Pictures Associates, Inc.
19	Mello and Silva Dairy	Moynier, Joe
20	Mello and Sousa Dairy	Murphy, Frances V.
21	Mello, Emilia	Murphy, Myrl L.
22	Mello, Enos C.	Murphy, Naomi
23	Mello, Mercedes	Nanne, Martin Estate of
24	Mendiondo, Catherine	Nederend, Betty
25	Mendiondo, Dominique	Nederend, Hans
26	Meth. Hosp Sacramento	Norfolk, James
27	Metzger, R. S.	Norfolk, Martha
28	Metzger, Winifred	Notrica, Louis
	EXHIBIT ' -47-	'C"

. 1	Nyberg, Lillian M.	Ormonde, Viva
2	Nyenhuis, Annie	Ortega, Adeline B.
3	Nyenhuis, Jim	Ortega, Bernard Dino
4	Occidental Land Research	Osterkamp, Joseph S.
5	Okumura, Marion	Osterkamp, Margaret A.
6	Okumura, Yuiche	P I E Water Co.
7	Oldengarm, Effie	Palmer, Eva E.
8	Oldengarm, Egbert	Palmer, Walter E.
9	Oldengarm, Henry	Parente, Luis S.
10	Oliviera, Manuel L.	Parente, Mary Borba .
11	Oliviera, Mary M.	Parks, Jack B.
212 2 5 8	Olson, Albert	Parks, Laura M.
STARK STARK STARK SOI SOI SOI SOI SOI SOI SOI SOI SOI SOI	Oltmans Construction Co.	Patterson, Lawrence E. Estate of
	Omlin, Anton	Payne, Clyde H.
LAW OF DONALD L PHOFESSIONAL BUTE SUITE SUITE SUITE (714) 75 (714) 75 0 G	Omlin, Elsie L.	Payne, Margo
A PHOFE 2061 BIC IRVINE	Ontario Christian School Assn.	Pearson, Athelia K.
	Oord, John	Pearson, William C.
18	Oostdam, Jacoba	Pearson, William G.
19	Oostdam, Pete	Pene, Robert
20	Oosten, Agnes	Perian, Miller
21	Oosten, Anthonia	Perian, Ona E.
22	Oosten, Caroline	Petrissans, Deanna
23	Oosten, John	Petrissans, George
24	Oosten, Marinus	Petrissans, Jean P.
25	Oosten, Ralph	Petrissans, Marie T.
26	Orange County Water District	Pickering, Dora M.
27	Ormonde, Manuel	(Mrs. A. L. Pickering)
28	Ormonde, Pete, Jr.	Pierce, John
	EXHIBIT " -48-	C"

l	Pierce, Sadie	Righetti, A. T.
2	Pietszak, Sally	Riley, George A.
3	Pine, Joe	Riley, Helen C.
4	Pine, Virginia	Robbins, Jack K.
5	Pires, Frank	Rocha, John M.
6	Pires, Marie	Rocha, Jose C.
7	Plaa, Jeanne	Rodrigues, John
8	Plaa, Michel	Rodrigues, Manuel
9	Plantenga, Agnes	Rodrigues, Manuel, Jr.
10	Plantenga, George	Rodrigues, Mary L.
11	Poe, Arlo D.	Rodriquez, Daniel
12 z 58	Pomona Cemetery Assn.	Rogers, Jack D.
LAW OFFICE9 LAW OFFICE9 PROFESSIONAL D. STARK PROFESSIONAL COPPORATION SUITE 201 SUITE 201 SUITE 201 SUITE 201 SUITE 201 (714) 752-8971 (714) 752-8971 C C C C C C C C C C C C C C C C C C C	Porte, Cecelia, Estate of	Rohrer, John A.
LAW OFFICE9 DONALD D. STARK PROFESSIONAL CORPORATI SUITE 201 BI BUSINES9 CENTER DR (714) 752-8971 (714) 752-8971 UNE. CALIFORNIA 927 (714) 752-8971 9 C	Porte, Garritt, Estate of	Rohrer, Theresa D.
DONALD DF DONALD DF A PROFESSIONAL SUITE 3 SUITE 3 SUITE 3 SUITE 3 SUITE 7 SUITE 7 (714) 753 (714) 753 0 0 C	Portsmouth, Vera McCarty	Rohrs, Elizabeth H.
	Ramella, Mary M.	Rossetti, M. S.
17	Ramirez, Concha	Roukema, Angeline
18	Rearick, Hildegard H.	Roukema, Ed.
19	Rearick, Richard R.	Roukema, Nancy
20	Reinalda, Clarence	Roukema, Siebren
21	Reitsma, Greta	Ruderian, Max J.
22	Reitsma, Louis	Russell, Fred J.
23	Rice, Bernice	Rusticus, Ann
24	Rice, Charlie E.	Rusticus, Charles
25	Richards, Karin	Rynsburger, Arie
26	(Mrs. Ronnie Richards)	Rynsburger, Berdena, Trust
27	Richards, Ronald L.	Rynsburger, Joan Adele
28	Ridder, Jennie Wassenaar	Rynsburger, Thomas
	EXHIBIT -49-	

	1	S. P. Annex, Inc.			Scott, Frances M.
	2	Salisbury, Elinor J.			Scott, Linda F.
	3	Sanchez, Edmundo			Scott, Stanley A.
	4	Sanchez, Margarita O.			Scritsmier, Lester J.
	5	Santana, Joe Sr.			Serl, Charles A.
	6	Santana, Palmira			Serl, Rosalie P.
	7	Satragni, John B. Jr.			Shady Grove Dairy, Inc.
	8	Scaramella, George P.			Shamel, Burt A.
	9	Schaafsma Bros.			Shelby, Harold E.
•	10	Schaafsma, Jennie			Shelby, John A.
	11	Schaafsma, Peter			Shelby, Velma M.
	12	Schaafsma, Tom			Shelton, Alice A.
	13	Schaap, Andy			Sherwood, Robert W.
752-8971	14	Schaap, Ids			Sherwood, Sheila J.
(714) 7	15	Schaap, Maria			Shue, Eva
С.	16	Schacht, Sharon C.			Shue, Gilbert
•	17	Schakel, Audrey			Sieperda, Anne
	18	Schakel, Fred			Sieperda, James
	19	Schmid, Olga			Sigrist, Hans
ł	20	Schmidt, Madeleine			Sigrist, Rita
4	21	Schoneveld, Evert			Silveira, Arline L.
i	22	Schoneveld, Henrietta			Silveira, Frank
	23	Schoneveld, John			Silveira, Jack
ł	24	Schoneveld, John Allen			Silveira, Jack P. Jr.
;	25	Schug, Donald E.			Simas, Dolores
	26	Schug, Shirley A.			Simas, Joe
	27	Schuh, Bernatta M.			Singleton, Dean
	28	Schuh, Harold H.			Singleton, Elsie R.
			EXHIBIT -50-	"C"	
			-		

LAW OFFICES DONALD D. STARK A PROFESSIONAL CORPORATION SUITE 201 2061 BUGINESS CENTER DRIVE IRVINE, CALLFORNIA 92715

וב	Sinnott, Jim	Staal, John
2	Sinnott, Mildred B.	Stahl, Zippora P.
3	Slegers, Dorothy	Stampfl, Berta
4	Slegers, Hubert J.	Stampfl, William
5	Slegers, Jake	Stanley, Robert E.
6	Slegers, Jim	Stark, Everett
7	Slegers, Lenwood M.	Stellingwerf, Andrew
8	Slegers, Martha	Stellingwerf, Henry
9	Slegers, Tesse J.	Stellingwerf, Jenette
10	Smith, Edward S.	Stellingwerf, Shana
11	Smith, Helen D.	Stellingwerf, Stan
12	Smith, James E.	Stelzer, Mike C.
CERS CSTARK CSTARK 201 201 CENTER DRIVE CENTER DRIVE 2-8971 2-8971 CSTI5 2-8971	Smith, Keith J.	Sterk, Henry
OFFICE9 D. STAI AL CORPOR TE 201 SS CENTER FORNIA (752-8971	Smith, Lester W.	Stiefel, Winifred
LAW OFFICES DONALD D. STARK A FROFESSIONAL CORPORTI SUITE 201 2061 BUSINESS CENTER DF (714) 752-8971 (714) 752-8971 0 9 9 92	Smith, Lois Maxine	Stiefel, Jack D.
PHOFIC PHOFIC	Smith, Marjorie W.	Stigall, Richard L.
< % ⁼ 17	Soares, Eva	Stigall, Vita
18	Sogioka, Mitsuyoshi	Stockman's Inn
19	Sogioka, Yoshimato	Stouder, Charlotte A.
20	Sousa, Sam	Stouder, William C.
21	Southern Pacific Land Co.	Struikmans, Barbara
22	Southfield, Eddie	Struikmans, Gertie
23	Souza, Frank M.	Struikmans, Henry Jr.
24	Souza, Mary T.	Struikmans, Henry Sr.
25	Spickerman, Alberta	Struikmans, Nellie
26	Spickerman, Florence	Swager, Edward
27	Spickerman, Rudolph	Swager, Gerben
28	Spyksma, John	Swager, Johanna
	EXHIBIT "C"	
	-51-	

1	Swager, Marion	Terpstra, Theodore G.
2	Swierstra, Donald	Teune, Tony
3	Swierstra, Fanny	Teunissen, Bernard
4	Sybrandy, Ida	Teunissen, Jane
5	Sybrandy, Simon	Thomas, Ethel M.
6	Sytsma, Albert	Thommen, Alice
7	Sytsma, Edith	Thommen, Fritz
8	Sytsma, Jennie	Tillema, Allie
9	Sytsma, Louie	Tillema, Harold
10	Te Velde, Agnes	Tillema, Klaas D.
11	Te Velde, Bay	Timmons, William R.
12 z 52	Te Velde, Bernard A.	Tollerup, Barbara
CEB CONFORATION 201 201 201 201 201 201 201 22-8971 2-8971 2-8971 2-8971 2-8971 2-8971 2-8971 2-8971 2-8971 2-8971 2-8971 2-8971 2-8971 2-89716 2-89716 2-89716 2-89716 2-99707 2-99706 2-99706 2-99707 2-99706 2-99700000000000000000000000000000000000	Te Velde, Bonnie	Tollerup, Harold
20.°°Um	Te Velde, Bonnie G.	Trapani, Louis A.
LAW OFFICES DONALD D. STARK A PROFESSIONAL CORFORATI SUITE 201 SUITE 201 2061 BUSINESS CENTER DR (714) 752-8971 (714) 752-8971 1 U U U U U	Te Velde, George	Trimlett, Arlene R.
DON 2061 B IRVINE	Te Velde, George, Jr.	Trimlett, George E.
17	Te Velde, Harm	Tristant, Pierre
18	Te Velde, Harriet	Tuinhout, Ale
19	Te Velde, Henry J.	Tuinhout, Harry
20	Te Velde, Jay	Tuinhout, Hilda
21	Te Velde, Johanna	Tuls, Elizabeth
22	Te Velde, John H.	Tuls, Jack S.
23	Te Velde, Ralph A.	Tuls, Jake
24	Te Velde, Zwaantina, Trustee	Union Oil Company of California
25	Ter Maaten, Case	United Dairyman's Co-op.
26	Ter Maaten, Cleone	Urquhart, James G.
27	Ter Maaten, Steve	Usle, Cathryn
28	Terpstra, Carol	Usle, Faustino
	EXHIBIT "C -52-	

l	. V & Y Properties Van Hofwege	en, Clara
ຂ	y Vaile, Beryl M. Van Hofwege	n, Jessie
3	Valley Hay Co. Van Klavere	n, A.
4	Van Beek Dairy Inc. Van Klavere	n, Arie
5	5 Van Canneyt Dairy Van Klavere	n, Wilhelmina
6	Van Canneyt, Maurice Van Klavere	n, William
7	Van Canneyt, Wilmer Van Leeuwen	, Arie C.
8	3 Van Dam, Bas Van Leeuwen	, Arie C.
9	Van Dam, Isabelle Van Leeuwen	, Arlan
10	O Van Dam, Nellie Van Leeuwen	, Clara G.
11	L Van Den Berg, Gertrude Van Leeuwen	, Cornelia L.
12 z ¥ 12	Van Den Berg, Joyce Van Leeuwen	, Harriet
STARK STARK CORPORATION 201 201 201 201 201 201 201 201 201 201	3 Van Den Berg, Marinus Van Leeuwen	, Jack
	4 Van Den Berg, Marvin Van Leeuwen	, John
CAL BEINE	5 Van Der Linden, Ardith Van Leeuwen	, Letie
A PROFEL DON 2061 BL IRVINE.	5 Van Der Linden, John Van Leeuwen	, Margie
17	7 Van Der Linden, Stanley Van Leeuwen	, Paul
18	3Van Der Veen, KennethVan Leeuwen	, William A.
19	9 Van Diest, Anna T. Van Ravenswa	aay, Donald
20	Van Diest, Cornelius Van Ryn Dai:	ry
21	L Van Diest, Ernest Van Ryn, Die	ck
22	Van Diest, Rena Van Surksum	, Anthonetta
23	3Van Dyk, BartVan Surksum	, John
24	Image: Wan Dyk, Jeanette Van Veen, Jeanette	ohn
25	Van Foeken, Martha Van Vliet, 1	Effie
26		Hendrika
27		Hugo
28	³ Van Hofwegen, Adrian A. Van Vliet, H	Klaas
	EXHIBIT "C" -53-	

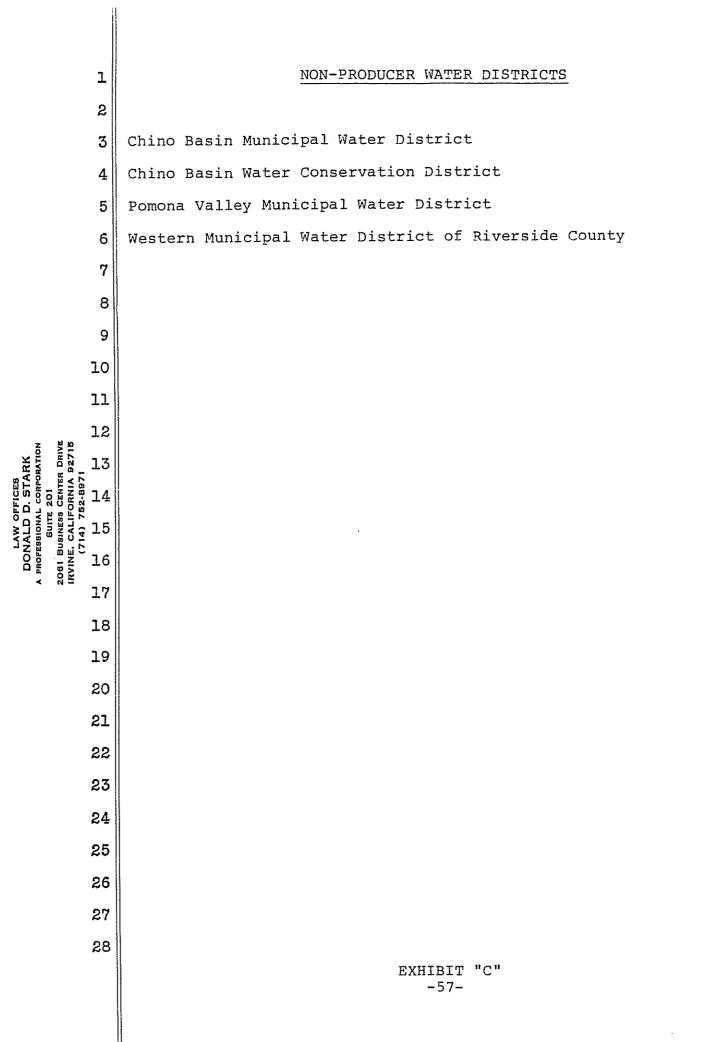
	ן ב	Vande Witte, George	Vander Laan, Katie
	2	Vanden Berge, Gertie	Vander Laan, Martin Jr.
	3	Vanden Berge, Gertie	Vander Laan, Tillie
	4	Vanden Berge, Jack	Vander Leest, Anna
	5	Vanden Berge, Jake	Vander Leest, Ann
	6	Vanden Brink, Stanley	Vander Meer, Alice
	7	Vander Dussen, Agnes	Vander Meer, Dick
	8	Vander Dussen, Cor	Vander Poel, Hank
	9	Vander Dussen, Cornelius	Vander Poel, Pete
	10	Vander Dussen, Edward	Vander Pol, Irene
•	11	Vander Dussen, Geraldine Marie	Vander Pol, Margie
	12	Vander Dussen, James	Vander Pol, Marines
	13	Vander Dussen, John	Vander Pol, William P.
752-8971	14	Vander Dussen, Nelvina	Vander Schaaf, Earl
(714) 75	15	Vander Dussen, Rene	Vander Schaaf, Elizabeth
5	16	Vander Dussen, Sybrand Jr.	Vander Schaaf, Henrietta
	17	Vander Dussen, Sybrand Sr.	Vander Schaaf, John
	18	Vander Dussen Trustees	Vander Schaaf, Ted
	19	Vander Eyk, Case Jr.	Vander Stelt, Catherine
2	so	Vander Eyk, Case Sr.	Vander Stelt, Clarence
1	51	Vander Feer, Peter	Vander Tuig, Arlene
;	22	Vander Feer, Rieka	Vander Tuig, Sylvester
;	23	Vander Laan, Ann	Vander Veen, Joe A.
;	24	Vander Laan, Ben	Vandervlag, Robert
;	25	Vander Laan, Bill	Vander Zwan, Peter
2	86	Vander Laan, Corrie	Vanderford, Betty W.
1	27	Vander Laan, Henry	Vanderford, Claud R.
1	28	Vander Laan, James	Vanderham, Adrian
		EXHIBIT -54-	"C"

LAW OFFICES DONALD D. STARK A PROFESSIONAL CORPORATION SUITE 201 2061 BUSINESS CENTER DRIVE IRVINE, CALIFORNIA 92715

W. ALL		-
l	Vanderham, Cornelius	Vestal, J. Howard
2	Vanderham, Cornelius P.	Visser, Gerrit
3	Vanderham, Cory	Visser, Grace
4	Vanderham, E. Jane	Visser, Henry
5	Vanderham, Marian	Visser, Jess
6	Vanderham, Martin	Visser, Louie
7	Vanderham, Pete C.	Visser, Neil
8	Vanderham, Wilma	Visser, Sam
9	Vasquez, Eleanor	Visser, Stanley
10	Veenendaal, Evert	Visser, Tony D.
11	Veenendaal, John H.	Visser, Walter G.
12	Veiga, Dominick Sr.	Von Der Ahe, Fredric T.
13	Verbree, Jack	Von Euw, George
CALIFORNIA 14) 752-897 51 15 61 15 752-897	Verbree, Tillie	Von Euw, Marjorie
	Verger, Bert	Von Lusk, a limited partnership
IRVINE.	Verger, Betty	Voortman, Anna Marie
- 17	Verhoeven, Leona	Voortman, Edward
18	Verhoeven, Martin	Voortman, Edwin J.
19	Verhoeven, Wesley	Voortman, Gertrude Dena
20	Vermeer, Dick	Wagner, Richard H.
21	Vermeer, Jantina	Walker, Carole R.
22	Vernola Ranch	Walker, Donald E.
23	Vernola, Anthonietta	Walker, Wallace W.
24	Vernola, Anthony	Wardle, Donald M.
25	Vernola, Frank	Warner, Dillon B.
26	Vernola, Mary Ann	Warner, Minnie
27	Vernola, Pat F.	Wassenaar, Peter W.
28	Vestal, Frances Lorraine	Waters, Michael
	EXHIBIT " -55-	С"

LAW OFFICES DONALD D. STARK A PROFESSIONAL CORPORATION SUITE 201 2061 BUBINESS CENTER DRIVE IRVINE, CALLFORNIA 92715

l	Weeda, Adriana		Wiersma, Jake
2	Weeda, Daniel		Wiersma, Otto
3	Weeks, O. L.		Wiersma, Pete
4	Weeks, Verona E.		Winchell, Verne H., Trustee
5	Weidman, Maurice		Wind, Frank
6	Weidman, Virginia		Wind, Fred
7	Weiland, Adaline I.		Wind, Hilda
8	Weiland, Peter J.		Wind, Johanna
9	Wesselink, Jules		Woo, Frank
10	West, Katharine R.		Woo, Sem Gee
11	West, Russel		Wybenga, Clarence
z ĕp	West, Sharon Ann		Wybenga, Gus
FICES C STARK C STARK C STARK 201 201 C STICH 201 2-8971 2-8971 2-8971 2-8971 2-8971	Western Horse Property		Wybenga, Gus K.
LAW OFFICES LAW OFFICES DONALD D. STARK PROFESSIONAL CORPORATI SUITE 201 BI BUGINESS CENTER DR (714) 752-8971 (714) 752-8971 UNE. CALIFORNIA 927 (714) 752-8971 UNE. CALIFORNIA 927 (714) 752-8971	Westra, Alice		Wybenga, Sylvia
LAW OF LAW OF PROFESSIONAL BI BUBINESS VINE, CALIFC (714) 75 C143) 75 C143) 75	Westra, Henry		Wynja, Andy
" ò‰	Westra, Hilda		Wynja, Iona F.
< ä= 17	Westra, Jake J.		Yellis, Mildred
18	Weststeyn, Freida		Yellis, Thomas E.
19	Weststeyn, Pete		Ykema-Harmsen Dairy
20	Whitehurst, Louis G.		Ykema, Floris
21	Whitehurst, Pearl L.		Ykema, Harriet
. 22	Whitmore, David L.		Yokley, Betty Jo
23	Whitmore, Mary A.		Yokley, Darrell A.
24	Whitney, Adolph M.		Zak, Zan
25	Wiersema, Harm		Zivelonghi, George
26	Wiersema, Harry		Zivelonghi, Margaret
27	Wiersma, Ellen H.		Zwaagstra, Jake Zwaagstra, Jessie M.
28	Wiersma, Gladys J.		Zwart, Case
		EXHIBIT " -56-	С"



1	DEFAULTING OVERLYIN	IG AGRICULTURAL PRODUCERS
2	Cheryl L. Bain	Roy W. Lantis
3	Warren Bain	Sharon I. Lantis
4	John M. Barcelona	Frank Lorenz
5	Letty Bassler	Dagney H. MacDonald
6	John Brazil	Frank E. Martin
7	John S. Briano	Ruth C. Martin
8	Lupe Briano	Connie S. Mello
9	Paul A. Briano	Naldiro J. Mello
10	Tillie Briano	Felice Miller
11	Arnie B. Carlson	Ted Miller
2 ي الع ع الع	John Henry Fikse	Masao Nerio
L STARK C STARK C STARK C S STICN C S S S S S S S S S S S S S S S S S S S	Phyllis S. Fikse	Tom K. Nerio
20, 90	Lewellyn Flory	Toyo Nerio
LAW OFFICES DONALD D. STA A PROFESSIONAL CORC SUITE 201 SUITE 201 IRVINE, CALIFORNIA (714) 752-897 0 C1 P	Mary I. Flory	Yuriko Nerio
10 L L L L L L L L L L L L L L L L L L L	L. H. Glazer	Harold L. Rees
< %≝ 17	Dorothy Goodman	Alden G. Rose
18	Sidney D. Goodman	Claude Rouleau, Jr.
19	Frank Grossi	Patricia M. Rouleau
20	Harada Brothers	Schultz Enterprises
21	Ellen Hettinga	Albert Shaw
22	Hein Hettinga	Lila Shaw
23	Dick Hofstra, Jr.	Cathy M. Stewart
24	Benjamin M. Hughey	Marvin C. Stewart
25	Frieda L. Hughey	Betty Ann Stone
26	Guillaume Indart	John B. Stone
27	Ellwood B. Johnston, Trustee	Vantoll Cattle Co., Inc.
28	Perry Kruckenberg, Jr.	Catherene Verburg
	EXHIBI -50	
•	ll	

l	Martin Verburg
2	Donna Vincent
3	Larry Vincent
4	Cliff Wolfe & Associates
5	Ada M. Woll
6	Zarubica Co.
7	
8	
9	
10	
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12 2 2 2 2	
LAW OFFICES DONALD D. STARK A PROFESSIONAL CORPORATION SUITE 201 2061 BUSINESS CENTER DRIVE (714) 752-8971 (714) 752-8971	
T52-89 752-89 752-89	
CALL CALL BUIT BUIT BUIT BUIT CALL 714)	•
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	EXHIBIT "C" -59-

EXHIBIT "D"

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OVERLYING NON-AGRICULTURAL RIGHTS

3	· · ·		
4	Party	Total Overlying Non-Agricultural Rights (Acre Feet)	Share of Safe Yield (Acre Feet)
6	Ameron Steel Producers, Inc.	125	97.858
7	County of San Bernardino	171	133.870
. 8	Conrock Company	406	317.844
9	Kaiser Steel Corporation	3,743	2,930.274
10	Red Star Fertilizer	. 20	15.657
וב	Southern California Edison Co.	1,255	982.499
<u>ة م</u> ق 12	Space Center, Mira Loma	133	104.121
CORPORATION 101 ENTER DRIVE RNIA 92715 2-8971 2-8971	Southern Service Co., dba		
	Blue Seal Linen	24	18.789
A PROFESSION Suit 2061 BUSINES RAVINE, CALI (714) 7 7 14) 7 9 1	Sunkist, Orange Products Divisi	on 2,393 .	1,873.402
1001 16 1903 16	Carlsberg Mobile Home Propertie	S,	
17	Ltd. '73	593	464.240
18	Union Carbide Corporation	546	427.446
19	Quaker Chemical Co.	0	0
20	Totals	9,409	7,366.000
. 21	100015	57105	
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23			
24		۰. ۲	
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.26			
27			
28	קודי	XHIBIT "D"	
		-60-	
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EXHIBIT "E" APPROPRIATIVE RIGHTS

Party	Appropriative Right ·(Acre Feet)	Share of Initial Operating Safe Yield (Acre Feet)	Share of Operating Safe Yield (Percent)
City of Chino	5,271.7	3,670.067	6.693
City of Norco	289.5	201.545	0.368
City of Ontario	16,337.4	11,373.816	20.742
City of Pomona	16,110.5	11,215.852	20.454
City of Upland	4,097.2	2,852.401	5.202
Cucamonga County Water District	4,431.0	3,084.786	5.626
Jurupa Community Ser- vices District	1,104.1	768.655	1.402
Nonte Vista County Nater District	5,958.7	4,148.344	7.565
West San Bernardino County Water District	925.5	544.317	1.175
Etiwanda Water Company	768.0	534.668	0.975
Felspar Gardens Mutual • Water Company	68.3	47.549	0.087
Fontana Union Water Co.	9,188.3	6,396.736	11.666
Marygold Mutual Water Co.	941.3	655.317	1.195
Mira Loma Water Co.	1,116.0	776.940	1.417
Monta Vista Irr. Co.	972.1	676.759	1.234
Mutual Water Company of Glen Avon Heights	672.2	467.974	0.653
Park Water Company	236.1	164.369	0.300
Pomona Valley Water Co.	3,106.3	2,162.553	\$ 3.944
San Antonio Water Co.	2,164.5	1,506.888	2.748
Santa Ana River Water . Company	1,869.3	1,301.374	2.373
Southern California Water Company	1,774.5	1,235.376	2.253
West End Consolidated Water Company	1,361.3	947.714	1.728
TOTAL	78,763.8	54,834.000	100.000
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EXHIBIT "E" -61-

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PROFESSIONAL CORPORATION BUITE 201 BUSINESS CENTER DRI IE, CALIFORNIA 927

DONALD D. STARK

EXHIBIT "F" OVERLYING (AGRICULTURAL) POOL POOLING PLAN

Membership in Pool. The State of California and all pro-1. ducers listed in Exhibit "C" shall be the initial members of this pool, which shall include all producers of water for overlying uses other than industrial or commercial purposes.

Pool Meetings. The members of the pool shall meet 2. annually, in person or by proxy, at a place and time to be desig-8 nated by Watermaster for purposes of electing members of the Pool Committee and conducting any other business of the pool. Special 10 meetings of the membership of the pool may be called and held as 11 provided in the rules of the pool. 12

Voting. All voting at meetings of pool members shall be 3. on the basis of one vote for each 100 acre feet or any portion thereof of production from Chino Basin during the preceding year, as shown by the records of Watermaster.

Pool Committee. The Pool Committee for this pool shall 17 4. consist of not less than nine (9) representatives selected at 18 large by members of the pool. The exact number of members of the 19 Pool Committee in any year shall be as determined by majority vote 20 of the voting power of members of the pool in attendance at the 21 annual pool meeting. Each member of the Pool Committee shall have 22 one vote and shall serve for a two-year term. The members first 23 elected shall classify themselves by lot so that approximately 24 one-half serve an initial one-year term. Vacancies during any 25 term shall be filled by a majority of the remaining members of the 26 27 Pool Committee.

28

The number of Advisory Committee Representatives. 5.

representatives of the Pool Committee on the Advisory Committee
 shall be as provided in the rules of the pool from time to time
 but not exceeding ten (10). The voting power of the pool on the
 Advisory Committee shall be apportioned and exercised as deter mined from time to time by the Pool Committee.

6. <u>Replenishment Obligation</u>. The pool shall provide funds for replenishment of any production by persons other than members of the Overlying (Non-agricultural) Pool or Appropriator Pool, in excess of the pool's share of Safe Yield. During the first five (5) years of operations of the Physical Solution, reasonable efforts shall be made by the Pool Committee to equalize annual assessments.

Assessments. All assessments in this pool (whether for 13 7. replenishment water cost or for pool administration or the allo-14 15 cated share of Watermaster administration) shall be in an amount uniformly applicable to all production in the pool during the 16 17 preceding year or calendar quarter. Provided, however, that the Agricultural Pool Committee, may recommend to the Court modifica-18 19 tion of the method of assessing pool members, inter se, if the 20 same is necessary to attain legitimate basin management objectives, 21 including water conservation and avoidance of undesirable socio-22 economic consequences. Any such modification shall be initiated 23 and ratified by one of the following methods:

(a) <u>Excess Production</u>. In the event total pool
 production exceeds 100,000 acre feet in any year, the Pool
 Committee shall call and hold a meeting, after notice to all
 pool members, to consider remedial modification of the
 assessment formula.

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(b) <u>Producer Petition</u>. At any time after the fifth full year of operation under the Physical Solution, a petition by ten percent (10%) of the voting power or membership of the Pool shall compel the holding of a noticed meeting to consider revision of said formula of assessment for replenishment water.

7 In either event, a majority action of the voting power in attend-8 ance at such pool members' meeting shall be binding on the Pool 9 Committee.

8. <u>Rules</u>. The Pool Committee shall adopt rules for conducting meetings and affairs of the committee and for administering its program and in amplification of the provisions, but not inconsistent with, this pooling plan.

LAW OFFICES DONALD D. STARK A FROFESSIONAL CORPORATION SUITE 201 2061 BUSINESS CENTER DRIVE IRVINE, CALIFORNIA 92715 (714) 752-8971 D G P C F C C

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EXHIBIT "F" -64POOLING PLAN 1. <u>Membership in Pool</u>. The initial members of the pool, together with the decreed share of the Safe Yield of each, are listed in Exhibit "D". Said pool includes producers of water for overlying industrial or commercial (non-agricultural) purposes, or such producers within the Pool who may hereafter take water pursuant to Paragraph 8 hereof.

EXHIBIT "G"

OVERLYING (NON-AGRICULTURAL) POOL

9 2. <u>Pool Committee</u>. The Pool Committee for this pool shall 10 consist of one representative designated by each member of the 11 pool. Voting on the committee shall be on the basis of one vote 12 for each member, unless a volume vote is demanded, in which case 13 votes shall be allocated as follows:

The volume voting power on the Pool Committee shall be 1,484 votes. Of these, 742 votes shall be allocated on the basis of one vote for each ten (10) acre feet or fraction thereof of decreed shares in Safe Yield. (See Exhibit "D".) The remaining 742 votes shall be allocated proportionally on the basis of assessments paid to Watermaster during the preceding year.*

3. Advisory Committee Representatives. At least three (3)
members of the Pool Committee shall be designated by said committee
to serve on the Advisory Committee. The exact number of such
representatives at any time shall be as determined by the Pool
Committee. The voting power of the pool shall be exercised in the

27 *Or production assessments paid under Water Code Section 72140 et seq., as to years prior to the second year of operation 28 under the Physical Solution hereunder.

LAW OFFICES DONALD D. STARK A PROFESSIONAL CORPORATION SUITE 201 2061 BUSINESS CENTER DRIVE IRVINE, CALIFORNIA 92715 (714) 752-8971 (714) 752-8971 0 0 0 h V

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Advisory Committee as a unit, based upon the vote of a majority of said representatives.

4. <u>Replenishment Obligation</u>. The pool shall provide funds
for replenishment of any production in excess of the pool's share
of Safe Yield in the preceding year.

5. <u>Assessment</u>. Each member of this pool shall pay an assessment equal to the cost of replenishment water times the number of acre feet of production by such producer during the preceding year in excess of (a) his decreed share of the Safe Yield, plus (b) any carry-over credit under Paragraph 7 hereof. In addition, the cost of the allocated share of Watermaster administration expense shall be recovered on an equal assessment against each acre foot of production in the pool during such preceding fiscal year or calendar quarter; and in the case of Pool members who take substitute ground water as set forth in Paragraph 8 hereof, such producer shall be liable for its share of administration assessment, as if the water so taken were produced, up to the limit of its decreed share of Safe Yield.

Assignment. Rights herein decreed are appurtenant to the 19 6. land and are only assignable with the land for overlying use 20 21 thereon; provided, however, that any appropriator who may, directly 22 or indirectly, undertake to provide water service to such overlying lands may, by an appropriate agency agreement on a form approved by 23 Watermaster, exercise said overlying right to the extent, but only 24 to the extent necessary to provide water service to said overlying 25 26 lands.

27 7. <u>Carry-over</u>. Any member of the pool who produces less than
28 its assigned water share of Safe Yield may carry such unexercised

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right forward for exercise in subsequent years. The first water 1 produced during any such subsequent year shall be deemed to be an 2 exercise of such carry-over right. In the event the aggregate 3 carry-over by any pool member exceeds its share of Safe Yield, such 4 member shall, as a condition of preserving such surplus carry-over, 5 execute a storage agreement with Watermaster. 6

To the extent that any Pool member, Substitute Supplies. 8. at the request of Watermaster and with the consent of the Advisory Committee, takes substitute surface water in lieu of producing ground water otherwise subject to production as an allocated share of Safe Yield, said party shall nonetheless remain a member of this 12 Pool.

The Pool Committee shall adopt rules for adminis-Rules. 9. tering its program and in amplification of the provisions, but not inconsistent with, this pooling plan.

2061 BUSINESS CENTER DRIVE IRVINE, CALIFORNIA 92715 (714) 752-8971 PROFESSIONAL CORPORATION DONALD D. STARK 13 14 SUITE 201 15 16

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	1	EXHIBIT "H" APPROPRIATIVE POOL POOLING PLAN
	3	1. Qualification for Pool. Any city, district or other
	4	public entity and public utility either regulated under Public
	5	Utilities Commission jurisdiction, or exempt therefrom as a non-
	6	profit mutual water company (other than those assigned to the
	7	Overlying [Agricultural] Pool) shall be a member of this pool.
	8	All initial members of the pool are listed in Exhibit "E", together
	9	with their respective appropriative rights and acre foot allocation
]	LO	and percentage shares of the initial and subsequent Operating Safe
Ţ	ום	Yield.
	12	2. Pool Committee. The Pool Committee shall consist of one
	L3 🛛	(1) representative appointed by each member of the Pool.
IRVINE, CALIFORNIA (714) 752-897	L4	3. Voting. The total voting power on the Pool Committee
CALIF	L5	shall be 1,000 votes. Of these, 500 votes shall be allocated in
(7	16	proportion to decreed percentage shares in Operating Safe Yield.
<u> </u>	L7	The remaining 500 votes shall be allocated proportionally on the
-	18	basis of assessments paid to Watermaster during the preceding
-	19	year.* Routine business of the Pool Committee may be conducted on
4	so	the basis of one vote per member, but upon demand of any member a
2	21	weighted vote shall be taken. Affirmative action of the Committee
2	22	shall require a majority of the voting power of members in attend-
2	23	ance, provided that it includes concurrence by at least one-third
ŝ	34	of its total members.
ļ	25	4. Advisory Committee Representatives. Ten (10) members of
2	26	
;	27	*Or production assessments paid under Water Code Section 72140 et seq., as to years prior to the second year of operation under
2	88	the Physical Solution hereunder.
		EXHIBIT "H"

EXHIBIT "H -68-

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the Pool Committee shall be designated to represent this pool on 1 the Advisory Committee. Each major appropriator, i.e., the owner 2 of an adjudicated appropriative right in excess of 3,000 acre feet, 3 shall be entitled to one representative. The remaining members 4 representing the Appropriative Pool on the Advisory Committee shall 5 be elected at large by the remaining members of the pool. The 6 voting power of the Appropriative Pool on the Advisory Committee 7 shall be apportioned between the major appropriator representatives 8 in proportion to their respective voting power in the Pool Com-9 The remaining two representatives shall exercise equally 10 mittee. the voting power proportional to the Pool Committee voting power 11 of all remaining appropriators; provided, however, that if any 12 representative fails to attend an Advisory Committee meeting, the voting power of that representative shall be allocated among the representatives of the Appropriator Pool in attendance in the same proportion as their own respective voting powers.

17 5. <u>Replenishment Obligation</u>. The pool shall provide funds 18 for purchase of replenishment water to replace any production by 19 the pool in excess of Operating Safe Yield during the preceding 20 year.

21 6. Administrative Assessment. Costs of administration of 22 this pool and its share of general Watermaster expense shall be 23 recovered by a uniform assessment applicable to all production 24 during the preceding year.

25 7. <u>Replenishment Assessment</u>. The cost of replenishment water
26 required to replace production from Chino Basin in excess of
27 Operating Safe Yield in the preceding year shall be allocated and
28 recovered as follows:

LAW OFFICES DONALD D. STARK A PROFESSIONAL COFFORATION SUITE 201 SUITE 201 SUITE 201 SUITE 201 SUITE, CALIFORNIA 9271 (714) 752-8971 T T T T T 9 G T T C (a) For production, other than for increased export,within CBMWD or WMWD:

(1) <u>Gross Assessment</u>. 15% of such replenishment water costs shall be recovered by a uniform assessment against all production of each appropriator producing in said area during the preceding year.

(2) <u>Net Assessment</u>. The remaining 85% of said costs shall be recovered by a uniform assessment on each acre foot of production from said area by each such appropriator in excess of his allocated share of Operating Safe Yield during said preceding year.

(b) For production which is exported for use outside Chino Basin in excess of maximum export in any year through 1976, such increased export production shall be assessed against the exporting appropriator in an amount sufficient to purchase replenishment water from CBMWD or WMWD in the amount of such excess.

(c) For production within SBVMWD or PVMWD:

By an assessment on all production in excess of an appropriator's share of Operating Safe Yield in an amount sufficient to purchase replenishment water through SBVMWD or MWD in the amount of such excess.

8. Socio-Economic Impact Review. The parties have conducted
certain preliminary socio-economic impact studies. Further and
more detailed socio-economic impact studies of the assessment
formula and its possible modification shall be undertaken for the
Appropriator Pool by Watermaster no later than ten (10) years from
the effective date of this Physical Solution, or whenever total

EXHIBIT "H" -70-

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production by this pool has increased by 30% or more over the decreed appropriative rights, whichever is first.

3 9. Facilities Equity Assessment. Watermaster may, upon
4 recommendation of the Pool Committee, institute proceedings for
5 levy and collection of a Facilities Equity Assessment for the
6 purposes and in accordance with the procedures which follow:

There exist several Implementing Circumstances. (a) sources of supplemental water available to Chino Basin, each of which has a differential cost and quantity available. The optimum management of the entire Chino Basin water resource favors the maximum use of the lowest cost supplemental water to balance the supplies of the Basin, in accordance with the The varying sources of supplemental water Physical Solution. include importations from MWD and SBVMWD, importation of surface and ground water supplies from other basins in the immediate vicinity of Chino Basin, and utilization of reclaimed water. In order to fully utilize any of such alternate sources of supply, it will be essential for particular appropriators having access to one or more of such supplies to have invested, or in the future to invest, directly or indirectly, substantial funds in facilities to obtain and deliver such water to an appropriate point of use. To the extent that the use of less expensive alternate sources of supplemental water can be maximized by the inducement of a Facilities Equity Assessment, as herein provided, it is to the long-term benefit of the entire basin that such assessment be authorized and levied by Watermaster.

(b) Study and Report. At the request of the Pool

EXHIBIT "H" -71-

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Committee, Watermaster shall undertake a survey study of the utilization of alternate supplemental supplies by members of the Appropriative Pool which would not otherwise be utilized and shall prepare a report setting forth the amount of such alternative supplies being currently utilized, the amount of such supplies which could be generated by activity within the pool, and the level of cost required to increase such uses and to optimize the total supplies available to the basin. Said report shall contain an analysis and recommendation for the levy of a necessary Facilities Equity Assessment to accomplish said purpose.

(c) <u>Hearing</u>. If the said report by Watermaster contains a recommendation for imposition of a Facilities Equity Assessment, and the Pool Committee so requests, Watermaster shall notice and hold a hearing not less than 60 days after distribution of a copy of said report to each member of the pool, together with a notice of the hearing date. At such hearing, evidence shall be taken with regard to the necessity and propriety of the levy of a Facilities Equity Assessment and full findings and decision shall be issued by Watermaster.

(d) <u>Operation of Assessment</u>. If Watermaster determines that it is appropriate that a Facilities Equity Assessment be levied in a particular year, the amount of additional supplemental supplies which should be generated by such assessment shall be estimated. The cost of obtaining such supplies, taking into consideration the investment in necessary facilities shall then be determined and spread equitably among the producers within the pool in a manner so that those

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producers not providing such additional lower cost supplemental water, and to whom a financial benefit will result, may bear a proportionate share of said costs, not exceeding said benefit; provided that any producer furnishing such supplemental water shall not thereby have its average cost of water in such year reduced below such producer's average cost of pumping from the Basin. In so doing, Watermaster shall establish a percentage of the total production by each party which may be produced without imposition of a Facilities Equity Assessment. Any member of the pool producing more water than said percentage shall pay such Facilities Equity Assessment on any such excess production. Watermaster is authorized to transmit and pay the proceeds of such Facilities Equity Assessment to those producers who take less than their share of Basin water by reason of furnishing a higher percentage of their requirements through use of supplemental water.

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Unallocated Safe Yield Water. To the extent that, in any 18 10. 19 five years, any portion of the share of Safe Yield allocated to 20 the Overlying (Agricultural) Pool is not produced, such water shall be available for reallocation to members of the Appropriative Pool, 21 22 as follows:

Priorities. Such allocation shall be made in the (a) following sequence:

25 to supplement, in the particular year, water (1)26 available from Operating Safe Yield to compensate for any 27 reduction in the Safe Yield by reason of recalculation 28 thereof after the tenth year of operation hereunder.

> EXHIBIT "H" -73-

pursuant to conversion claims as defined in (2) Subparagraph (b) hereof.

as a supplement to Operating Safe Yield, (3) without regard to reductions in Safe Yield.

Conversion Claims. The following procedures may be (b) utilized by any appropriator:

Record of Land Use Conversion. Any appro-(1)priator who undertakes, directly or indirectly, during any year, to permanently provide water service to lands which during the immediate preceding five (5) consecutive years was devoted to irrigated agriculture may report such change in land use or water service to Watermaster. Watermaster shall thereupon verify such change in water service and shall maintain a record and account for each appropriator of the total acreage involved and the average annual water use during said five-year period.

Establishment of Allocation Percentage. In (2)any year in which unallocated Safe Yield water from the Overlying (Agricultural) Pool is available for such conversion claims, Watermaster shall establish allocable percentages for each appropriator based upon the total of such converted acreage recorded to each such appropriator's account.

Allocation and Notice. Watermaster shall (3)thereafter apply the allocated percentage to the total unallocated Safe Yield water available for special allocation to derive the amount thereof allocable to

> EXHIBIT "H" -74-

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each appropriator; <u>provided</u> that in no event shall the allocation to any appropriator as a result of such conversion claim exceed 50% of the average annual amount of water actually applied to the areas converted by such appropriator prior to such conversion. Any excess water by reason of such limitation on any appropriator's right shall be added to Operating Safe Yield. Notice of such special allocation shall be given to each appropriator and shall be treated for purposes of this Physical Solution as an addition to such appropriator's share of the Operating Safe Yield for the particular year only.

(4) Administrative Costs. Any costs of Watermaster attributable to administration of such special allocations and conversion claims shall be assessed against appropriators participating in such reporting.

16 II. <u>In Lieu Procedures</u>. There are, or may develop, certain 17 areas within Chino Basin where good management practices dictate 18 that recharge of the basin be accomplished, to the extent prac-19 tical, by taking surface supplies of supplemental water in lieu of 20 ground water otherwise subject to production as an allocated share 21 of Operating Safe Yield.

(a) <u>Method of Operation</u>. Any appropriator producing water within such designated in lieu area who is willing to abstain for any reason from producing any portion of such producer's share of Operating Safe Yield in any year may offer such unpumped water to Watermaster. In such event, Watermaster shall purchase said water in place, in lieu of spreading replenishment water, which is otherwise required to

> EXHIBIT "H" -75-

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make up for over production. The purchase price for in lieu 1 water shall be the lesser of: 2 Watermaster's current cost of replenishment 3 (1)water, whether or not replenishment water is currently 4 then obtainable, plus the cost of spreading; or 5 6 (2)The cost of supplemental surface supplies to 7 the appropriator, less said appropriator's average cost of 8 a. 9 ground water production, and 10 b. the applicable production assessment 11 were the water produced. Where supplemental surface supplies consist of MWD or 12 13 SBVMWD supplies, the cost of treated, filtered State water from such source shall be deemed the cost of 14 15 supplemental surface supplies to the appropriator for 16 purposes of such calculation. 17 In any given year in which payments may be made pursuant to a Facilities Equity Assessment, as to any given quantity of 18 19 water the party will be entitled to payment under this 20 section or pursuant to the Facilities Equity Assessment, as 21 the party elects, but not under both. 22 Designation of In Lieu Areas. The first in lieu (b) 23 area is designated as the "In Lieu Area No. 1" and consists 24 of an area wherein nitrate levels in the ground water generally exceed 45 mg/l, and is shown on Exhibit "J" hereto. 25 26 Other in lieu areas may be designated by subsequent order of 27 Watermaster upon recommendation or approval by Advisory 28 Said in lieu areas may be enlarged, reduced or Committee.

> EXHIBIT "H" -76-

LAW OFFICE8 DONALD D. STARK A PROFESSIONAL CORPORATION SUITE 201 2061 BUGINESS CENTER DRIVE (714) 752-8971 L L L L L L eliminated by subsequent orders; provided, however, that designation of In Lieu Areas shall be for a minimum fixed term sufficient to justify necessary capital investment. In Lieu Area No. 1 may be enlarged, reduced or eliminated in the same manner, except that any reduction of its original size or elimination thereof shall require the prior order of Court.

Carry-over. Any appropriator who produces less than his 12. assigned share of Operating Safe Yield may carry such unexercised right forward for exercise in subsequent years. The first water produced during any such subsequent year shall be deemed to be an In the event the aggregate exercise of such carry-over right. carry-over by any appropriator exceeds its share of Operating Safe Yield, such appropriator shall, as a condition of preserving such surplus carry-over, execute a storage agreement with Watermaster. Such appropriator shall have the option to pay the gross assessment applicable to such carry-over in the year in which it accrued.

18 Assignment, Transfer and Lease. Appropriative rights, 13. 19 and corresponding shares of Operating Safe Yield, may be assigned 20 or may be leased or licensed to another appropriator for exercise 21 in a given year. Any transfer, lease or license shall be ineffec-22 tive until written notice thereof is furnished to and approved as 23 to form by Watermaster, in compliance with applicable Watermaster 24 Watermaster shall not approve transfer, lease or license of rules. 25 a right for exercise in an area or under conditions where such 26 production would be contrary to sound basin management or detri-27 mental to the rights or operations of other producers.

> The Pool Committee shall adopt rules for 14. Rules.

> > EXHIBIT "H" -77-

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ב	administering its program and in amplification of the provisions,
2	but not inconsistent with, this pooling plan.
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	EXHIBIT "H" -78-

EXHIBIT "I" ENGINEERING APPENDIX 1. Basin Management Parameters. In the process of imple- menting the physical solution for Chino Basin, Watermaster shall consider the following parameters: (a) <u>Pumping Patterns</u> . Chino Basin is a common supply for all persons and agencies utilizing its waters. It is an objective in management of the Basin's waters that no pro- ducer be deprived of access to said waters by reason of unreasonable pumping patterns, nor by regional or localized recharge of replenishment water, insofar as such result may be practically avoided. (b) <u>Water Quality</u> . Maintenance and improvement of water quality is a prime consideration and function of management decisions by Watermaster. (c) <u>Economic Considerations</u> . Financial feasibility,	
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(c) <u>Economic Considerations</u>. Financial reasibility, ecnomic impact and the cost and optimum utilization of the Basin's resources and the physical facilities of the parties are objectives and concerns equal in importance to water quantity and quality parameters.

2. <u>Operating Safe Yield</u>. Operating Safe Yield in any year
shall consist of the Appropriative Pool's share of Safe Yield of
the Basin, plus any controlled overdraft of the Basin which
Watermaster may authorize. In adopting the Operating Safe Yield
for any year, Watermaster shall be limited as follows:

(a) <u>Accumulated Overdraft</u>. During the operation of this Judgment and Physical Solution, the overdraft accumulated from and after the effective date of the Physical

> EXHIBIT "I" -79

Solution and resulting from an excess of Operating Safe Yield over Safe Yield shall not exceed 200,000 acre feet.

(b) Quantitative Limits. In no event shall Operating Safe Yield in any year be less than the Appropriative Pool's share of Safe Yield, nor shall it exceed such share of Safe Yield by more than 10,000 acre feet. The initial Operating Safe Yield is hereby set at 54,834 acre feet per year. Operating Safe Yield shall not be changed upon less than five (5) years' notice by Watermaster.

Nothing contained in this paragraph shall be deemed to authorize, 10 11 directly or indirectly, any modification of the allocation of 12 shares in Safe Yield to the overlying pools, as set forth in 13 Paragraph 44 of the Judgment.

14 Ground Water Storage Agreements. Any agreements author-3. 15 ized by Watermaster for storage of supplemental water in the 16 available ground water storage capacity of Chino Basin shall 17 include, but not be limited to:

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(a) The quantities and term of the storage right.

A statement of the priority or relation of said (b) right, as against overlying or Safe Yield uses, and other storage rights.

The procedure for establishing delivery rates, (c)schedules and procedures which may include

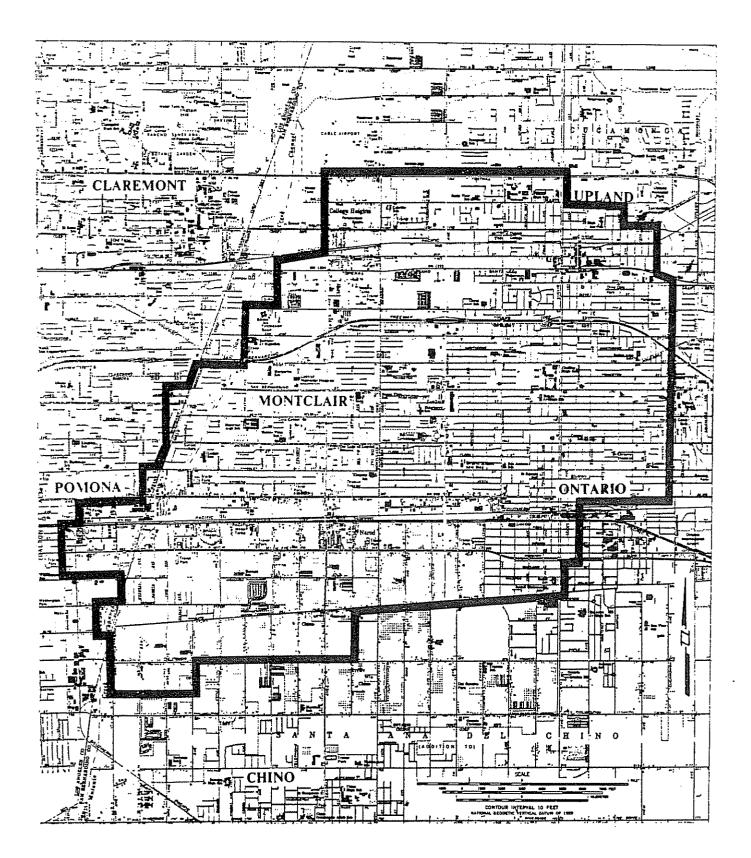
[1] spreading or injection, or in lieu deliveries of supplemental water for [2]

direct use.

The procedures for calculation of losses and annual (d) accounting for water in storage by Watermaster.

> EXHIBIT "I" -80-

1	(e) The procedures for establishment and adminis-
	tration of withdrawal schedules, locations and methods.
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	EXHIBIT "I" -81-



CHINO BASIN IN LIEU AREA NO. 1

EXHIBIT "J" -82-

LEGAL DESCRIPTION

OF CHINO BASIN

Preamble

All of the townships and ranges referred to in the following legal description are the San Bernardino Base and Meridian. Certain designated sections are implied as the System of Government Surveys may be extended where not established. Said sections are identified as follows:

> Section 20, TlN, R8W is extended across Rancho Cucamonga;

Section 36, TlN, R8W is extended across the City of Upland;

Sections 2, 3, and 4, TIS, R7W are extended across Rancho Cucamonga;

Section 10, TIS, R8W is extended across the City of Claremont;

Sections 19, 20, 21, 30, 31 and 32, TIS, R8W are extended across the City of Pomona;

Sections 4, 5, and 28, T2S, R8W are extended across Rancho Santa Ana Del Chino;

Sections 15 and 16, T3S, R7W are extended across Rancho La Sierra; and

Sections 17 and 20, T3S, R7W are extended across Rancho El Rincon.

Description

Chino Basin is included within portions of the Counties of San Bernardino, Riverside and Los Angeles, State of California, bounded by a continuous line described as follows:

BEGINNING at the Southwest corner of Lot 241 as shown on Map of Ontario Colony Lands, recorded in Map Book 11, page 6, Office of the County Recorder of San Bernardino County, said corner being the Point of Beginning;

1. Thence Southeasterly to the Southeast corner

of Lot 419 of said Ontario Colony Lands;

2. Thence Southeasterly to a point 1300 feet North of the South line and 1300 feet East of the West line of Section 4, TLS, R7W;

3. Thence Easterly to a point on the East line of Section 4, 1800 feet North of the Southeast corner of said Section 4;

 Thence Easterly to the Southeast corner of the Southwest quarter of the Northeast quarter of Section
 T1S, R7W;

5. Thence Northeasterly to a point on the North line of Section 2, TIS, R7W, 1400 feet East of the West line of said Section 2;

6. Thence Northeasterly to the Southwest corner of Section 18, TlN, R6W;

7. Thence Northerly to the Northwest corner of said Section 18;

8. Thence Easterly to the Northeast corner of said Section 18;

9. Thence Northerly to the Northwest corner of the Southwest quarter of Section 8, TlN, R6W;

10. Thence Easterly to the Northeast corner of said Southwest quarter of said Section 8;

11. Thence Southerly to the Southeast corner of said Southwest quarter of said Section 8;

12. Thence Easterly to the Northeast corner of Section 17, TlN, R6W;

13. Thence Easterly to the Northeast corner of Section 16, TIN, R6W;

14. Thence Southeasterly to the Northwest corner of the Southeast quarter of Section 15, TlN, RGW;

15. Thence Easterly to the Northeast corner of said Southeast quarter of said Section 15;

16. Thence Southeasterly to the Northwest corner of the Northeast quarter of Section 23, TlN, R6W;

17. Thence Southeasterly to the Northwest corner

of Section 25, TlN, R6W;

18. Thence Southeasterly to the Northwest corner of the Northeast guarter of Section 31, TlN, R5W;

19. Thence Southeasterly to the Northeast corner of the Northwest quarter of Section 5, TIS, R5W;

20. Thence Southeasterly to the Southeast corner of Section 4, TlS, R5W;

21. Thence Southeasterly to the Southeast corner of the Southwest quarter of Section 11, T1S, R5W;

22. Thence Southwesterly to the Southwest corner of Section 14, TIS, R5W;

23. Thence Southwest to the Southwest corner of Section 22, TIS, R5W;

24. Thence Southwesterly to the Southwest corner of the Northeast quarter of Section 6, T2S, R5W;

25. Thence Southeasterly to the Northeast corner of Section 18 T2S, R5W;

26. Thence Southwesterly to the Southwest corner of the Southeast quarter of Section 13, T2S, R6W;

27. Thence Southwesterly to the Southwest corner of the Northeast quarter of Section 26, T2S, R6W;

28. Thence Westerly to the Southwest corner of the Northwest quarter of said Section 26;

29. Thence Northerly to the Northwest corner of said Section 26;

30. Thence Westerly to the Southwest corner of Section 21, T2S, R6w:

31. Thence Southerly to the Southeast corner of Section 29, T2S, R6W;

32. Thence Westerly to the Southeast corner of Section 30, T2S, R6W;

33. Thence Southwesterly to the Southwest corner of Section 36, T 2 S, R 7 W;

34. Thence Southwesterly to the Southeast corner

of Section 3, T3S, R7W;

35. Thence Southwesterly to the Southwest corner of the Northeast quarter of Section 10, T3S, R7W;

36. Thence Southerly to the Northeast corner of the Northwest quarter of Section 15, T35, R7W;

37. Thence Southwesterly to the Southeast corner of the Northeast quarter of Section 16, T3S, R7W;

38. Thence Southwesterly to the Southwest corner of said Section 16;

39. Thence Southwesterly to the Southwest corner of the Northeast quarter of Section 20, T3S, R7W;

40. Thence Westerly to the Southwest corner of the Northwest quarter of said Section 20;

41. Thence Northerly to the Northwest corner of Section 17, T3S, R7W;

42. Thence Westerly to the Southwest corner of Section 7, T3S, R7W;

43. Thence Northerly to the Southwest corner of Section 6, T35, R7W;

44. Thence Westerly to the Southwest corner of Section 1, T3S, R8W;

45. Thence Northerly to the Southeast corner of Section 35, T2S, R8W;

46. Thence Northwesterly to the Northwest corner of said Section 35;

47. Thence Northerly to the Southeast corner of Lot 33, as shown on Map of Tract 3193, recorded in Map Book 43, pages 46 and 47, Office of the County Recorder of San Bernardino County:

48. Thence Westerly to the Northwest corner of the Southwest quarter of Section 28, T2S, R8W;

49. Thence Northerly to the Southwest corner of Section 4, T2S, R8N;

50. Thence Westerly to the Southwest corner of Section 5, T2S, RSW;

51. Thence Northerly to the Southwest corner of Section 32, TIS, R8W;

52. Thence Westerly to the Southwest corner of Section 31, T1S, R8W; ·

53. Thence Northerly to the Southwest corner of Section 30, T1S, R8W;

54. Thence Northeasterly to the Southwest corner of Section 20, T1S, R8W;

55. Thence Northerly to the Northwest corner of the Southwest quarter of the Southwest quarter of said Section 20;

56. Thence Northwesterly to the Northeast corner of the Southeast quarter of the Southeast quarter of the Northwest quarter of Section 19, TIS, R8W;

57. Thence Easterly to the Northwest corner of Section 21, TLS, R8W;

58. Thence Northeasterly to the Southeast corner of the Southwest quarter of the Southwest quarter of Section 10, TLS, R8W;

59. Thence Northeasterly to the Southwest corner of Section 2, TIS, R8W;

60. Thence Northeasterly to the Southeast corner of the Northwest quarter of the Northwest quarter of Section 1, TIS, R8W;

61. Thence Northerly to the Northeast corner of the Northwest guarter of the Northeast guarter of Section 36, TIN, R8W;

62. Thence Northerly to the Southeast corner of Section 24, TIN, R8W;

63. Thence Northeasterly to the Southeast corner of the Northwest quarter of the Northwest quarter of Section 20, TlN, R7W; and

64. Thence Southerly to the Point of Beginning.

Said perimeter description includes all or portions of the following Townships, Ranges and Sections of San Bernardino Base and Meridian:

30, 31 and 32 · TlN, R5W - Sections: 8, 14, 15, 16, 17, 18, 19, 20, 21, TIN, R6W - Sections: 22, 23, 25, 26, 27, 28, 29, 30, 31, 32, 33, 34, 35 and 36 19, 20, 24, 25, 26, 29, 30, 31, 32, TIN, R7W - Sections: 35 and 36 TIN, R8W - Sections: 25 and 36 4, 5, 6, 7, 8, 9, 10, 11, 14, 15, TIS, R5W - Sections: 16, 17, 18, 19, 20, 21, 22, 28, 29, 30, 31 and 32. 1 through 36, inclusive TIS, R6W - Sections: 1 through 36, inclusive TIS, R7W - Sections: 1, 2, 10, 11, 12, 13, 14, 15, 16, 19, T1S, R8W - Sections: 20, 21, 22, 23, 24, 25; 26, 27, 28, 29, 30, 31, 32, 33, 34, 35 and 36 T2S, R5W - Sections: 6, 7 and 18 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, T2S, R6W - Sections: 13, 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, 24, 26, 29, 30 and 31 1 through 36, inclusive T2S, R7W - Sections: 1, 2, 3, 4, 5, 9, 10, 11, 12, 13, 14, T2S, R8W - Sections: 15, 16, 21, 22, 23, 24, 25, 26, 27, 28, 35 and 36 2, 3, 4, 5, 6; 7, 8, 9, 10, 15, 16, T3S, R7W - Sections: 17 and 20 1. T35, R6W - Section:

THE DOCUMENT TO WHICH THIS CERTIFICATION IS ATTACHED IS A FULL, TRUE AND SOME CT COPY OF THE ORIGINAL ON FILE AND OF RECORD IN MY OFFICE. AND DE CALLER OF OCT 2 9 2002 ATTEST UCI 2 9 2002 Clerk of the Superior Court of the State of Catfornia in and for the County of Ban Bernardino Deputy Terry Wittenborn 92 paged L Ŋ

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APPENDIX E. BASELINE FEEDER AGREEMENT



RESTATED AND AMENDED AGREEMENT FOR THE CONSTRUCTION, OPERATION AND MAINTENANCE OF THE NEW BASELINE FEEDER

This Restated and Amended Agreement for the Construction, Operation and Maintenance of the New Baseline Feeder ("**Restated Agreement**") is entered into and effective this 1st day of May, 2012 by and among the City of Rialto ("**Rialto**"), Riverside Highland Water Company ("**RHWC**"), San Bernardino Valley Municipal Water District ("**Valley District**") and West Valley Water District ("**West Valley**"). Rialto, RHWC, Valley District and West Valley are each sometimes referred to as a "**Party**" and are collectively sometimes referred to as the "**Parties**."

Recitals

- A. On December 7, 1989, Valley District and West Valley entered into an agreement entitled "Contract Between the San Bernardino Valley Municipal Water District and West San Bernardino County Water District for a Water Supply from Facilities to be Constructed Known as the 'Baseline Feeder.'" A true and correct copy of this agreement is attached hereto as Exhibit "A" and incorporated herein by reference.
- B. On December 11, 1989, Valley District and Rialto entered into an agreement entitled "Contract Between the San Bernardino Valley Municipal Water District and the City of Rialto for a Water Supply from Facilities to be Constructed Known as the 'Baseline Feeder.'" A true and correct copy of this agreement is attached hereto as Exhibit "B" and incorporated herein by reference.
- C. On January 18, 1990, Valley District and RHWC entered into an agreement entitled "Contract Between the San Bernardino Valley Municipal Water District and Riverside Highland Water Company for a Water Supply from Facilities to be Constructed Known as the 'Baseline Feeder.'" A true and correct copy of this agreement is attached hereto as Exhibit "C" and incorporated herein by reference.
- D. In October 1990, Rialto, Valley District and West Valley entered into an agreement entitled "Agreement Among the San Bernardino Valley Municipal Water District, the City of Rialto and the West San Bernardino County Water District for the Construction, Operation, and Maintenance of Phase 3 and 4 of the Baseline Feeder." A true and correct copy of this agreement is attached hereto as Exhibit "D" and incorporated herein by reference.
- E. The Parties constructed the Baseline Feeder Pipeline and appurtenant other facilities (the "**Baseline Feeder**") and have operated the Baseline Feeder for approximately the past twenty years for the benefit of their respective ratepayers.

- F. In recent years, however, it has become clear to the Parties that the Baseline Feeder needs substantial additional investment in order to continue to provide a reliable source of municipal supplies for Rialto, West Valley and potentially RHWC. As a result, the Parties are constructing the Baseline Feeder Well Replacement and Improvement Project (the "**Project**"), which consists of two replacement wells, a reservoir tank, a booster station, the rehabilitation and re-equipping of the Perris Street Well, and other needed appurtenances in order for Valley District to continue conveying water from the San Bernardino Basin Area (the "**SBBA**") to users within the respective service areas of Rialto and West Valley, and potentially RHWC. More detailed specifications for the Project are shown in Exhibit "E". The combination of the Baseline Feeder and the Project is referred to in this Restated Agreement as the "**New Baseline Feeder**."
- G. Valley District has issued bonds to facilitate the design and construction of the Project. A copy of Valley District's filing with the Internal Revenue Service documenting the issuance of bonds is attached as Exhibit "F".
- H. The Parties are entering into this Restated Agreement to accomplish several objectives. First, Rialto, RHWC and West Valley seek to obtain an assurance from Valley District that the water supplies required by their respective retail customers will be available to them, on the terms and conditions specified in this Restated Agreement. Second, Rialto, RHWC and West Valley seek to obtain an assurance from Valley District that Valley District will construct, operate and maintain the New Baseline Feeder on the terms and conditions specified in this Restated Agreement. Third, Valley District seeks to obtain assurances from Rialto, RHWC and West Valley that they will pay for the cost of constructing, operating and maintaining the New Baseline Feeder, which includes paying the costs of operating, maintaining, improving and repairing the Baseline Feeder and destroying the 9th Street Well, as specified in this Restated Agreement. Fourth, all Parties wish to enter into an agreement that, to the extent feasible, avoids future disagreements over the operation and ownership of the New Baseline Feeder.
- I. The Parties wish to memorialize their agreements by entering into this Restated Agreement.

Agreements

The Parties agree as follows:

1. Term of Agreement.

- a. *Initial Term.* This Restated Agreement shall extend for a term of thirty (30) years, or until the debt incurred by Valley District in financing the Project is paid in full, including any interest or other charges, whichever occurs later ("Initial Term").
- b. *Extensions*. This Agreement shall renew automatically for successive terms of ten (10) years unless all of the Parties agree to terminate this Restated Agreement at least one hundred twenty (120) days prior to the end of the then current term. Notwithstanding anything to the contrary contained herein, the Parties may agree, at any time after the Initial Term, to: (i) terminate this Restated Agreement and divide the New Baseline Feeder among the Parties in proportion to each Party's share of the capital costs of those facilities, or (ii) terminate this Restated Agreement and transfer all remaining responsibilities and obligations under this Restated Agreement to a joint exercise of powers authority formed under the provisions of Government Code sections 6500 *et seq.* Notwithstanding a termination of this Restated Agreement and/or the termination of the Assignment Agreement referenced in paragraph 2.c.ii. below, Valley District shall have the continuing obligation to deliver water to the other Parties as provided in this Restated Agreement on the terms and conditions set forth herein.

2. Construction, Operation and Maintenance of the Project

- a. Lease by West Valley. The Parties acknowledge that West Valley holds title in fee simple to the land on which the two replacement wells and other associated appurtenances are being constructed. As a condition precedent to this Restated Agreement becoming effective, Valley District has entered into a lease with West Valley by which West Valley leases the land in question to Valley District, or its successors or assignees, for a period that is identical to the term of this Restated Agreement. An executed copy of the lease agreement between West Valley and Valley District is attached hereto as Exhibit "G".
- b. *Construction.* Valley District shall construct the Project in a timely manner in accordance with the plans and specifications attached hereto as Exhibit "E". The Parties anticipate that the Project shall be completed by June 30, 2012. Valley District shall provide monthly updates on changes to the plans, specifications, and schedules. If, at any time during the construction, Valley District projects that the total changes for construction of the Project will exceed the contracted amount by 5% or more, Valley District shall obtain the prior consent of the Parties. Valley District shall not be liable for any delays or additional costs in constructing the

Project, save for the negligence, intentional acts and willful misconduct of Valley District and its employees, agents and contractors.

- c. *Operation and Maintenance*. Upon completion of the Project, Valley District shall be solely responsible for the operation and maintenance of the Project.
 - i. Absent an assignment pursuant to subparagraph ii below, Valley District shall operate and maintain the Project so that all water delivered to the other Parties complies with public health standards established by the State of California for domestic use.
 - ii. Valley District may assign its responsibility to operate and maintain the Project to any public agency certified by the California Department of Public Health or its successor to provide domestic water supplies. As of the effective date of this Agreement, Valley District intends to assign its responsibility under this subparagraph 2.c.ii to West Valley, but nothing in this Agreement shall be construed to limit Valley District's discretion to assign its responsibilities under this subparagraph 2.c.ii to an agency other than West Valley or not to assign its responsibilities to any other agency.
 - (1) Any such assignment shall be in writing and shall oblige the assignee to operate the Project so as to meet the delivery schedules established by means of this Restated Agreement.
 - (2) Any such assignment shall be made pursuant to the form assignment and assumption agreement attached hereto as Exhibit "H", and specifically, shall provide that the assignee shall, to the extent permitted by California law, indemnify, defend and hold Valley District harmless, for the operation and maintenance of the Project.
 - (3) Any such assignment shall not become effective until it is approved in writing by the Parties to this Restated Agreement. The assignment shall provide that the assignee may not assign its obligations to a third party without the prior written consent of the Parties to this Restated Agreement.
 - (4) The Parties hereby pre-approve Valley District's assignment of its responsibilities to operate and maintain the Project to West Valley by means of an assignment and assumption agreement substantially in the form attached hereto as Exhibit "H".

- (5) In the event that any Party believes that West Valley has failed to perform its obligations under the assignment referred to in the immediately preceding subparagraphs, that Party may invoke the dispute resolution provisions of paragraph 10(b) to request Valley District to revoke the assignment or take such other action as may be appropriate.
- d. Ownership of Project Facilities. Valley District shall own, in fee simple, all facilities constructed as part of the Project until the each of the other Parties completes payment of the capital cost of those facilities. Upon a Party's making complete payment of its share of the capital costs (and interest thereupon) of the Project facilities to Valley District, the Party may request that Valley District transfer the Party's proportional ownership of Project facilities to the Party and Valley District shall transfer such proportional ownership to the Party regardless of whether other Parties have completed making their respective capital payments.
- e. *Costs.* All Parties agree that the construction, operation and maintenance of the Project will occur at no cost to Valley District. Valley District shall finance the construction of the Project but shall be entitled to recover all of its costs (including, but not limited to, financing costs, experts and attorneys' fees, and direct expenditures) from the other Parties as specified in this Restated Agreement, save for costs directly caused by the negligence, intentional acts and willful misconduct of Valley District and its employees, agents and contractors.

3. Deliveries of Water

Valley District shall deliver water to the other Parties from the Project and the other Parties shall take delivery of such water on the terms and conditions specified in this Restated Agreement.

a. System Capacity. The Parties understand and acknowledge that the current allowed maximum delivery from the Project is 7,500 acre-feet/year pursuant to the "Agreement to Develop and Adopt an Institutional Controls Groundwater Management Program" as amended. Valley District will use reasonable efforts to meet the other Parties' delivery requests on a real-time basis. However, the Parties also understand and acknowledge that deliveries may be reduced at any time due to drought, equipment failure, or other causes. Valley District shall not be liable for any reductions in deliveries, save for reductions in deliveries directly caused by the negligence, intentional acts and willful misconduct of Valley District and its employees, agents and contractors.

- b. *Maximum Delivery Quantities*. RHWC understands and acknowledges that water it may obtain under the provisions of this Agreement is a stand-by source and that RHWC does not anticipate taking deliveries on a regular basis. Notwithstanding the prior sentence, RHWC shall be entitled to obtain a maximum delivery of 900 acre-feet/year, West Valley shall be entitled to obtain a maximum delivery of 2/3 of the remaining available water, or 4,400 acre-feet if RHWC takes delivery of 900 acre-feet, up to 5,000 acre-feet if RHWC takes no delivery; and Rialto shall be entitled to obtain a maximum delivery of 1/3 of the remaining available water, or 2,200 acre-feet if RHWC takes delivery of 900 acre-feet if RHWC takes no delivery.
- c. *Maximum Delivery Flow Rates for RHWC*. The maximum delivery flow rate for RHWC is limited to 1,000 gallons per minute.
- d. Limits on Deliveries Outside the Boundaries of Valley District.
 - i. *Rialto and West Valley*. Rialto and West Valley agree that all water delivered to them through the New Baseline Feeder shall be used within the boundaries of Valley District. Rialto and West Valley further agree that neither water delivered through the New Baseline Feeder nor any other water available to Rialto or West Valley that may be surplus to its needs as a result of the supply available from the New Baseline Feeder, shall be delivered or exchanged in any way for use outside the boundaries of Valley District.
 - ii. RHWC. RHWC agrees that all water delivered to RHWC pursuant to the terms of this Restated Agreement shall be deemed to be an "extraction" by RHWC from the SBBA under the terms of the so-called "Western Judgment" (Western Municipal Water District et al. v. East San Bernardino County Water District et al., Riverside County Superior Court Case No. 78426). Any deliveries of water to RHWC shall be consistent with the Western Judgment and nothing in this Restated Agreement shall be construed to modify the provisions of the Western Judgment in any way. If there is any inconsistency between the provisions of the Western Judgment shall control.
- e. *Delivery Schedule.* The Parties shall meet each December during the term of this Restated Agreement, or such other time as may be mutually agreed upon, to schedule their respective anticipated monthly demands for the following calendar year.

- i. Valley District shall prepare a monthly report detailing deliveries to the Parties during the previous month and the calendar year-to-date. Valley District shall email this report to the other Parties no later than 15 days after the receipt of delivery data for the prior month from the other Parties.
- ii. West Valley or Rialto may take deliveries greater than their respective annual allocations, *provided however*, that the other Parties receiving deliveries from the Project in that year agree to reduce their respective allocated quantities by an equivalent quantity, and *provided further* that under no circumstances shall the total deliveries in a calendar year from the Project exceed 7,500 acre-feet.
- iii. In the event that RHWC determines, after the annual delivery schedule has been established, that it requires additional water (but not in excess of the 900 afy), then Valley District shall give priority to deliveries to RHWC over deliveries to West Valley or Rialto. Any reductions in deliveries to West Valley or Rialto shall be in proportion to their respective remaining deliveries during that year.
- iv. Any modification to the annual delivery schedule agreed upon at the December meeting must be provided to Valley District at least one month prior to the month in which there is a change to the previously approved delivery schedule, save in the case of drought, disruption of State Water Project supplies, or emergency, during which each of the other Parties will provide as much notice to Valley District as is possible under the circumstances.
- v. Notwithstanding actual deliveries under the terms of this Restated Agreement, RHWC, Rialto and West Valley shall at all times be subject to the payment terms set forth in paragraph 4 below.
- f. *Water Supplies from the City of San Bernardino*. Valley District, acting on behalf of the other Parties to this Restated Agreement, will attempt to negotiate a contract with City of San Bernardino Municipal Water Department ("**SBMWD**") for a long-term contract for delivery of water from the SBMWD's Encanto Booster Station in the event of emergency or as additional supplemental water supply to the Project. Nothing in the preceding sentence shall require Valley District to successfully negotiate an agreement with SBMWD. The Parties understand and acknowledge that such an agreement may result in a standby/availability charge from SBMWD that would be passed through to Parties receiving water from SBMWD.

- g. *Emergency Water Supplies*. Nothing in this Restated Agreement shall be construed to prevent any Party from securing emergency or supplemental water supplies from any other water purveyor, *provided that* such emergency or supplemental water supplies may only be used within the available capacity of the New Baseline Feeder.
- h. *System Hydraulics.* Valley District, in cooperation with the other Parties to this Restated Agreement, will evaluate the New Baseline Feeder system hydraulics needed to allow the other Parties to be able to receive the water deliveries contemplated by this Restated Agreement and, not later than December 31, 2013, construct any improvements needed for such deliveries to occur.
 - i. The cost of evaluating the New Baseline Feeder hydraulics, determining potential improvements that would allow the Parties to receive the water deliveries contemplated in this Restated Agreement, and implementing such improvements shall be treated as capital costs for the Project.
 - ii. Valley District estimated the cost of such improvements at \$500,000 and shared that estimate with the other Parties to this Agreement. All Parties believe that the estimate is reasonable but recognize that the actual cost of such improvements may be greater or less than the estimate, depending upon a number of factors.
 - iii. Valley District has financed such costs through the issuance of bonds and shall be reimbursed for such capital expenditures as provided in paragraph 4 below, provided that if Valley District anticipates that the cost of these improvements will exceed \$550,000, Valley District shall promptly consult with the other Parties to this Agreement and shall obtain their consent before proceeding further.
- i. *Temporary Interruptions of Deliveries.* Valley District may temporarily discontinue or reduce the delivery of water to the Parties for the purposes of necessary investigation, inspection, maintenance, repair, or replacement of any facilities necessary for the delivery of water to each Party. Valley District shall provide each Party with advance notice of such interruptions as far in advance as possible, except in cases of emergency, in which case advance notice need not be given. Whenever possible, Valley District shall performed scheduled maintenance, repair, or replacement of any facilities that may cause temporarily discontinue or reduce the delivery of water to the Parties between November and April and shall attempt to provide the Parties with 60-90 days' advance notice of such maintenance, repair or replacement. The interruption of service, however, shall not excuse nonpayment of amounts owed to Valley District under paragraph 4 below.

4. *Payments*

- a. *Capital Payments by RHWC*. RHWC shall pay Valley District the following amounts:
 - i. An annual minimum stand-by payment of \$12,000, payable in equal monthly installments, to defray the capital costs of the Project.
 - ii. If RHWC decides to request water delivered through the Project, RHWC will pay its proportionate share of the capital costs of the Project, with a minimum annual payment of \$12,000.
- b. *Capital Payments by Rialto and West Valley*. Rialto and West Valley shall pay Valley District the following amounts:
 - i. After subtracting RHWC's annual capital payment, as defined in paragraph 4.a. above, from the total annual capital repayment due to Valley District, West Valley shall pay Valley District 2/3 of the remaining total annual capital repayment and Rialto shall pay Valley District 1/3 of the remaining total annual capital repayment in monthly installments. These payments are to be made regardless of the quantity of water delivered to Rialto or West Valley, notwithstanding droughts, equipment failure, or any other conditions.
 - ii. If conditions or deliveries change during the course of a calendar year, Valley District shall calculate the over/undercharge and Rialto and/or West Valley shall pay those over/undercharges during the following calendar year, without interest. Sample procedures for these calculations are shown in Exhibit "I" and an example of the capital payment schedule is shown in Exhibit "J".
- c. *Additional Payment by Rialto*. Rialto shall make a monthly payment to Valley District as consideration for Valley District's amortizing the outstanding balance for past Baseline Feeder charges. The annual charge is shown in Exhibit "J".
- d. *Payment for State Water Project Water Recharge*. RHWC, Rialto and West Valley shall each make a monthly payment to Valley District for Valley District to recharge State Water Project Water in the Sweetwater, Devil Canyon, Badger, and Waterman basins. Each Party's payment shall be equal to the product of: (i) 25%, (ii) the quantity of water in acre-feet delivered to the Party during the preceding calendar year, and (iii) the unit cost of recharge water in acre-feet as determined by Valley District as part of its Cooperative Recharge Program or any successor program. The current unit cost of recharge water is \$118/af. Each

Party shall pay, on a monthly basis, its share of costs for the State Water Project Water Recharge.

- e. *Payments to Defray Operation and Maintenance Costs.* Each Party shall pay, on a monthly basis, its share of the costs incurred by Valley District to operate and maintain the Project. Such costs include, but are not limited to, actual pumping, maintenance and replacement costs, plus actual treatment costs, if any, including any treatment costs associated with the removal of contaminants to levels that comply with health-based standards issued by the California Department of Public Health and/or other state or federal regulatory agencies.
 - i. Valley District shall, not later than each November 1, tabulate its total costs for operating and maintaining the Project during the then-current calendar year (projected for a 12-month period) and provide its estimate of costs for the then-current and subsequent calendar years to the other Parties. Valley District may include in such tabulation of costs, but is not limited to, experts and attorneys' fees, and direct expenditures. Valley District may not charge a premium or general/administrative fee for operating or maintaining the Project.
 - ii. Each Party's share of the costs of operating and maintaining the Project shall be the product of: (i) unit water cost for the year, which is the total operation and maintenance costs incurred by Valley District divided by the amount of water delivered, and (ii) the quantity of water delivered to the Party.
 - iii. Initially, the Parties estimate that the unit cost of water will be \$90/acrefoot.
 - iv. Valley District will adjust unit costs based on the actual operation, maintenance and State Water Project Water recharge costs for each calendar year. Valley District will invoice RHWC, Rialto and West Valley for any over/undercharges by spreading those charges over the next 12 monthly bills as a "true up." An example of a "true up" calculation is shown as Exhibit "I".
 - v. If, at any time during a calendar year, Valley District projects that the total annual cost for operation and maintenance of the Project during the year will exceed the budgeted amount by 10% or more, the Parties shall promptly meet to determine whether to: (i) increase the budget, (ii) modify the expense line items to keep actual expenses within 10% of the budgeted amount, or (iii) take any other action(s) that may be appropriate under the circumstances. All Parties must consent to any action taken under this subparagraph v.

- f. *Payments Obligatory*. Each Party shall make all payments required by this Restated Agreement as they become due, notwithstanding any individual default by its customers or users, any dispute over charges, or any change in water deliveries, capital costs, operation and maintenance costs or otherwise.
- 5. Provisions Applying to the Ninth Street Well and the Baseline Feeder
 - a. *Ownership of Capacity.* The Parties agree to the following ownership of capacity by percentages for each phase of the Baseline Feeder, shown on Exhibit "K", and the 9th St. Well, which are based on the proportionate share of capital costs paid by each Party.

Agency	9 th St Well & Surge Chamber	BLF Wasteline	BLF Phase I	BLF Phase II	BLF Phase III	BLF Phase IV
Valley District	18.5%	18.5%	18.5%	18.5%	33.3%	33.3%
West Valley	48%	48%	48%	48%	33.3%	33.3%
Rialto RHWC	24% 9.5%	24% 9.5%	24% 9.5%	24% 9.5%	33.3% 0%	33.3% 0%

- b. *Relation to Prior Agreement*. Valley District, West Valley and Rialto agree that this Restated Agreement supplements the "Agreement among the San Bernardino Valley Municipal Water District, the City of Rialto, and West San Bernardino County Water District for the Construction, Operation, and Maintenance of Phase 3 and 4 of the Baseline Feeder" executed in October 1990. To the extent that the terms of this Restated Agreement are inconsistent with the terms of the aforementioned agreement, the terms of this Restated Agreement shall control.
- c. *Responsibility for Works.* Valley District shall be responsible for the operation, maintenance, improvements, and repairs of the 9th St Well Site (including the surge chamber) and the Baseline Feeder Phase I, II, and wasteline pipeline. West Valley shall be responsible for the operation, maintenance, improvements, and repairs of the Baseline Feeder Phase III and IV pipeline.
- d. *Destruction of the Ninth Street Well.* The 9th St. Well equipment became inoperable in August 2005 due to deteriorated well casing and has been destroyed. The Parties agree to allocate the costs of well destruction in accordance with the proportionate share of ownership for the well as shown in the table above.

- e. *Annual Budget.* Valley District and West Valley shall annually prepare a budget for the operation, maintenance, improvements and repairs of the works for which they are responsible, as described in paragraph 5.c. above during the subsequent calendar year and shall present that budget to the other Parties for review and approval no later than each December 1.
 - i. The budget will estimate the work required during the subsequent year, but Valley District and West Valley, in their respective reasonable discretion, may adjust the work to be performed as be required by good engineering practice.
 - ii. The budget shall allocate the costs of the work to be performed in proportion to the Parties' ownership shares of the various facilities as shown in the table above.
 - iii. If, at any time during a calendar year, Valley District or West Valley project that the total annual cost for operation and maintenance during the year will exceed the budgeted amount by 10% or more, the Parties shall promptly meet to determine whether to: (i) increase the budget, (ii) modify the expense line items to keep actual expenses within 10% of the budgeted amount, or (iii) take any other action(s) that may be appropriate under the circumstances. All Parties must consent to any action taken under this subparagraph iii.
 - iv. At the conclusion of each calendar year, Valley District and West Valley shall retain and credit for the next year any payments in excess of a Party's share of the actual work performed or invoice a Party for its underpayment for actual work performed.
 - v. All Parties shall pay all invoices issued by Valley District or West Valley within 30 days of receipt.
 - f. Advance Notice of Work. Any planned work to operate, maintain, improve or repair these facilities shall be coordinated with all Parties as far in advance as reasonably feasible, except in cases of emergency, in which case advance notice need not be given. Whenever possible, Valley District and West Valley shall performed scheduled maintenance, repair, or replacement of any facilities that may cause temporarily discontinue or reduce the delivery of water to the Parties between November and April and shall attempt to provide the Parties with 60-90 days' advance notice of such maintenance, repair or replacement. Valley District and West Valley may, in their sole discretion, perform required work with their own forces, may contract for such work with other Parties or other public agencies, or may contract for such work with licensed contractors. The

interruption of service, however, shall not excuse nonpayment of amounts owed to either Valley District or West Valley.

6. Use of Another Party's Capacity. Each Party may use capacity owned by another Party, provided: (i) such capacity is not being used by the Party owning the capacity, (ii) there is a written agreement between the Parties involved for the use of such capacity, (iii) the Party using another Party's capacity agrees to pay the full cost (capital and operations and maintenance) associated with that capacity, and (iv) the agreement is also approved by the other Parties to this Restated Agreement. A Party may also lease its unused capacity to a non-Party on the terms described in the immediately preceding sentence, provided however that all Parties shall have a right of first refusal to lease such unused capacity.

7. Additional Facilities.

- a. *Good Faith Negotiations.* The Parties recognize that, from time to time, one or more Parties may decide to construct additional facilities, pipeline, wells, and/or booster stations that increase the capacity of the New Baseline Feeder, improve its performance, provide additional flexibility, or otherwise serve the public interest. The Parties agree to negotiate, in good faith, the terms under which additional capacity, terms of operation, and costs and operating criteria for these new facilities are to be provided. The Parties agree, however, that the costs of any new facilities needed to meet increased demand (including but not limited to planning, design, permitting and construction and operation and maintenance) shall be allocated among the Parties proportionally based on the allocation of the additional production.
- b. Consistency with ICGMP Agreement. If the Parties determine that it is necessary to expand the New Baseline Feeder in order to meet increased demands in the future, the Parties agree to work collaboratively in accordance with the "Agreement to Develop and Adopt an Institutional Controls Groundwater Management Program" as amended, to obtain any necessary approvals from local, state or federal regulatory agencies.
- 8. *Additional Parties.* The Parties recognize that public agencies that do not currently receive water deliveries from the Baseline Feeder or that will not receive water in the future from the New Baseline Feeder may wish to become Parties to this Restated Agreement. The Parties agree that such non-Parties may become Parties, with the consent of all of the then-current Parties, on the following terms and conditions:
 - a. Any new Party must pay a proportional share of the capital cost of the facility(ies) that are needed to deliver water to the new Party, including payment for capital costs incurred by the Parties prior to the date on which the new Party enters into this Restated Agreement.

- b. The current Parties to this Restated Agreement must agree that there is unused capacity available for the new Party and/or one or more Parties must agree to assign all or a portion of their current capacity to the new Party.
- c. Prior to any such assignment, each current Party shall have a right of first refusal to purchase such unused or potentially assignable capacity from the other Party on the same terms and conditions as the other Party offered the capacity to the new Party.
- 9. Indemnification
 - a. Indemnification by Valley District. Valley District shall indemnify, defend and hold harmless RHWC, Rialto and West Valley, their directors, officers, employees and agents from and against all damages, liabilities, claims, actions, demands, costs and expenses (including, but not limited to, costs of investigations, lawsuits and any other proceedings whether in law or in equity, settlement costs, attorneys' fees and costs), and penalties or violations of any kind, which arise out of, result from, or are related to Valley District's performance of its obligations under this Restated Agreement.
 - b. Indemnification by RHWC, Rialto and West Valley. RHWC, Rialto and West Valley shall each indemnify, defend and hold harmless Valley District, its directors, officers, employees and agents from and against all damages, liabilities, claims, actions, demands, costs and expenses (including, but not limited to, costs of investigations, lawsuits and any other proceedings whether in law or in equity, settlement costs, attorneys' fees and costs), and penalties or violations of any kind, which arise out of, result from, or are related to the performance of RHWC, Rialto and/or West Valley's respective obligations under this Restated Agreement.
 - c. Indemnification Procedures. Any Party that is an indemnified party (the "Indemnified Party") that has a claim for indemnification against the other Party (the "Indemnifying Party") under this Restated Agreement, shall promptly notify the Indemnifying Party in writing, provided, however, that no delay on the part of the Indemnified Party in notifying the Indemnifying Party shall relieve the Indemnifying Party from any obligation unless (and then solely to the extent) the Indemnifying Party is prejudiced. Further, the Indemnified Party shall promptly notify the Indemnifying Party of the existence of any claim, demand, or other matter to which the indemnification obligations would apply, and shall give the Indemnifying Party a reasonable opportunity to defend the same at its own expense and with counsel of its own selection, provided that the Indemnified Party shall at all times also have the right to fully participate in the disputed matter at its own expense. If the Indemnifying Party, within a reasonable time after notice from the Indemnified Party, fails to defend a claim, demand or other

matter to which the indemnification obligations would apply, the Indemnified Party shall have the right, but not the obligation, to undertake the defense of, and to compromise or settle (exercising reasonable business judgment), the claim or other matter, on behalf, or for the account, and at the risk, of the Indemnifying Party. If the claim is one that cannot by its nature be defended solely by the Indemnifying Party, then the Indemnified Party shall make available all information and assistance to the Indemnifying Party that the Indemnifying Party may reasonably request.

10. Administration of Restated Agreement

- a. *Books and Records.* Each Party shall have access to and the right to examine any of the other Party's pertinent books, documents, papers or other records (including, without limitation, records contained on electronic media) relating to the performance of that Party's obligations pursuant to this Restated Agreement. Specifically, RHWC, Rialto and West Valley shall have access to all the accounting records and meter readings taken by Valley District or its contracted operator upon reasonable advance notice to Valley District.
 - i. *Retention of Records; Preservation of Privilege.* Each Party retain all such books, documents, papers or other records to facilitate such review in accordance with that Party's record retention policy. Access to each Party's books and records shall be during normal business hours only. Nothing in this paragraph shall be construed to operate as a waiver of any applicable privileges.
 - ii. Annual Approval of Project Accounting. No later than each March 1, the Parties shall review and approve the accounting records for project expenditures in the prior year. To facilitate such review and approval, Valley District and West Valley shall provide accounting records for the prior calendar year to the other Parties no later than January 31 of each year.
 - iii. *Outside Auditors.* Any Party may, at any time and at its sole cost, hire an auditor to examine the accounting for work performed pursuant to this Restated Agreement. The Parties may also agree to retain an independent auditor to review the accounting for work performed pursuant to this Restated Agreement. The costs of such an auditor will be shared proportionally among the Parties based on their respective percentages of the capital cost for the year(s) for which records are examined.
 - b. *Disputes.* The Parties recognize that there may be disputes regarding the obligations of the Parties or the interpretation of this Restated Agreement. The Parties agree that they may attempt to resolve disputes as follows:

- i. Statement Describing Alleged Violation or Interruption of Restated Agreement. A Party or Parties alleging a violation or interruption of this Restated Agreement (the "Initiating Party(ies)") shall provide a written statement describing all facts that it believes constitute a violation or interruption of this Restated Agreement to the Party(ies) alleged to have violated or interrupted the terms of this Restated Agreement (the "Responding Party(ies)").
- ii. Response to Statement of Alleged Violation or Interruption. The Responding Party(ies) shall have sixty days from the date of the written statement to prepare a written response to the allegation of a violation or interruption of this Restated Agreement and serve that response on the Initiating Party(ies) or to cure the alleged violation or interruption to the reasonable satisfaction of the Initiating Party(ies). The Initiating Party(ies) and the Responding Party(ies) shall then meet within thirty days of the date of the response to attempt to resolve the dispute amicably.
- iii. Mediation of Dispute. If the Initiating Party(ies) and the Responding Party(ies) cannot resolve the dispute within ninety days of the date of the written response, they shall engage a mediator, experienced in water-related disputes, to attempt to resolve the dispute. Each Party shall ensure that it is represented at the mediation by a Director or Councilperson. These representatives of the Initiating Party(ies) and the Responding Party(ies) may consult with staff and/or technical consultants during the mediation and such staff and/or technical consultants may be present during the mediation. The costs of the mediator shall be divided evenly between the Initiating Party(ies) and the Responding Party(ies).
- iv. *Prior to Claims Under California Tort Claims Act.* The Parties agree that the procedure described in this paragraph 10.b. represents an effort to resolve disputes without the need for a formal claim under the California Tort Claims Act or other applicable law. The period of time for the presentation of a claim by one Party against another shall be tolled for the period from the date on which the Initiating Party(ies) file a written statement until the date upon which the mediator renders a decision.
- v. *Reservation of Rights.* Nothing in this paragraph 10.b. shall require a Party to comply with a decision of the mediator and, after the completion of the mediation process described above, each Party shall retain and may exercise at any time all legal and equitable rights and remedies it may have to enforce the terms of this Restated Agreement; provided, that prior to commencing litigation, a Party shall provide at least five calendar days' written notice of its intent to sue to all Parties.

- 11. General Provisions.
 - a. *Authority*. Each signatory of this Restated Agreement represents that s/he is authorized to execute this Restated Agreement on behalf of the Party for which s/he signs. Each Party represents that it has legal authority to enter into this Restated Agreement and to perform all obligations under this Restated Agreement.
 - b. *Amendment*. This Restated Agreement may be amended or modified only by a written instrument executed by each of the Parties to this Restated Agreement.
 - c. *Jurisdiction and Venue*. This Restated Agreement shall be governed by and construed in accordance with the laws of the State of California, except for its conflicts of law rules. Any suit, action, or proceeding brought under the scope of this Restated Agreement shall be brought and maintained to the extent allowed by law in the County of San Bernardino, California.
 - d. *Headings*. The paragraph headings used in this Restated Agreement are intended for convenience only and shall not be used in interpreting this Restated Agreement or in determining any of the rights or obligations of the Parties to this Restated Agreement.
 - e. *Construction and Interpretation*. This Restated Agreement has been arrived at through negotiations and each Party has had a full and fair opportunity to revise the terms of this Restated Agreement. As a result, the normal rule of construction that any ambiguities are to be resolved against the drafting Party shall not apply in the construction or interpretation of this Restated Agreement.
 - f. *Entire Agreement*. This Restated Agreement constitutes the entire agreement of the Parties with respect to the subject matter of this Restated Agreement and, save as expressly provided in this Restated Agreement, supersedes any prior oral or written agreement, understanding, or representation relating to the subject matter of this Restated Agreement.
 - g. *Partial Invalidity*. If, after the date of execution of this Restated Agreement, any provision of this Restated Agreement is held to be illegal, invalid, or unenforceable under present or future laws effective during the term of this Restated Agreement, such provision shall be fully severable. However, in lieu thereof, there shall be added a provision as similar in terms to such illegal, invalid or unenforceable provision as may be possible and be legal, valid and enforceable.
 - h. Successors and Assigns. This Restated Agreement shall be binding on and inure to the benefit of the successors and assigns of the respective Parties to this Restated Agreement. Save as described in paragraph 2 above, no Party may

assign its interests in or obligations under this Restated Agreement without the written consent of the other Parties, which consent shall not be unreasonably withheld or delayed.

- i. *Waivers*. Waiver of any breach or default hereunder shall not constitute a continuing waiver or a waiver of any subsequent breach either of the same or of another provision of this Restated Agreement and forbearance to enforce one or more of the rights or remedies provided in this Restated Agreement shall not be deemed to be a waiver of that right or remedy.
- j. *Attorneys' Fees and Costs*. The prevailing Party in any litigation or other action to enforce or interpret this Restated Agreement shall be entitled to reasonable attorneys' fees, expert witnesses' fees, costs of suit, and other and necessary disbursements in addition to any other relief deemed appropriate by a court of competent jurisdiction.
- k. *Necessary Actions*. Each Party agrees to execute and deliver additional documents and instruments and to take any additional actions as may be reasonably required to carry out the purposes of this Restated Agreement.
- 1. *Compliance with Law.* In performing their respective obligations under this Restated Agreement, the Parties shall comply with and conform to all applicable laws, rules, regulations and ordinances.
- m. *Third Party Beneficiaries*. This Restated Agreement shall not create any right or interest in any non-Party or in any member of the public as a third party beneficiary.
- n. *Counterparts*. This Restated Agreement may be executed in one or more counterparts, each of which shall be deemed to be an original, but all of which together shall constitute but one and the same instrument.
- o. *Notices*. All notices, requests, demands or other communications required or permitted under this Restated Agreement shall be in writing unless provided otherwise in this Restated Agreement and shall be deemed to have been duly given and received on: (i) the date of service if served personally or served by facsimile transmission on the Party to whom notice is to be given at the address(es) provided below, (ii) on the first day after mailing, if mailed by Federal Express, U.S. Express Mail, or other similar overnight courier service, postage prepaid, and addressed as provided below, or (iii) on the third day after mailing if mailed to the Party to whom notice is to be given by first class mail, registered or certified, postage prepaid, addressed as follows:

City Manager City of Rialto 150 S. Palm Ave. Rialto, CA 92376 (909) 820-2525 (telephone) (909) 873-2921 (facsimile)

RIVERSIDE HIGHLAND WATER COMPANY

General Manager Riverside Highland Water Company 12374 Michigan Street Grand Terrace, CA 92313-5602 (909) 825-4128 (telephone) (909) 825-1715 (facsimile)

SAN BERNARDINO VALLEY MUNICIPAL WATER DISTRICT

General Manager San Bernardino Valley Municipal Water District 380 East Vanderbilt Way San Bernardino, CA 92408-2725 (909) 387-9200 (telephone) (909) 387-9247 (facsimile)

WEST VALLEY WATER DISTRICT

General Manager West Valley Water District 855 W. Base Line Rd. Rialto, CA 92377 (909) 875-1804 (telephone) (909) 875-1849 (facsimile)

---- Signatures on the following page -----

Grace Varga Mayor

Attest:

City Clerk

Approved as to forma Jimmy Gutierrez City Attorney

RIVERSIDE HIGHLAND WATER COMPANY

William McKeever, President Board of Directors

SAN BERNARDINO VALLEY MUNICIPAL WATER DISTRICT

C. Patrick Milligan President, Board of Directors

WEST VALLEY WATER DISTRICT

Attest:

Earl Tillman, Jr., President Board of Directors

Peggy Asche Secretary of the Board of Directors

Grace Vargas Mayor

Attest:

Approved as to form:

Barbara McGee City Clerk Jimmy Gutierrez City Attorney

RIVERSIDE HIGHLAND WATER COMPANY

William McKeever, President Board of Directors

SAN BERNARDINO VALLEY MUNICIPAL WATER DISTRICT

C. Patrick Milligan President, Board of Directors

WEST VALLEY WATER DISTRICT

Attest:

Earl Tillman, Jr., President Board of Directors Peggy Asche Secretary of the Board of Directors

Grace Vargas Mayor

Attest:

Approved as to form:

Barbara McGee City Clerk Jimmy Gutierrez City Attorney

RIVERSIDE HIGHLAND WATER COMPANY

William McKeever, President Board of Directors

SAN BERNARDING VALLEY MUNICIPAL WATER DISTRICT

C. Patrick Milligan President, Board of Directors

WEST VALLEY WATER DISTRICT

Attest:

Earl Tillman, Jr., President Board of Directors Peggy Asche Secretary of the Board of Directors

Grace Vargas Mayor

Attest:

Approved as to form:

Barbara McGee City Clerk Jimmy Gutierrez City Attorney

RIVERSIDE HIGHLAND WATER COMPANY

William McKeever, President Board of Directors

SAN BERNARDINO VALLEY MUNICIPAL WATER DISTRICT

C. Patrick Milligan President, Board of Directors

WEST VALLEY WATER DISTRICT

.

Harl Tillman, Jr., President

Attest:

Peggy Asche Secretary of the Board of Directors

EXHIBIT "A"

CONTRACT BETWEEN THE SAN BERNARDINO VALLEY MUNICIPAL WATER DISTRICT AND WEST SAN BERNARDINO COUNTY WATER DISTRICT FOR A WATER SUPPLY FROM FACILITIES TO BE CONSTRUCTED KNOWN AS THE "BASELINE FEEDER"

This agreement is made by and between the San Bernardino Valley Municipal Water District, a municipal water district organized and existing under the Municipal Water District Law of 1911, hereinafter "SBVMWD," and West San Bernardino County Water District, a county water district organized and existing under the County Water District Law, hereinafter "West District," on the date written at the end hereof.

RECITALS

The SBVMwD proposes to construct water facilities known the "Baseline Feeder" consisting of a pipeline and associated as facilities to convey water from the southern and central part of the San Bernardino Basin to users on the west side of the SBVMWD. is anticipated that the SBVMWD will finance the cost of such It facilities through arrangements with a lender or lenders. The parties desire to provide assurance through this agreement and related agreements that the additional water supply required by West District will be available to it, and that the cost of the facilities to be constructed pursuant to this agreement will be

amortized by the parties contracting for such supply.

NOW THEREFORE, IT IS AGREED as follows:

The SBVMWD shall construct the Baseline Feeder 1. for delivery of water into West District's facilities distribution system as shown on Plate 1. In performing such construction the wells shall be drilled and tested prior to construction of the other facilities. Upon completion of the facilities SBVMWD shall deliver water to West District's system in quantities as required to meet the delivery schedule of West District arranged pursuant to this agreement. Except as otherwise specifically agreed by SBVMWD, the facilities constructed by the SBVMWD shall be its property, and it shall be responsible for their operation, maintenance and replacement.

2. West District shall be entitled to delivery of water from the Baseline Feeder in the flow rates and amounts and upon the schedule attached hereto as Exhibit "A". During the period this agreement is in effect or any extension thereof. SBVMWD shall reserve capacity in the Baseline Feeder facilities to make such deliveries to West District. West District shall periodically submit a schedule of actual deliveries desired so that reasonable operation requirements for such deliveries may be met. The water delivered shall comply with public health standards for domestic use. Deliveries shall be made in accordance with the SBVMWD Rules and Regulations for the Sale and Delivery of Water as they may from time to time be in effect.

3. West District shall pay for its rights to the delivery of water provided herein in accordance with the schedule set forth on Exhibit "B" attached hereto. Failure or refusal to accept delivery of project water to which it is entitled shall in no way relieve it of its obligation to make payments to the SBVMWD as provided for herein. West District shall make such payments as they become due, notwithstanding any individual default by its customers or users, or any change in its requirements.

4. The water made available for delivery hereunder shall be delivered for use only within the boundaries of the SBVMWD, and West District agrees that neither such water nor any other water available to West District which may be surplus to its needs as a result of the supply available from the Baseline Feeder, shall be delivered or exchanged for use outside the SBVMWD.

5. This agreement shall be in effect for a period of 20 years commencing January 1, 1990 and ending December 31, 2009; provided that it shall not terminate until the debt incurred by the SBVMWD for the Baseline Feeder Facilities is paid in full. At any time during the last year (2009) if West District is not then in default under the terms herein. West District may extend this agreement for an additional 10 years by written notice given to SBVMWD. West District shall have options to extend this agreement for two additional 10 year periods, each to be exercisable during the last year to which this agreement has theretofore been extended, if West District is not then in

default.

This agreement shall be contingent upon the occurrence of all the following events on or before February 1, 1990.

a. Execution of sufficient purchase agreements with the City of Rialto and other users for the Baseline Feeder project to guarantee the SBVMWD that it will receive payments sufficient to cover the capital cost of the facilities.

b. Execution of an agreement with the City of San Bernardino providing for the right of way for the pipeline.

c. Execution of an agreement with the San Bernardino County Flood Control District providing for the Baseline Feeder to cross San Bernardino County Flood Control District property and facilities.

On or about said date, SBVMWD shall notify West District whether or not such contingencies have occurred. If such contingencies have not occurred, this agreement shall be of no further force and effect; if such contingencies have occurred the parties hereto shall proceed with the fulfillment of the terms hereof.

7. West District shall have access to all the accounting records and meter readings taken by SBVMWD upon reasonable notice to SBVMWD.

8. Neither this Agreement nor any duties or obligations hereunder shall be assigned by West District without the prior written consent of the SBVMWD, and any such assignment without the consent of the SBVMWD shall at its option be void. Subject to the foregoing, this agreement and all of its provisions shall apply to and bind the successors and assigns of the parties.

9. Each party to this Agreement agrees to execute and deliver all documents and perform all further acts that may be reasonably necessary to carry out the provisions of this Agreement.

10. This Agreement may be amended in writing by unanimous action of the Parties.

11. If a dispute arises as to the interpretation or implementation of any provision of this Agreement, the issue or issues in dispute or matter requiring action shall be submitted to binding arbitration. For such purposes, an arbitrator shall be selected by agreement of the Parties. The agreed-upon arbitrator shall proceed to arbitrate the matter in accordance with the provisions of Title 9, Part 3, of the California Code of Civil Procedure (Section 1280 et seq.).

12. In the event of legal action or arbitration to enforce or interpret this Agreement or any of its provisions, the prevailing Party shall be entitled, in addition to any other form of relief, to recover its reasonable attorney's fees and costs of suit.

The SBVMWD may temporarily discontinue or reduce 13. the delivery of water to the West District hereunder for the purposes of necessary investigation, inspection, maintenance, repair, or replacement of any facilities necessary for the delivery of water to West District. The SBVMWD shall notify West District as far in advance as possible of any such discontinuance or reduction, except in cases of emergency, in which case advance need not be given. possible notice As nearly as anv discontinuance or reduction in service shall be scheduled between No such temporary discontinuance or October 1 and May 1. reduction in deliveries shall excuse payment of the minimum monthly installment as set forth in Exhibit "B".

14. (a) Neither SBVMWD nor any of its officers, agents, or employees shall be liable for the control, carriage, handling, use, disposal, or distribution of Baseline Feeder project water supplied to West District after such water has been delivered into West District facilities; nor for claim of damage of any nature whatsoever, including but not limited to property damage, personal injury or death, arising out of or connected with the control, carriage, handling, use, disposal or distribution of such water beyond said point; and West District shall indemnify and hold harmless SBVMWD and its officers, agents, and employees from any such damages or claims of damages.

(b) Neither West District nor any of its officers, agents, or employees shall be liable for the control, carriage,

handling, use, disposal, or distribution of Baseline Feeder project water before such water has passed out of the facilities constructed and owned by SBVMWD; nor for claim of damage of any nature whatsoever, including but not limited to property damage, personal injury or death, arising out of or connected with the control, carriage, handling, use, disposal, or distribution of such water before it has passed beyond said point; and the SBVMWD shall indemnify and hold harmless West District and its officers, agents, and employees from any such damages or claims of damages.

15. It is recognized that from time to time additional facilities, pipelines, wells and/or booster stations may be constructed in addition to the Baseline Feeder facilities. West District and SBVMWD agree to negotiate in good faith additional capacity, terms of operation, and costs for these new facilities and to reach agreement upon the costs and operating criteria for these new facilities before changing the then current operating and payment provisions for the Baseline Feeder facilities as provided in this agreement.

16. West District and SBVMWD foresee the desirability of providing for potential future participation in the Baseline Feeder Facilities for agencies which do not currently need a supply of water therefrom. Any agreement made by SBVMWD reserving capacity for future use shall require payment of a proportionate share of the capital cost component of the pricing formula, including provisions for any prior capital costs.

17. Except as may be otherwise agreed by the parties

hereto, after West District has commenced making payments under this contract and until the debt incurred to finance the Baseline Feeder facilities has been paid off, any contract entered into by the SBVMWD with any other entity which entitles such entity to delivery of water from the Baseline Feeder facilities and reserves capacity in the Baseline Feeder facilities to make such deliveries shall require such entity to make payment at not less than the terms and rates specified in this contract, including provision for prior capital costs.

18. SBVMWD may, at its option, waive satisfaction of the contingencies specified in section 6. (

Dated: November 29, 1989

San Bernardino Valley Munidibal Water District by President

ATTEST: Secretary

Dated: December 7, 1989

Secretary

West San Bernardino County Water District

bv President

8

EXHIBIT "A"

Schedule of Deliveries Available

	Maximum Flow Rate
First Year	2,000 gpm
Subsequent Years	4,000 gpm

EXHIBIT "B"

Payment Schedule

Price per acre foot

Price per acre foot shall be determined as follows:

after 20th

<u>Fiscal</u> Year	Pricing formula
lst	\$80.00
2nd through 20th	The higher of (a) \$80.00; or (b) \$30.00 capital recovery charge (adjusted as provided below), plus actual pumping and maintenance cost, plus actual treatment cost, if any, as determined by the SBVMWD board.

As set by the SBVMWD board The first fiscal year shall commence the first day of the first month in which deliveries are made, or the first day of the sixth month prior to the first month in which SBVMWD has an obligation to make payments on principal or interest of debt incurred to construct the Baseline Feeder Facilities, whichever is earlier. The \$30 capital recovery charge shall be adjusted annually to reflect the actual capital payments for the Baseline Feeder facilities.

Minimum Annual Payment

The minimum annual payment shall be an amount computed at the above price per acre foot for 2,500 acre feet for the first year and for 5,000 acre feet for subsequent years.

Payment Schedule

The minimum annual payment shall be made in 12 equal monthly installments ("minimum monthly installment") due on the first day

of each month. Payment for quantities delivered in excess of the quantity covered by the minimum monthly installment shall be made by the 15th day of the following month, and may be deducted from the minimum monthly installment in any subsequent month in such fiscal year in which the minimum monthly installment exceeds a charge based on the price per acre foot, to the extent of such excess.

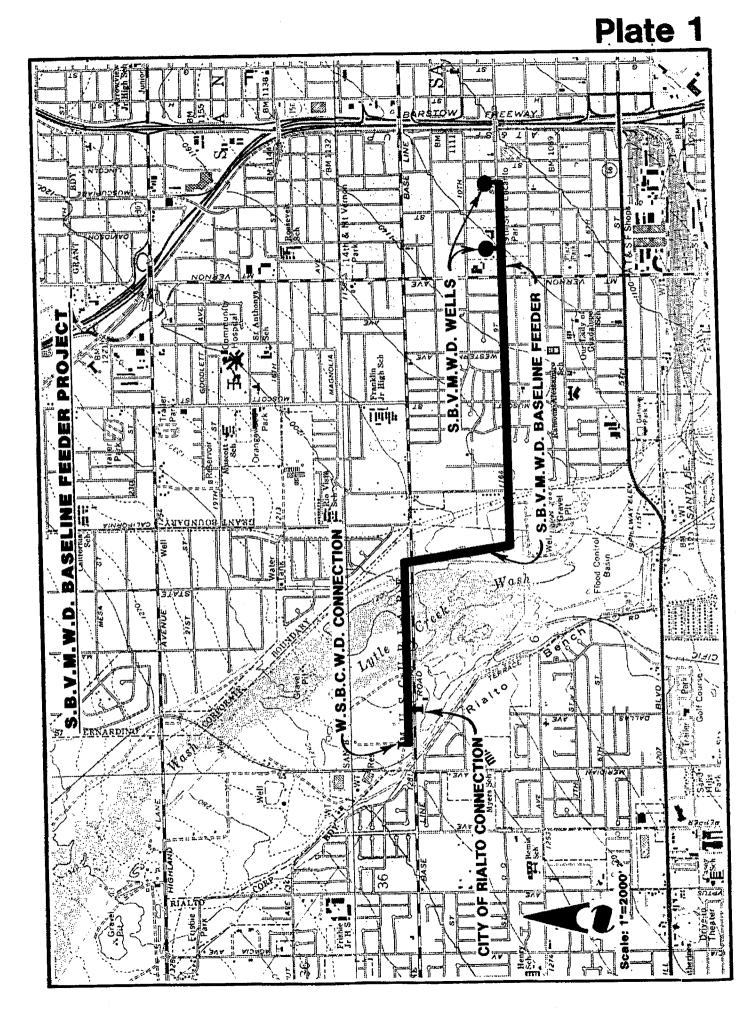


EXHIBIT "B"

CONTRACT BETWEEN THE SAN BERNARDINO VALLEY MUNICIPAL WATER DISTRICT AND CITY OF RIALTO FOR A WATER SUPPLY FROM FACILITIES TO BE CONSTRUCTED KNOWN AS THE "BASELINE FEEDER"

This agreement is made by and between the San Bernardino Valley Municipal Water District, a municipal water district organized and existing under the Municipal Water District Law of 1911, hereinafter "SBVMWD," and City of Rialto, hereinafter "Rialto," on the date written at the end hereof.

RECITALS

The SBVMWD proposes to construct water facilities known as the "Baseline Feeder" consisting of a pipeline and associated facilities to convey water from the southern and central part of the San Bernardino Basin to users on the west side of the SBVMWD. It is anticipated that the SBVMWD will finance the cost of such facilities through arrangements with a lender or lenders. The parties desire to provide assurance through this agreement and related agreements that the additional water supply required by Rialto will be available to it, and that the cost of the facilities to be constructed pursuant to this agreement will be amortized by the parties contracting for such supply.

NOW THEREFORE, IT IS AGREED as follows:

1. The SBVMWD shall construct the Baseline Feeder

facilities for delivery of water into Rialto's distribution system as shown on Plate 1. In performing such construction the wells shall be drilled and tested prior to construction of the other facilities. Upon completion of the facilities SBVMwD shall deliver water to Rialto's system in quantities as required to meet the delivery schedule of Rialto arranged pursuant to this agreement. Except as otherwise specifically agreed by SBVMwD, the facilities constructed by the SBVMwD shall be its property, and it shall be responsible for their operation, maintenance and replacement.

Rialto shall be entitled to delivery of water from 2. the Baseline Feeder in the flow rates and amounts and upon the schedule attached hereto as Exhibit "A". During the period thereof, SBVMWD this agreement is in effect or any extension shall reserve capacity in the Baseline Feeder facilities to make such deliveries to Rialto. Rialto shall periodically submit a schedule of actual deliveries desired so that reasonable operation requirements for such deliveries may be met. The water delivered shall comply with public health standards for domestic Deliveries shall be made in accordance with the SBVMWD use. Rules and Regulations for the Sale and Delivery of Water as they may from time to time be in effect.

3. Rialto shall pay for its rights to the delivery of water provided herein in accordance with the schedule set forth on Exhibit "B" attached hereto. Failure or refusal to accept delivery of project water to which it is entitled shall in no way

relieve it of its obligation to make payments to the SBVMWD as provided for herein. Rialto shall make such payments as they become due, notwithstanding any individual default by its customers or users, or any change in its requirements.

4. The water made available for delivery hereunder shall be delivered for use only within the boundaries of the SBVMWD, and Rialto agrees that neither such water nor any other water available to Rialto which may be surplus to its needs as a result of the supply available from the Baseline Feeder, shall be delivered or exchanged for use outside the SBVMWD.

5. This agreement shall be in effect for a period of 20 years commencing January 1, 1990 and ending December 31, 2009; provided that it shall not terminate until the debt incurred by the SBVMWD for the Baseline Feeder Facilities is paid in full. At any time during the last year (2009) if Rialto is not then in default under the terms herein, Rialto may extend this agreement for an additional 10 years by written notice given to SBVMWD. Rialto shall have options to extend this agreement for two additional 10 year periods, each to be exercisable during the last year to which this agreement has theretofore been extended, if Rialto is not then in default.

6. This agreement shall be contingent upon the occurrence of all the following events on or before February 1, 1990.

a. Execution of sufficient purchase agreements with the West San Bernardino County Water District and other users for the

Baseline Feeder project to guarantee the SBVMWD that it will receive payments sufficient to cover the capital cost of the facilities.

b. Execution of an agreement with the City of San Bernardino providing for the right of way for the pipeline.

c. Execution of an agreement with the San Bernardino County Flood Control District providing for the Baseline Feeder to cross San Bernardino County Flood Control District property and facilities.

On or about said date, SBVMWD shall notify Rialto whether or not such contingencies have occurred. If such contingencies have not occurred, this agreement shall be of no further force and effect; if such contingencies have occurred the parties hereto shall proceed with the fulfillment of the terms hereof.

7. Rialto shall have access to all the accounting records and meter readings taken by SBVMWD upon reasonable notice to SBVMWD.

8. Neither this Agreement nor any duties or obligations hereunder shall be assigned by Rialto without the prior written consent of the SBVMWD, and any such assignment without the consent of the SBVMWD shall at its option be void. Subject to the foregoing, this agreement and all of its provisions shall apply to and bind the successors and assigns of the parties.

9. Each party to this Agreement agrees to execute and deliver all documents and perform all further acts that may be reasonably necessary to carry out the provisions of this Agreement.

10. This Agreement may be amended in writing by unanimous action of the Parties.

11. If a dispute arises as to the interpretation or implementation of any provision of this Agreement, the issue or issues in dispute or matter requiring action shall be submitted to binding arbitration. For such purposes, an arbitrator shall be selected by agreement of the Parties. The agreed-upon arbitrator shall proceed to arbitrate the matter in accordance with the provisions of Title 9, Part 3, of the California Code of Civil Procedure (Section 1280 et seq.).

12. In the event of legal action or arbitration to enforce or interpret this Agreement or any of its provisions, the prevailing Party shall be entitled, in addition to any other form of relief, to recover its reasonable attorney's fees and costs of suit.

13. The SBVMWD may temporarily discontinue or reduce the delivery of water to the Rialto hereunder for the purposes of necessary investigation, inspection, maintenance, repair, or replacement of any facilities necessary for the delivery of water to Rialto. The SBVMWD shall notify Rialto as far in advance as

possible of any such discontinuance or reduction, except in cases of emergency, in which case advance notice need not be given. As nearly as possible any discontinuance or reduction in service shall be scheduled between October 1 and May 1. No such temporary discontinuance or reduction in deliveries shall excuse payment of the minimum monthly installment as set forth in Exhibit "B".

14. (a) Neither SEVMWD nor any of its officers, agents, or employees shall be liable for the control, carriage, handling, use, disposal, or distribution of Baseline Feeder project water supplied to Rialto after such water has been delivered into Rialto facilities; nor for claim of damage of any nature whatsoever, including but not limited to property damage, personal injury or death, arising out of or connected with the control, carriage, handling, use, disposal or distribution of such water beyond said point; and Rialto shall indemnify and hold harmless SBVMWD and its officers, agents, and employees from any such damages or claims of damages.

(b) Neither Rialto nor any of its officers, agents, or employees shall be liable for the control, carriage, handling, use, disposal, or distribution of Baseline Feeder project water before such water has passed out of the facilities constructed and owned by SBVMWD; nor for claim of damage of any nature whatsoever, including but not limited to property damage, personal injury or death, arising out of or connected with the control, carriage, handling, use, disposal, or distribution of

such water before it has passed beyond said point; and the SBVMWD shall indemnify and hold harmless Rialto and its officers, agents, and employees from any such damages or claims of damages.

15. It is recognized that from time to time additional facilities, pipelines, wells and/or booster stations may be constructed in addition to the Baseline Feeder facilities. Rialto and SBVMWD agree to negotiate in good faith additional capacity, terms of operation, and costs for these new facilities and to reach agreement upon the costs and operating criteria for these new facilities before changing the then current operating and payment provisions for the Baseline Feeder facilities as provided in this agreement.

16. Rialto and SBVMWD foresee the desirability of providing for potential future participation in the Baseline Feeder Facilities for agencies which do not currently need a supply of water therefrom. Any agreement made by SBVMWD reserving capacity for future use shall require payment of a proportionate share of the capital cost component of the pricing formula, including provisions for any prior capital costs.

17. Except as may be otherwise agreed by the parties hereto, after Rialto has commenced making payments under this contract and until the debt incurred to finance the Baseline Feeder facilities has been paid off, any contract entered into by the SBVMWD with any other entity which entitles such entity to delivery of water from the Baseline Feeder facilities and reserves capacity in the Baseline Feeder facilities to make such

deliveries shall require such entity to make payment at not less than the terms and rates specified in this contract, including provision for prior capital costs.

18. SBVMWD may, at its option, waive satisfaction of the contingencies specified in section 6.

Dated: November 29, 1989

Valley San Bernardino Municipal Water District bv President

ATTEST: Secrétary

Dated: December 11, 1989

City of Rialtho Mayor John Longville

ATTEST: City Clerk Diane Houng

Deputy

EXHIBIT "A"

Schedule of Deliveries Available

	Maximum Flow Rate
	2,000 gpm
Years	4,000 gpm

Subsequent Ye

First Year

EXHIBIT "B"

Payment Schedule

Price per acre foot

Price per acre foot shall be determined as follows:

<u>Fiscal Year</u>	Pricing formula
lst	\$80.00
2nd through 20th	The higher of (a) \$80.00; or (b) \$30.00 capital recovery charge (adjusted as provided below), plus actual pumping and maintenance cost, plus actual treatment cost, if any, as determined by the SBVMWD board.

after 20th As set by the SBVMWD board The first fiscal year shall commence the first day of the first month in which deliveries are made, or the first day of the sixth month prior to the first month in which SBVMWD has an obligation to make payments on principal or interest of debt incurred to construct the Baseline Feeder Facilities, whichever is earlier. The \$30 capital recovery charge shall be adjusted annually to reflect the actual capital payments for the Baseline Feeder facilities.

Minimum Annual Payment

The minimum annual payment shall be an amount computed at the above price per acre foot for 2,500 acre feet for the first year and for 2,500 acre feet for subsequent years.

Payment Schedule

The minimum annual payment shall be made in 12 equal monthly installments ("minimum monthly installment") due on the first day

of each month. Payment for quantities delivered in excess of the quantity covered by the minimum monthly installment shall be made by the 15th day of the following month, and may be deducted from the minimum monthly installment in any subsequent month in such fiscal year in which the minimum monthly installment exceeds a charge based on the price per acre foot, to the extent of such excess.

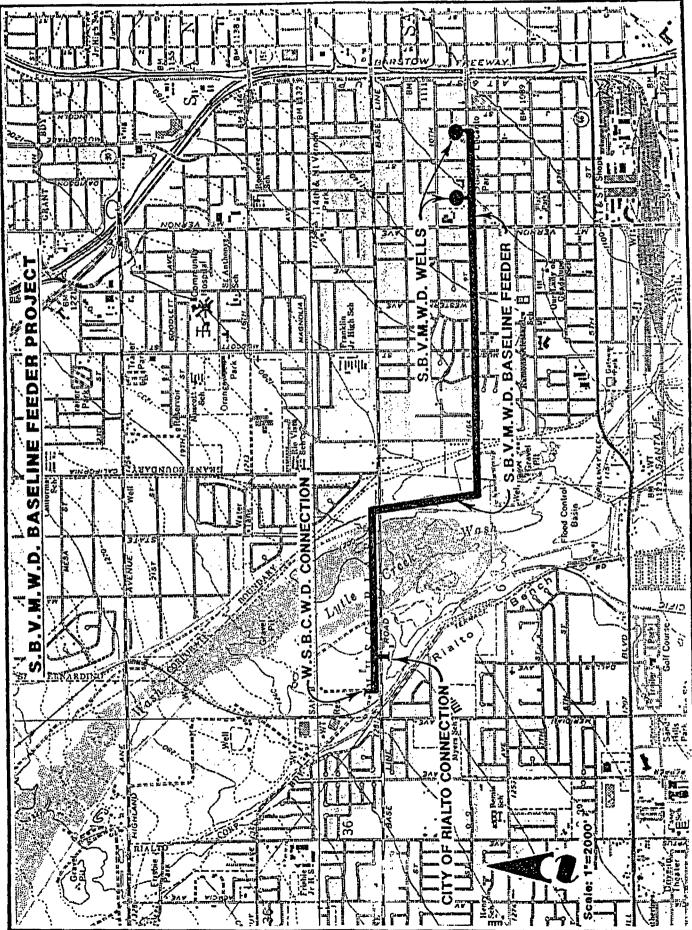


Plate 1

EXHIBIT "C"

CONTRACT BETWEEN THE SAN BERNARDINO VALLEY MUNICIPAL WATER DISTRICT AND RIVERSIDE HIGHLAND WATER COMPANY FOR A WATER SUPPLY FROM FACILITIES TO BE CONSTRUCTED KNOWN AS THE "BASELINE FEEDER"

This agreement is made by and between the San Bernardino Valley Municipal Water District, a municipal water district organized and existing under the Municipal Water District Law of 1911, hereinafter "SBVMWD," and Riverside Highland Water Company, a mutual water company organized and existing under the laws of the State of California, hereinafter "RHWC," on the date written at the end hereof.

RECITALS

The SBVMWD proposes to construct water facilities known as the "Baseline Feeder" consisting of a pipeline and associated facilities to convey water from the southern and central part of the San Bernardino Basin to users on the west side of the SBVMWD. It is anticipated that the SBVMWD will finance the cost of such facilities through arrangements with a lender or lenders. The parties desire to provide assurance through this agreement and related agreements that the additional water supply required by RHWC will be available to it, and that the cost of the facilities to be constructed pursuant to this agreement will be amortized by the parties contracting for such supply.

NOW THEREFORE, IT IS AGREED as follows:

1. The SBVMWD shall construct the Baseline Feeder

facilities for delivery of water into RHWC's distribution system shown on Plate 1. In performing such construction the wells as shall be drilled and tested prior to construction of the other Upon completion of the facilities SBVMWD shall facilities. deliver water to RHWC's system in quantities as required to meet delivery schedule of RHWC arranged pursuant to this the Except as otherwise specifically agreed by SBVMWD, agreement. the facilities constructed by the SBVMWD shall be its property, and it shall be responsible for their operation, maintenance and replacement.

RHWC shall be entitled to delivery of water from the 2. Baseline Feeder in the flow rates and amounts and upon the During the period schedule attached hereto as Exhibit "A". this agreement is in effect or any extension thereof, SBVMWD shall reserve capacity in the Baseline Feeder facilities to make such deliveries to RHWC. RHWC shall periodically submit a schedule of actual deliveries desired so that reasonable operation requirements for such deliveries may be met. The water delivered shall comply with public health standards for domestic Deliveries shall be made in accordance with the SBVMWD use. Rules and Regulations for the Sale and Delivery of Water as they may from time to time be in effect.

3. RHWC shall pay for its rights to the delivery of water provided herein in accordance with the schedule set forth on Exhibit "B" attached hereto. Failure or refusal to accept delivery of water to which it is entitled shall in no way

relieve it of its obligation to make payments to the SBVMWD as provided for herein. RHWC shall make such payments as they become due, notwithstanding any individual default by its customers or users, or any change in its requirements.

The water made available for delivery hereunder is 4. an extraction by RHWC under the definitions and provisions of the the case of entered in judgment stipulated Western Municipal Water District, et al., v. East San Bernardino County Water District, et al., Riverside Superior Court No. 78426 (hereinafter "Western Judgment.") RHWC is limited by the Western Judgment in the total extractions which it may make from the San Bernardino Basin Area; such limitation is currently 4,294 acre-feet per year. Further, RHWC is limited in the amount of water it can export from the San Bernardino Basin Area to areas outside SBVMWD; such limitation is currently 1,845 acre-feet per year. Nothing in this agreement alters those amounts.

Paragraph VI (b) 6 of the Western Judgment allows SBVMWD and Western Municipal Water District to make an agreement which would enable RHWC to exceed the 4,294 acre-feet per year limit provided that the excess water is imported or supplemental water supplied by SBVMWD. SBVMWD agrees to pursue making such an agreement with Western. RHWC agrees that water produced in excess of their Western Judgment rights pursuant to such an agreement between SBVMWD and Western is only for use within the SBVMWD and shall not be exported outside SBVMWD.

Nothing in this agreement shall be construed to restrict

RHWC from participating (or to authorize participation) in agreements or court proceedings to allow temporary additional extractions from the San Bernardino Basin Area under the Western Judgment for export outside the boundaries of the SBVMWD.

5. This agreement shall be in effect for a period of 20 years commencing January 1, 1990 and ending December 31, 2009; provided that it shall not terminate until the debt incurred by the SBVMWD for the Baseline Feeder Facilities is paid in full. At any time during the last year (2009) if RHWC is not then in default under the terms herein, RHWC may extend this agreement for an additional 10 years by written notice given to SBVMWD. RHWC shall have options to extend this agreement for two additional 10 year periods, each to be exercisable during the last year to which this agreement has theretofore been extended, if RHWC is not then in default.

This agreement shall be contingent upon the occurrence of all the following events on or before February 1, 1990.

a. Execution of sufficient purchase agreements with the West San Bernardino County Water District, the City of Rialto and other users for the Baseline Feeder project to guarantee the SBVMWD that it will receive payments sufficient to cover the capital cost of the facilities.

b. Execution of an agreement with the City of San Bernardino providing for the right of way for the pipeline.

c. Execution of an agreement with the San Bernardino County Flood Control District providing for the Baseline Feeder to cross San Bernardino County Flood Control District property and facilities.

On or about said date, SBVMWD shall notify RHWC whether or not such contingencies have occurred. If such contingencies have not occurred, this agreement shall be of no further force and effect; if such contingencies have occurred the parties hereto shall proceed with the fulfillment of the terms hereof.

7. RHWC shall have access to all the accounting records and meter readings taken by SBVMWD upon reasonable notice to SBVMWD.

8. Neither this Agreement nor any duties or obligations hereunder shall be assigned by RHWC without the prior written consent of the SBVMWD, which consent shall not be withheld without good cause, and any such assignment without the consent of the SBVMWD shall at its option be void. Subject to the foregoing, this agreement and all of its provisions shall apply to and bind the successors and assigns of the parties.

9. Each party to this Agreement agrees to execute and deliver all documents and perform all further acts that may be reasonably necessary to carry out the provisions of this Agreement.

10. (This paragraph not used so as to retain numbering consistent with other similar agreements.)

11. If a dispute arises as to the interpretation or implementation of any provision of this Agreement, the issue or issues in dispute or matter requiring action may be submitted to arbitration. For such purposes, an arbitrator shall be selected by agreement of the Parties. The agreed-upon arbitrator shall proceed to arbitrate the matter in accordance with the provisions of Title 9, Part 3, of the California Code of Civil Procedure (Section 1280 et seq.).

12. In the event of legal action or arbitration to enforce or interpret this Agreement or any of its provisions, the prevailing Party shall be entitled, in addition to any other form of relief, to recover its reasonable attorney's fees and costs of suit.

The SBVMWD may temporarily discontinue or reduce 13. the delivery of water to the RHWC hereunder for the purposes of necessary investigation, inspection, maintenance, repair, or replacement of any facilities necessary for the delivery of water The SBVMWD shall notify RHWC as far in advance as to RHWC. possible of any such discontinuance or reduction, except in cases of emergency, in which case advance notice need not be given. As nearly as possible any discontinuance or reduction in service shall be scheduled between October 1 and May 1. NO such temporary discontinuance or reduction in deliveries shall excuse payment of the minimum monthly installment as set forth in Exhibit "B".

14. (a) Neither SBVMWD nor any of its officers, agents,

or employees shall be liable for the control, carriage, handling, use, disposal, or distribution of Baseline Feeder project water supplied to RHWC after such water has been delivered into RHWC facilities; nor for claim of damage of any nature whatsoever, including but not limited to property damage, personal injury or death, arising out of or connected with the control, carriage, handling, use, disposal or distribution of such water beyond said point; and RHWC shall indemnify and hold harmless SBVMWD and its officers, agents, and employees from any such damages or claims of damages.

(b) Neither RHWC nor any of its officers, agents, or employees shall be liable for the control, carriage, handling, use, disposal, or distribution of Baseline Feeder project water before such water has passed out of the facilities constructed and owned by SBVMWD; nor for claim of damage of any nature whatsoever, including but not limited to property damage, personal injury or death, arising out of or connected with the control, carriage, handling, use, disposal, or distribution of such water before it has passed beyond said point; and the SBVMWD shall indemnify and hold harmless RHWC and its officers, agents, and employees from any such damages or claims of damages.

15. It is recognized that from time to time additional facilities, pipelines, wells and/or booster stations may be constructed in addition to the Baseline Feeder facilities. RHWC and SBVMWD agree to negotiate in good faith additional capacity, terms of operation, and costs for these new facilities and to

reach agreement upon the costs and operating criteria for these new facilities before changing the then current operating and payment provisions for the Baseline Feeder facilities as provided in this agreement.

16. (This paragraph not used so as to retain numbering consistent with other similar agreements).

17. Except as may be otherwise agreed by the parties hereto, after RHWC has commenced making payments under this contract and until the debt incurred to finance the Baseline Feeder facilities has been paid off, any contract entered into by the SBVMWD with any other entity which entitles such entity to delivery of water from the Baseline Feeder facilities and reserves capacity in the Baseline Feeder facilities to make such deliveries shall require such entity to make payment at not less than the terms and rates specified in this contract, including provision for prior capital costs.

18. SBVMWD may, at its option, waive satisfaction of the contingencies specified in section 6.

19. RHWC desires to implement this agreement upon only a stand-by basis at this time and does not expect to take any water deliveries at the time of initial operation. During such period prior to receipt of actual deliveries RHWC shall pay only the capital cost component as specified in Exhibit B. At such future time as actual deliveries are made to RHWC, RHWC will pay

the full price based on the procedures specified in Exhibit B.

ATTEST:

Dated: January 8, 1990

Villey rnardino San Б District Muni pal Water by sident

JANUAR 18, 1990 Dated: 😁

ATTES Secretary

RIVERSIDE HIGHLAND WATER COMPANY by President

EXHIBIT "A"

Schedule of Deliveries Available

	Maximum Flow Rate
First Year	1,000 gpm
Subsequent Years	1,000 gpm

EXHIBIT "B"

Payment Schedule

Price per acre foot

Price per acre foot shall be determined as follows:

<u>Fiscal Year</u>	Pricing formula
1st	\$30.00
2nd through 20th (until RHWC first takes delivery of water)	The higher of (a) \$30.00; or (b) \$30.00 capital recovery charge (adjusted as provided below).
2nd through 20th (after RHWC has taken its first water deliveries)	The higher of (a) \$30.00; or (b) \$30.00 capital recovery charge (adjusted as provided below), plus actual pumping and maintenance cost, plus actual treatment cost, if any, as determined by the SBVMWD board.

after 20th As set by the SBVMWD board

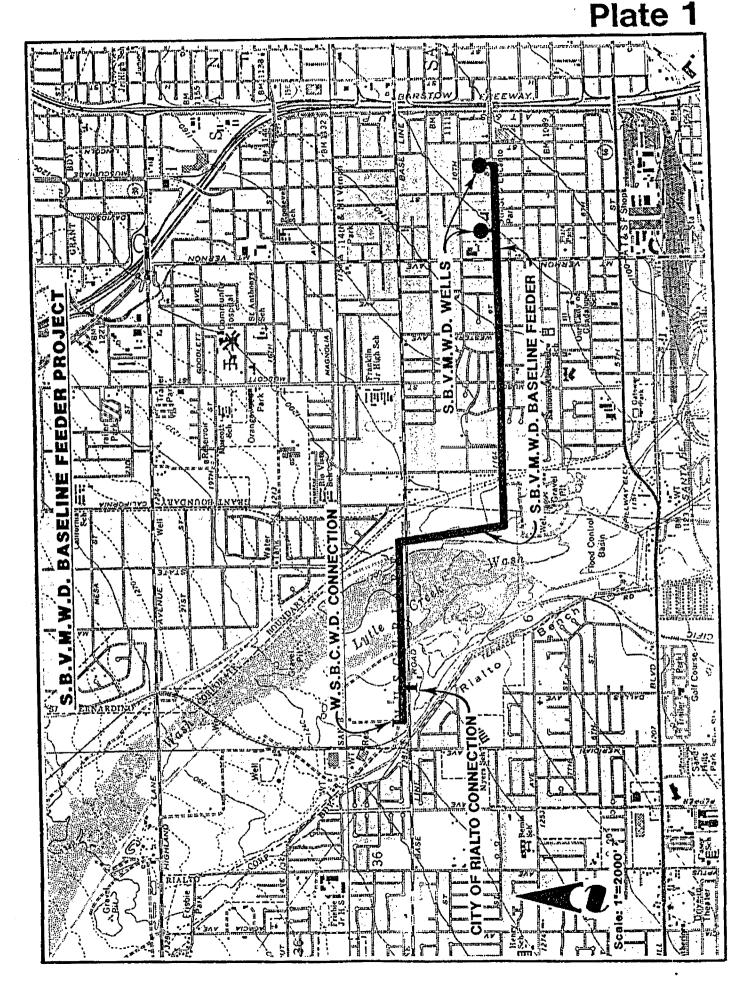
The first fiscal year shall commence the first day of the first month in which deliveries are made, or the first day of the sixth month prior to the first month in which SBVMWD has an obligation to make payments on principal or interest of debt incurred to construct the Baseline Feeder Facilities, whichever is earlier. The \$30 capital recovery charge shall be adjusted annually to reflect the actual capital payments for the Baseline Feeder facilities.

Minimum Annual Payment

The minimum annual payment shall be an amount computed at the above price per acre foot for 1,000 acre feet for the first year and for 1,000 acre feet for subsequent years.

Payment Schedule

The minimum annual payment shall be made in 12 equal monthly installments ("minimum monthly installment") due on the first day of each month. Payment for quantities delivered in excess of the quantity covered by the minimum monthly installment shall be made by the 15th day of the following month, and may be deducted from the minimum monthly installment in any subsequent month in such fiscal year in which the minimum monthly installment exceeds a charge based on the price per acre foot, to the extent of such excess.



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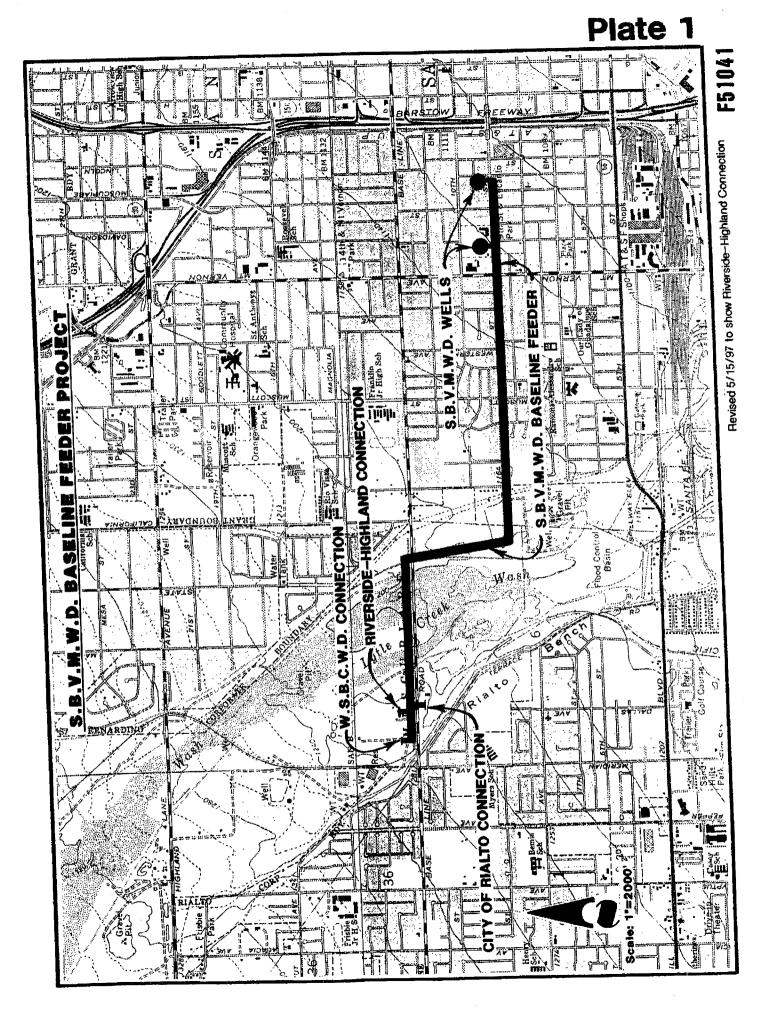


EXHIBIT "D"

AGREEMENT AMONG THE SAN BERNARDINO VALLEY MUNICIPAL WATER DISTRICT, THE CITY OF RIALTO AND THE WEST SAN BERNARDINO COUNTY WATER DISTRICT FOR THE CONSTRUCTION, OPERATION, AND MAINTENANCE OF PHASE 3 AND 4 OF THE BASELINE FEEDER

This Agreement is made by and among the SAN BERNARDINO VALLEY MUNICIPAL WATER DISTRICT, a Municipal Water District organized and existing under the Municipal Water District Law of 1911, hereinafter "SBVMWD". The CITY OF RIALTO, hereinafter "City", and the WEST SAN BERNARDINO COUNTY WATER DISTRICT, a County Water District organized and existing under the County Water District Law, hereinafter "District".

RECITALS

The SBVMWD has constructed, through agreement with various water purveyors, a project known as the Baseline Feeder 1 and 2 which terminates in the vicinity of the intersection of Base Line Road and Meredian Avenue, City of San Bernardino, California. It is to the mutual benefit of SBVMWD, City and District, hereinafter collectively called "Parties", that the Baseline Feeder be extended through construction of Phase 3 and 4 ("facilities" consisting of a pipeline and associated facilities as shown on Plate 1 attached hereto) to the District's Baseline reservoir in the vicinity of Base Line Road and Cactus Avenue, City of Rialto, California.

NOW, THEREFORE, it is agreed as follows:

1. District, acting as lead agency, shall construct the facilities. It shall be the responsibility of the District to acquire right-of-way and permits (if required), employ engineers, let contracts for the construction of the facilities, provide construction inspection and contract administration, and generally to be responsible for the design and construction of the facilities, provided that District shall consult with the other parties and give them reasonable opportunity to review plans, specifications, costs and procedures and to make comments in regard to all matters of concern to them. The constructed facilities shall be owned by

> SBVMWD LEGAL DOCUMENT 1526

District subject to the contractual right of each of the parties to the use of one-third of the capacity of the facilities.

2. All construction contracts and change orders shall be approved by each party prior to award or approval.

After receipt of bids, approval by all of the parties, 3.. and upon award of contract, the parties agree to deposit their proportionate share of construction costs plus estimated engineering and contingency fees, as shown in Exhibit "A", (i.e., one-third each) in a construction account known as the Baseline Feeder Any interest accruing from time to time on the funds in Account. the said account shall be credited to the said account and added to the principal thereof. From said Account, District shall make progressive construction, engineering and inspection payments on billings received and approved by the District to the contractor and engineer. If any additional funds are required to complete the project due to approved change orders or other factors affecting the project approved by the parties, the parties agree to deposit their proportionate share of the required additional funds in the Construction Account within thirty (30) days of request by District. Any funds remaining in the Construction Account upon completion of the project shall be proportionately refunded to the parties.

District and City have previously expended funds for the design of the facilities, which are itemized in Exhibit "A" attached hereto. These charges shall be divided equally among the Parties.

4. After completion of the project, District shall operate and maintain the facilities. All operation and maintenance costs shall be paid in proportion to the use of the facilities by the parties in accordance with a budget prepared by District and approved by all parties. Said budget shall be presented for approval by June 1st of each year and shall cover the period from July 1st of each year through June 30th of the following year. Said budget shall estimate the use of the facilities by each of the parties for the succeeding fiscal year based on information supplied

-2-

by the parties and shall be adjusted periodically during the year based upon actual use. At the end of the fiscal year District shall refund any excess charge and bill any party for any amount it has been under charged, based upon the actual use of the facilities by the parties. All charges shall be paid within ten (10) days of presentation of a bill from District.

5. Any party shall have the right to use another party's capacity in the facilities if such capacity is available and approved by all parties and subject to an agreement between the affected parties.

6. All water to be transported through the facilities shall comply with public health standards for domestic use.

7. Operation of the facilities shall be conducted in coordination with the operation by SBVMWD of the Baseline Feeder Phases 1 and 2 and in a manner to carry out the agreements of the parties that the Baseline Feeder shall be used as a base load for the Rialto and District water systems when requested by SBVMWD.

8. Each party to this Agreement agrees to execute and deliver all documents and perform all further acts that may be reasonably necessary to carry out the provisions of this Agreement.

9. This Agreement may be amended in writing by unanimous action of the Parties.

10. If a dispute arises as to the interpretation or implementation of any provision of this Agreement, the issue or issues in dispute or matter requiring action shall be submitted to binding arbitration. For such purposes, an arbitrator shall be selected by agreement of the Parties. This agreed-upon-arbitrator shall proceed to arbitrate the matter in accordance with the provisions of Title 9, Part 3, of the California Code of Civil Procedure (Section 1280, et seq.).

-3-

11. The water made available for delivery hereunder shall be delivered for use only within the boundaries of the SBVMWD, and/ or District boundaries as they exist as of the date of this contract, and each of the parties agrees that neither such water or any other water available to it which may be surplus to its needs as a result of the supply available from the facilities, shall be sold, delivered or exchanged for use outside the SBVMWD.

12. Neither this Agreement nor any duties or obligations hereunder shall be assigned by any party without the prior written consent of the other two parties, and any such assignment without the consent of the other two parties shall be void at the option of the party or parties having not consented in writing. Subject to the foregoing, this Agreement and all of its provisions shall apply to and bind the successors and assigns of the parties.

13. In the event of legal action or arbitration to enforce or interpret this Agreement or any of its provisions, the prevailing Party shall be entitled, in addition to any other form of relief, to recover its reasonable attorney's fees and costs of suit.

14. Neither SBVMWD nor Rialto nor any of their officers, agents, or employees shall be liable for the control, carriage, handling, use, disposal, or distribution of Baseline Feeder Phases 3 or 4 water supplied to District after such water has been delivered into the Phases 3 or 4 facilities; nor for claim of damage of any nature whatsoever, including but not limited to property damage, personal injury or death, arising out of or connected with the control, carriage, handling, use, disposal or distribution of such water beyond said point; and District shall indemnify and hold harmless SBVMWD, Rialto, and their officers, agents, and employees from any such damages or claims of damages.

Neither District nor any of its officers, agents, or employees shall be liable for the control, carriage, handling, use, disposal, or distribution of Baseline Feeder Phases 3 or 4 water after such water has passed out of the Phases 3 and 4 facilities

-4-

and into facilities of one of the other parties hereto or into facilities of others upon the directions of one of the other parties hereto; nor for claim of damage of any nature whatsoever, including but not limited to property damage, personal injury or death, arising out of or connected with the control, carriage, handling, use, disposal, or distribution of such water after it has passed beyond said point; and the party hereto to which or upon the direction of which such delivery is made shall indemnify and hold harmless District and its officers, agents and employees from any such damages or claims of damages.

Dated: October 19, 1990

San Bernardino Valley Municipal Water District

by Presidént

ATTEST: Secretary

OCT 1 6 1990 Dated:

ATTEST Joseph H. Sampson lerk

Dated: Oc7. 4, 1990

City of Rialto by Mayor John Longville

West San Bernardino County Water District

President

ATTES by Secretary

APPROVED AS TO FORM AND CONTENT

WSBCWD Legal

-5-

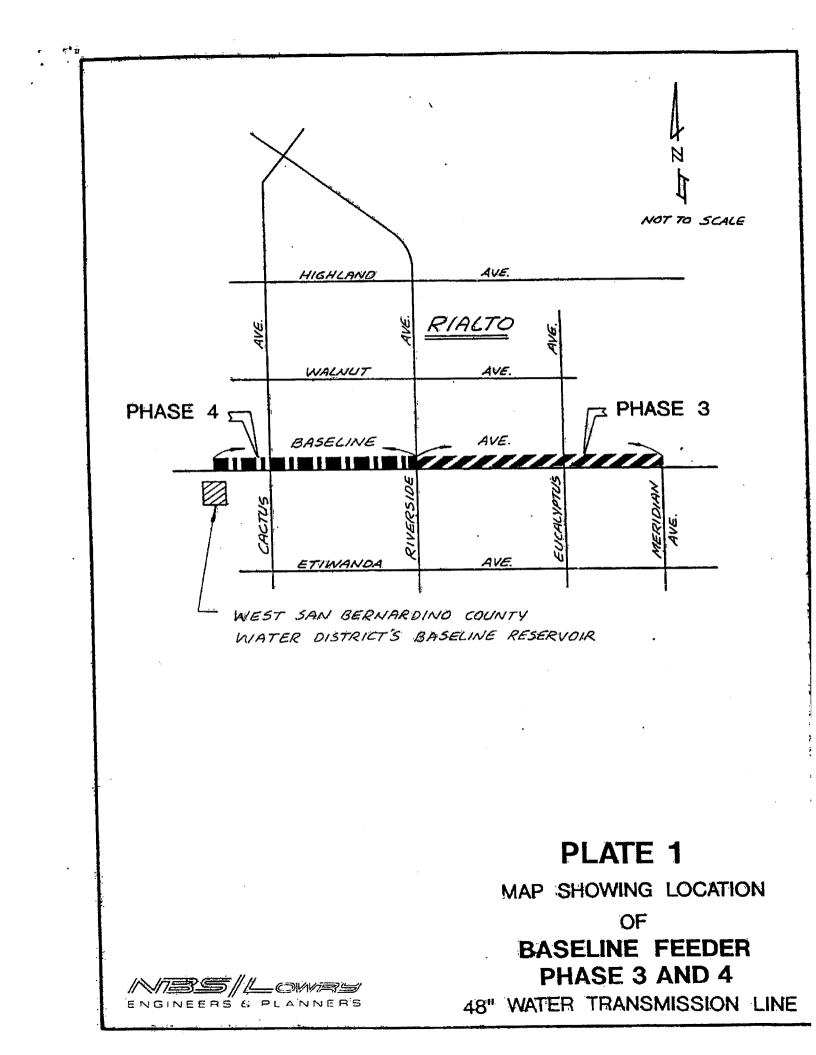


EXHIBIT "A"

EXPENDED FUNDS FOR ENGINEERING BY DISTRICT AND CITY THROUGH SEPTEMBER, 1990

DISTRICT - NBS/LOWRY	\$37,689.66
CITY - J.F. DAVIDSON, ASSOC.	\$61,960.00
TOTAL TO DATE	

CONSTRUCTION COST

KERSHAW CONSTRUCTION CO. (BID)

\$1,949,602.50

\$99,649.66

CONTINGENCIES (8%)

\$155,970.00

CONSTRUCTION PHASE ENGINEERING

INCLUDES OFFICE SUPERVISION DURING CONSTRUCTION, CONSTRUCTION STAKING INSPECTION & RECORD DRAWINGS ESTIMATED @ 6%

\$116,980.00

TOTAL ESTIMATED COST

\$2,322,202.16

EXHIBIT "E"

PROJECT DESCRIPTION FOR BASELINE FEEDER WELL REPLACEMENT AND IMPROVEMENT PROJECT

SAN BERNARDINO VALLEY MUNICIPAL WATER DISTRICT IN COOPERATION WITH WEST VALLEY WATER DISTRICT, CITY OF RIALTO, AND RIVERSIDE HIGHLAND WATER COMPANY

The Baseline Feeder Well Replacement and Improvement Project consists of construction of two (2) groundwater extraction wells and other appurtenant facilities at the site located at 1811 W. Ninth Street, San Bernardino and rehabilitation work and other wellhead improvements for the Perris Street Well site located at 1038 W. Ninth Street, San Bernardino. The detailed specifications and plans for the improvement work are documented in the San Bernardino Valley Municipal Water District Specifications 11-01 and are summarized below:

- 1. Work at the 9th Street Complex includes
 - a. Installation of two (2) groundwater extraction wells;
 - b. Equipping the wells with vertical turbine pumps;
 - c. Construction of a 350,000-gallon aboveground steel tank reservoir;
 - d. Construction of a booster station building with vertical can booster pumps;
 - e. Installation of bulk sodium hypochlorite disinfection systems;
 - f. Site work including yard piping, valving, energy dissipator, foundation preparation, and fencing;
 - g. Installation of miscellaneous electrical components, control panels, and telemetry;
 - h. Integration of the WVWD's existing supervisory control and data acquisition (SCADA) system;
 - i. 9th Street right-of-way improvements including connection to the existing Baseline Feeder; and
 - j. Start-up testing.
- 2. Work at the existing Perris Street well site includes
 - a. Well rehabilitation work including pre- and post- well video;
 - b. Well cleaning and redevelopment;
 - c. Pump test, wellhead structural and mechanical improvements;
 - d. Electrical equipment demolition and/or salvage and mechanical piping demolition;
 - e. Well equipping work including furnishing new pumping equipment;
 - f. Full noise enclosure with ventilation fan equipment, piping, valving;
 - g. Electrical, control panels, telemetry to incorporate the WVWD's existing SCADA system; and
 - h. Start-up testing.

SPECIFICATION NUMBER 11-01

For construction of

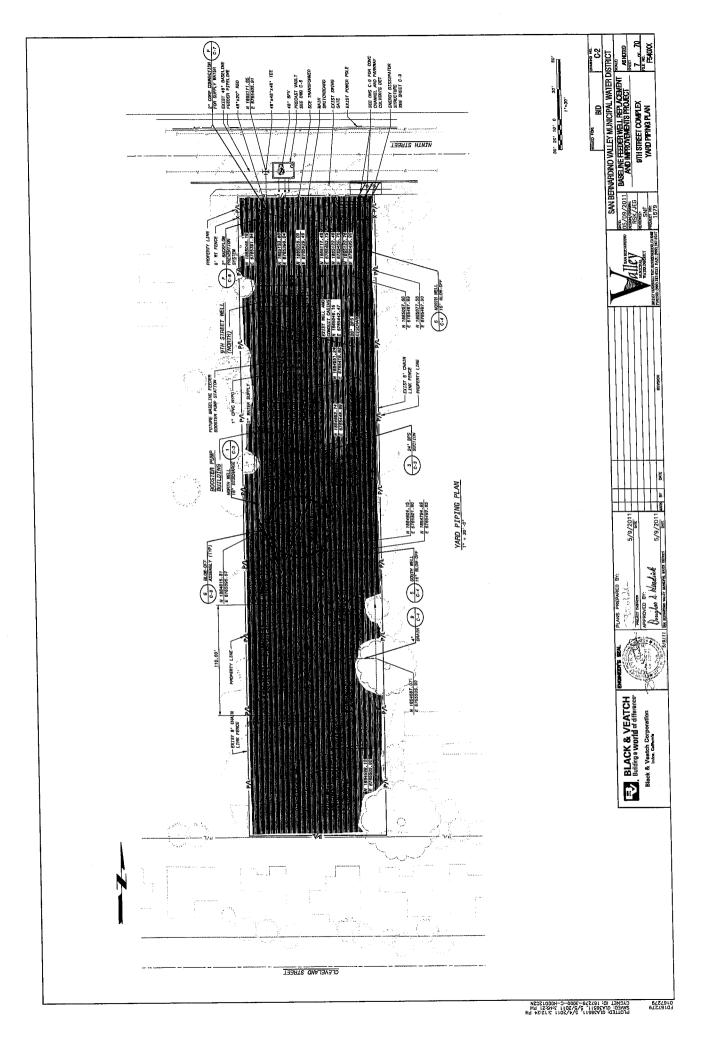
BASELINE FEEDER WELL REPLACEMENT AND IMPROVEMENT PROJECT



BID SET

SAN BERNARDINO VALLEY MUNICIPAL WATER DISTRICT May 2011

AND INVOLVENTIAL OF A LEGAL AND AND AND AND AND AND AND AND AND AND	MARK ALVAREZ GEORGE A. AGUILAR PAT MILLIGAN MARK BULOT STEVE COPELAN DOUGLAS HEADRICK Division I Division II Division III Division III Division IV Division V GENERAL MANAGER	Image: Note of the second o
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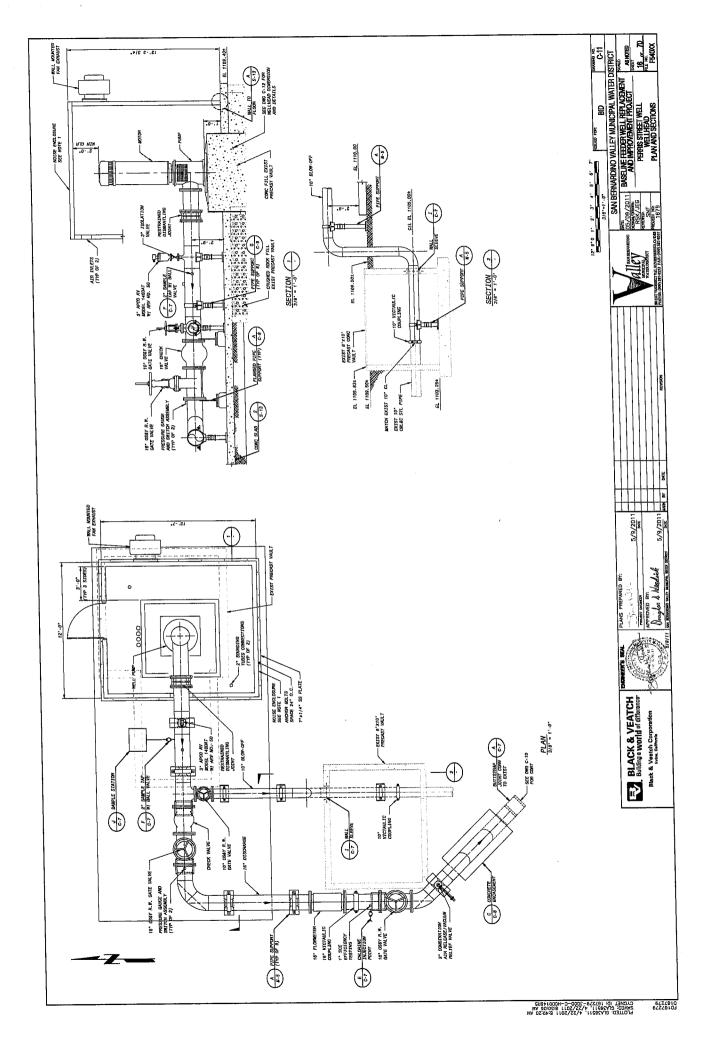


EXHIBIT "F"



Department of Treasury Internal Revenue Service Ogden UT 84201-0074

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Notice	CP152
Tax period	July 31, 2011
Notice date	September 5, 2011
Employer ID number	95-6005196
To contact us	Phone 1-877-829-5500
Page 1 of 1	

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SAN BERNARDINO VALLEY MUNICIPAL WAT ER DISTRICT 380 E VANDERBILT WAY SN BERNRDNO CA 92408-3593809

003461

Acknowledgment of your July 7, 2011 Form 8038-G We received your tax-exempt bond form

This notice serves as official acknowledgment that we rec more than acknowled

Tax-exempt bond information

this total serves as the good C. If you filed		
that we received your Form 8038-G. If you filed more than one form, you will receive a separate	Bond issuer	SAN BERNARDINO VALLEY MUNICIPAL WAT
acknowledgment for each one.	Name of issue	REVENUE CERTIFICATES OF PARTICIPATI
at movied gment for each one.	Address	380 E VANDERBILT WAY
		SN BERNRDNO CA 92408
	CUSIP number	796876AY6
	Issue date	July 7, 2011
	Issue price	\$8,719,804.00
	Maturity date	July 1, 2041
	IRS report number	324
	 If a tax practitioner or som a copy of this notice. (A co authorized with a Power-o 	eone else prepared your form, you may want to give them py was automatically sent to all representatives f-Attorney for this form.)
Additional information	1-800-TAX-FORM (1-800-	ut tax-exempt bonds, call TEGE Customer Account Services
	If you need assistance, pleas	e don't besitate to contact us.

If you need assistance, please don't hesitate to contact us.

EXHIBIT "G"

LEASE AGREEMENT

THIS LEASE AGREEMENT ("Agreement") is made this 1st day of May, 2012 ("Effective Date") for identification purposes only, by and between WEST VALLEY WATER DISTRICT, a public agency of the State of California ("West Valley") and SAN BERNARDINO VALLEY MUNICIPAL WATER DISTRICT, a public agency of the State of California ("Valley District").

RECITALS:

A. On or about May 1, 2012 Valley District, West Valley, the City of Rialto, a municipal corporation and Riverside Highland Water Company, a California corporation executed that certain Restated and Amended Agreement for the Construction, Operation and Maintenance of the New Baseline Feeder ("Restated Agreement"). All capitalized terms not otherwise defined herein shall have the meanings ascribed thereto in the Restated Agreement.

B. West Valley owns certain real property located in the County of San Bernardino, California and described and/or depicted on Exhibit "A" attached hereto and by this reference incorporated herein ("Premises").

C. The parties to the Restated Agreement contemplate constructing two (2) wells and associated appurtenances thereto on the Premises. In furtherance thereof, Section 5.2.a of the Restated Agreement contemplates Valley District leasing the Premises from West Valley for a period that is identical to the term of the Restated Agreement.

NOW, THEREFORE, IN CONSIDERATION OF THE MUTUAL PROMISES AND COVENANTS HEREIN, AND OTHER GOOD AND VALUABLE CONSIDERATION, THE RECEIPT AND SUFFICIENCY OF WHICH ARE HEREBY ACKNOWLEDGED, THE PARTIES AGREE AS FOLLOWS:

ARTICLE I

TERM

1.01 <u>Term</u>. This Agreement shall commence on the Effective Date ("Commencement Date") and end on the expiration or termination of the Restated Agreement.

<u>ARTICLE II</u>

PAYMENTS; TAXES; UTILITIES

2.01 Annual Payment.

(a) Valley District shall pay to West Valley an annual payment of One Dollar (\$1.00). The payment of the first year's rent shall be payable on the execution of this Agreement by Valley District. Rent thereafter, shall be paid in advance, annually, beginning one (1) year after the Commencement Date.

(b) The annual payment shall be increased on the second (2^{nd}) anniversary of the Commencement Date of this Agreement and on each successive anniversary thereafter by an amount equal to four percent (4%) over the annual rent in effect immediately preceding the increase.

2.02 <u>Taxes</u>. The parties hereby agree that Valley District shall pay all property taxes, assessments or other charges of every description levied on or assessed against the Premises, improvements, including Improvements (as defined below) located on the Premises by Valley District, personal property located on or in the Premises by Valley District, the leasehold estate, or any subleasehold estate, to the full extent of the installments falling due during the term; although neither West Valley nor Valley District believe that any taxes should be due since both are public agencies. All tax payments shall be made directly to the charging authority by Valley District before delinquency and before any fine, interest, or penalty shall become due or be imposed by operation of law for their nonpayment. If, however, the law expressly permits the payment of all or any of the above taxes in installments (whether or not interest accrues on the unpaid balance), Valley District may utilize the permitted installment method, but shall pay each installment with any interest before delinquency.

ARTICLE III

<u>USE</u>

3.01 <u>Purposes</u>. Valley District shall have the right to use the Premises during the term of this Agreement for the construction, operation, maintenance, repair and replacement of two (2) wells and appurtenances ("Improvements"). Valley District shall not use the Premises for any other purpose without the express written consent of West Valley.

3.02 <u>Permits/Compliance with Regulations</u>. Valley District shall, at its own cost and expense, apply for and obtain all necessary consents, approvals, zoning changes or variances, permits, authority, licenses, or entitlements, if any, from all appropriate governmental authorities to use the Premises for the purposes necessary to implement Section 3.01.

Valley District shall comply with and conform to all laws and all requirements and orders of any municipal, state, or federal board or authority, present and future, in any way relating to the use of the Premises by Valley District throughout the entire term of this Agreement.

3.03 <u>Building Restrictions</u>.

(a) Valley District and West Valley have agreed that Valley District may not construct any buildings or any other permanent or semi-permanent structures or improvements on the Premises except for the Improvements, during the term of the Agreement without the prior written consent of West Valley.

(b) Valley District shall pay or cause to be paid, the total cost and expense of all works of improvement, including the Improvements. Valley District shall not suffer or permit to be enforced against the Premises, or any part of it, any mechanic's, materialmen's, contractor's or subcontractor's lien arising from any work or improvement, or the Improvements, however it may arise.

3.04 <u>Condition of Premises</u>. The use of the Premises shall be granted to Valley District "as is" and with all faults. Valley District hereby covenants and agrees: (l) there are no representations or warranties of any kind whatsoever, expressed or implied, made by West Valley, except as set forth in this Agreement, including, without limitation, the land, land use controls, building restrictions, the purposes for which the Premises are suited, access to public roads or the availability of requisite governmental permits and/or approval; (2) Valley District is entering into the Agreement relying entirely on its own investigations of the Premises; and (3) Valley District further acknowledges that at the beginning of the term of this Agreement, it shall be aware of all regulations, other governmental requirements, site and physical conditions, and other matters affecting the use and condition of the Premises, and Valley District agrees to accept the use of the Premises in the condition that it is in at the start of the Agreement.

ARTICLE IV

MAINTENANCE; REPAIRS; ALTERATIONS; RECONSTRUCTION

4.01 <u>Maintenance of Premises</u>. Valley District shall, at Valley District's sole cost and expense, keep the Premises, including the Improvements located on the Premises in good order, repair and condition at all times during the term of this Agreement.

ARTICLE V

ASSIGNMENT AND SUBLETTING

5.01 <u>Assignment</u>. Valley District shall have no right to assign, sublet, encumber or otherwise transfer this Agreement, either voluntarily or by operation of law, in whole or in part, nor to otherwise permit use of the Premises by any party other than Valley District of all or any part of the Premises without the prior written consent of West Valley in each instance, which consent shall not be unreasonably withheld. Notwithstanding the foregoing, the parties understand, acknowledge and agree that Valley District may assign the right to operate, maintain, repair and replace the Improvements to West Valley, which assignment is hereby approved.

<u>ARTICLE VI</u>

INDEMNITY

6.03 <u>Indemnity</u>. To the extent permitted by California law, Valley District shall assume the defense of, indemnify and hold harmless West Valley from and against all liabilities, claims, losses, actions, demands, expenses and costs (including reasonable attorneys' fees) (collectively, "Costs") arising out of or in any way connected with the use of the Premises by Valley District and its agents, employees, contractors, subcontractors, representatives, lessees, successors, invitees and guests, save and except the foregoing indemnity shall not apply to the extent that any such Costs have been caused by the negligence, intentional acts or willful misconduct of West Valley, provided that West Valley shall be solely liable for any Costs arising, in whole or in part, prior to the effective date of this Lease.

ARTICLE VII

DEFAULT AND REMEDIES

7.01 <u>Default</u>. Valley District shall be deemed to be in default under the terms of this Agreement as follows:

(a) If Valley District shall fail to pay any installment of consideration payable pursuant to Section 2.01 or other sum within fifteen (15) days of the due date; or

(b) If Valley District shall fail to promptly perform or observe any covenant, condition or agreement to be performed by Valley District under this Agreement within thirty (30) days after written notice from West Valley.

(c) If Valley District shall abandon the Premises and such vacation or abandonment shall continue for thirty (30) days after written notice.

7.02 West Valley shall be deemed to be in default under the terms of this Agreement if any condition arises, during the term of this Agreement, the materially interferes with Valley District's authorized activities under this Agreement and West Valley does not cure said interference within 60 days of receiving written notice of such interference from Valley District.

7.03 <u>Remedies</u>. In the event of a default by either party, the other party, without further notice, shall have any remedy provided by law or equity.

ARTICLE VIII

GENERAL PROVISIONS

8.01. <u>Notices</u>. Any communication, notice or demand of any kind whatsoever which any party may be required or may desire to give to or serve upon the other shall be in writing and delivered by personal service (including express or courier service), by electronic communication, whether by e-mail, telex, telegram or telecopying (if confirmed in writing sent by registered or certified mail, postage prepaid, return receipt requested), or by registered or certified mail, postage prepaid, return receipt requested as follows:

Valley District:	San Bernardino Valley Municipal Water District
·	380 E. Vanderbilt Way
	San Bernardino, California 92408
	Attn: General Manager
	Telephone: (909) 387-9200
	Facsimile: (909) 387-9247
West Valley:	West Valley Water District
·	P O Box 920
	855 West Base Line
	Rialto CA 92377-0920

Attn: General Manager Telephone: 909-875-1804 Facsimile: 909-875-7284

Any party may change its address for notice by written notice given to the other in the manner provided in this Section. Any such communication, notice or demand shall be deemed to have been duly given or served on the date personally served, if by personal service, one (1) day after the date of confirmed dispatch if by electronic communication, or three (3) days after being placed in the U.S. mail, if mailed.

8.02 <u>Entire Agreement</u>. It is agreed and understood that this Agreement contains all agreements, promises and understandings between West Valley and Valley District, and no verbal or oral agreements, promises or understandings shall or will be binding upon either West Valley or Valley District, and any addition, variation or modification to this Agreement shall be void and ineffective unless made in writing and signed by the parties hereto.

8.03 <u>Successors</u>. Subject to the provisions of this Agreement on assignment and subletting, each and all of the covenants and conditions of this Agreement shall be binding on and shall inure to the benefit of the heirs, successors, executors, administrators, assigns, and personal representatives of the respective parties.

8.04 <u>Attorneys' Fees</u>. In the event that either party becomes involved in litigation arising out of this Agreement or the performance thereof, the Court in such litigation, or in a separate suit, shall award attorneys' fees and costs to the justly entitled party.

8.05 <u>Severability</u>. Should any part, clause, provision, or condition of this Agreement be held void, invalid, or inoperative, such invalidity shall not affect any other provision hereof, which shall be effective as though such invalid provisions had not been made.

8.06 <u>Further Assurances</u>. Either party, at any time upon reasonable request of the other, will at requesting party's cost and expense, execute, acknowledge and deliver all such additional documents and instruments and all such further assurances, and will do or cause to be done all further acts and things, in each case, as may be proper or reasonably necessary to carry out the purposes hereof.

8.07 <u>Governing Law</u>. This Agreement and performance hereof shall be governed, interpreted, construed and regulated by the laws of the State of California.

IN WITNESS WHEREOF, the parties have hereunto set their hands on the date first above written.

WEST VALLEY:

WEST VALLEY WATER DISTRICT, a public agency of the State of California

B Manager nloa/ Its:

VALLEY DISTRICT:

SAN BERNARDINO VALLEY MUNICIPAL WATER DISTRICT, a public agency of the State of California

By

Its: <u>Board President</u>

EXHIBIT "A"

TO

LEASE AGREEMENT

DESCRIPTION OF PREMISES

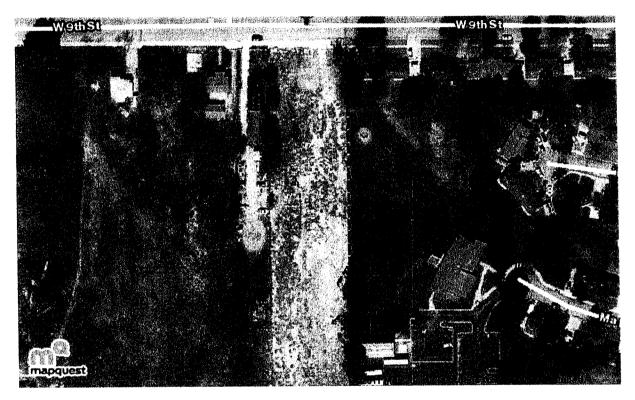
Tax Collector » Property Information For Parcel 0139-341-12-0000

AddressSitus AddressProtected IBilling AddressProtected IAs Of2/18/1999	Type of Property: UNKNOWN Legal Description Roll Value	Situs Address Protected per CA Govt. Code Sect. 6254.21 Tract Lot Block/Unit As of Billing Address Protected per CA Govt. Code Sect. 6254.21 Number Number Stock/Unit 30.00	18/1999 RSBE2ACLOT 19 BLK 22
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Percent Acquire Roll Document Recording Acquire Roll

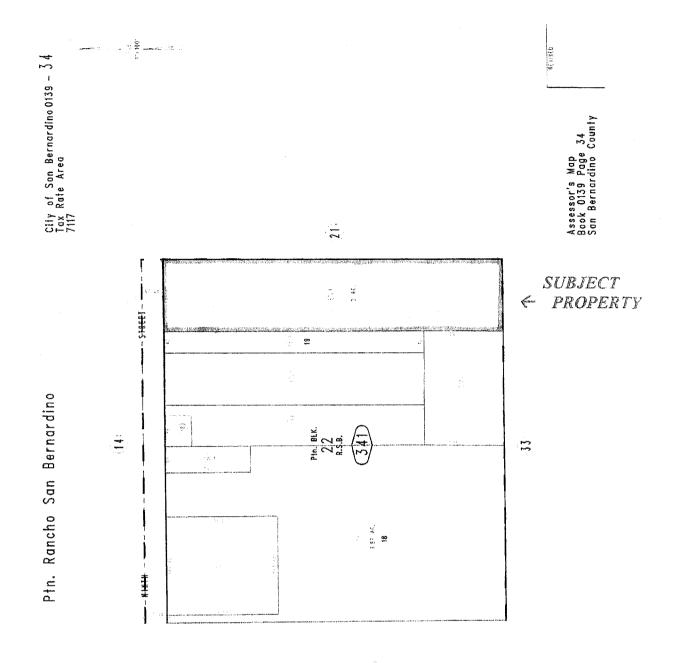
Name	Percent Ownership	Relationship	Document Number	Recording Date	Acquire Date	кои Year
WEST SAN BERNARDINO COUNTY WATER DIS	100%	SOLE	100% SOLE 9842749900000 OWNER 9842749900000	10/07/1998		

Map of: **1811 W 9th St** San Bernardino, CA 92411-2005



©2011 MapQuest, Inc. Use of directions and maps is subject to the MapQuest Terms of Use. We make no guarantee of the accuracy of their content, road conditions or route usability. You assume all risk of use.

Aerial View of Subject Property APN: 0139-341-12 2.0-Ac. Vacant Land Zoned for Single Family Residential Use



0269 26

THIS YARD IS TOR THE HURRDOS OF AR YALOREN XAMETOR RULE. MARTING

February 2005

ASSIGNMENT AND ASSUMPTION AGREEMENT

THIS ASSIGNMENT AND ASSUMPTION AGREEMENT ("Agreement") is dated as of May 1, 2012 ("Effective Date") and is entered into by and between SAN BERNARDINO VALLEY MUNICIPAL WATER DISTRICT, a public agency of the State of California ("Valley District") and WEST VALLEY WATER DISTRICT, a public agency of the State of California ("West Valley"). Valley District and West Valley are sometimes hereinafter referred to individually as a "Party" and collectively as the "Parties".

RECITALS

A. On or about May 1, 2012, Valley District, West Valley, the City of Rialto, a municipal corporation ("**Rialto**") and Riverside Highland Water Company, a California corporation ("**RHWC**") executed that certain Restated and Amended Agreement for the Construction, Operation and Maintenance of the New Baseline Feeder ("**Restated Agreement**"). All capitalized terms not otherwise defined herein shall have the meanings ascribed thereto in the Restated Agreement.

B. Section 2.c of the Restated Agreement provides that Valley District shall be responsible for the operation and maintenance of the Project which includes the repair and replacement thereof.

C. Section 5.c of the Restated Agreement provides that Valley District shall be responsible for the operation and maintenance of the 9^{th} St. Well Site (including the surge chamber) and the Baseline Feeder Phase I, Baseline Feeder Phase II and the wasteline pipeline which includes the repair and replacement thereof.

D. Valley District's operation and maintenance obligations set forth in Recitals B and C shall be collectively referred to herein as the "O & M Obligations" and shall include the obligation to respond to emergency situations such as, but not limited to, an earthquake, flood, fire, or civil unrest. The 9th St. Well Site (including the surge chamber), the Baseline Feeder Phase I, Baseline Feeder Phase II and the wasteline pipeline shall be collectively referred to herein as the "Improvements."

E. The Restated Agreement contemplates that Valley District may assign the O & M Obligations with respect to the Improvements to West Valley. In furtherance thereof, Valley District desires to assign to West Valley and West Valley desires to accept the assignment of all of Valley District's O & M Obligations under the Restated Agreement with respect to the Improvements on the terms and conditions set forth herein.

NOW, THEREFORE, IN CONSIDERATION OF THE MUTUAL COVENANTS AND AGREEMENTS HEREIN CONTAINED AND FOR OTHER GOOD AND VALUABLE CONSIDERATION, THE RECEIPT AND SUFFICIENCY OF WHICH ARE HEREBY ACKNOWLEDGED, THE PARTIES HEREBY AGREE AS FOLLOWS:

1. Valley District hereby transfers and assigns to West Valley all of Valley District's O & M Obligations under the Restated Agreement with respect to the Improvements.

2. West Valley hereby accepts such transfer and assignment and assumes and agrees to perform all of Valley District's O & M Obligations under the Restated Agreement with respect to the Improvements.

1

3. West Valley shall operate the Project in a commercially reasonable manner as to aid Valley District in meeting the delivery schedules established pursuant to the Restated Agreement.

4. To the extent permitted by California law, West Valley shall assume the defense of, indemnify and hold harmless Valley District from and against all liabilities, claims, losses, actions, demands, expenses and costs (including reasonable attorneys' fees) (collectively, "**Costs**") arising out of or in any way connected with the O & M Obligations performed by West Valley, save and except the foregoing indemnity shall not apply to the extent that any such Costs have been caused by the negligence, intentional acts or willful misconduct of Valley District.

5. This Agreement may be executed in counterparts, each of which when so executed shall be deemed an original, and all of which, when taken together, shall constitute but one and the same instrument.

6. Each person executing this Agreement on behalf of West Valley or Valley District hereby represents and warrants (a) his/her authority to do so, (b) that such authority has been duly and validly conferred by that entity's governing body and (c) that said entity has the full right and authority to enter into this Agreement.

7. West Valley may not assign or otherwise transfer any of the O & M Obligations under the Restated Agreement without obtaining the prior written consent of Valley District, Rialto and RHWC, which consent shall not be unreasonably withheld. Notwithstanding the foregoing, West Valley may, without the prior written consent of Rialto and RHWC, assign the O & M Obligations under the Restated Agreement back to Valley District.

8. In the event that any Party to the Restated Agreement believes that West Valley has failed to perform any of the O & M Obligations under the Restated Agreement, the Parties shall attempt to resolve the dispute through the process described in paragraph 10(b) of the Restated Agreement, *provided* that West Valley need not complete the cure within sixty days from the date of the written statement from Valley District as long as West Valley has commenced the cure and is diligently prosecuting the cure.

IN WITNESS WHEREOF, the Parties have executed this Agreement as of the date first above written.

VALLEY DISTRICT:

San Bernardino Valley Municipal Water District, a public agency of the State of California

Name; C. Patrick Milligan Its: Board President

WEST VALLEY:

West Valley Water District, a public agency of the State of California

Name: 🖊 anc. Its:

EXHIBIT "I"

SAMPLE PROCEDURES FOR CALCULATING PAYMENTS

1st year: Estimate at beginning of the year: \$90/AF; actual cost at the end of the year: \$95/AF 2nd year: Estimate at beginning of the year: \$95/AF; actual cost at the end of the year: \$95/AFAssumptions: a) Unit Cost for Cooperative Recharge Program (CRP): \$80/AF; b) O&M cost: 1st year: Estimate at beginning of the

1. Scenario A.: RHWC does not take any delivery for the 1st year

			ſ	N3							End	End of Year "True-Up"	-Up"		
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	Doliveru	Eef Canital	O&M	Rechn	Back-	Total Yrlv	Mnlv	"True up"	Actual	Act. Capital	ACL. UCM	AUL.	-unpo		
				а 	2	1	Dent	Muly Adi	Delivery	Cost	Cost	Recha	Charges		Adj. for next yr
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Scenario B.: RHWC takes 900 AF delivery in mid-year during the $2^{\mbox{\scriptsize nd}}$ year ç

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	Allocation	Layinanı	Laymon		(Rialto)				(AF)			Cost	(Rialto)	Total Cost	-
Participant	(AF)				from the second										@40C 040
								(\$2,708)		\$297,119	\$332,500				0120210
	2000	¢274 E70	¢476 000	\$100.000	0\$	\$896.529	\$74.711	Credit	3,500	[(\$506k-\$61k)x	[\$95/AF x	\$70,000	\$0	\$699,619	Over-charge
	0,000	1704		2000 A	;					[(2/3)]	3,500 AFJ				
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-11-10		¢160.767	¢037 500	\$50 DDD	\$12,159	\$460.423	\$38,369	Add. Pmt	3,100	[(\$506k-\$61k)x	[\$95/AF x	\$62,000	\$12,159	\$517,218	Under-charge
Klallo	006'7	+020010		2 2 2 2 2						[(1/3)]	3,100 AFJ				
										\$60,774	\$85,500				(\$152,274)
								4	COC	\$506,452/	[\$95/AF x	¢18 000	U\$	\$164.274	Under-charge
RHWC	Stand-by	\$12,000	\$0		\$0	\$12,000	\$1,000	<u>م</u>	200	7,500 AF x	900 AF]	000°01 #	2		
		_								900 AFI					

EXHIBIT "J"

Revenue Certificates of Participation, Series 2011A San Bernardino Valley Municipal Water District (Baseline Feeder Project) **Debt Service Schedule**

ltem	Sum	Percentage	Allocation	Allocation of Bond Proceeds	ъ В
Rialto's Back-Charge:	\$205,629		Capital Cost	8,359,371	0,
Net Bond Issuance Cost:	\$0	<u>}−</u> 2.40%	Rialto Back-Charge	205,629	
			l		
Capital Cost:	\$8,359,371			8,565,000	9
Net Bond Issuance Cost:	0\$	→ 97.60%			
Total Bond Issuance:	\$8,565,000	100.00%			

97.60% 2.40% 100.00%

				Annual Dayment	vment		ž	Monthly Payment	
	Amond D/C	Annual Equal Collection	CIMMAN	Rialto	Rialto Back Charge	RHWC	WWD	Rialto	RHWC
7/1/2012	Alliudi 0/3 \$497.778.03	5506.452.20	\$321,528.84	4.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
2102/11/2	\$504.743.76	\$506,452.20	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2014	\$501.443.76	\$506,452.20	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2015	\$501,493.76	\$506,452.20	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2016	\$506,393.76	\$506,452.20	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2017	\$505,993.76	\$506,452.20	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2018	\$505,443.76	\$506,452.20	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2019	\$502,843.76	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2020	\$505,043.76	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2021	\$506,843.76	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2022	\$508,243.76	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2023	\$504,243.76	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2024	\$505,043.76	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2025	\$505,443.76	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2026	\$505,443.76	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
	\$505.043.76	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2028	\$509.243.76	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2029	\$507.843.76	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2030	\$506.043.76	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2031	\$508.843.76	\$506,452,19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/12037	\$505.643.76	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2033	\$506,618.76	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2034	\$506,956.26	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2035	\$506,656.26	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2036	\$510,718.76	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7500/1/2	\$508.437.50	\$506,452,19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2038	\$510.500.00	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2039	\$511,687.50	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
0702/1/2	\$512.000.00	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
7/1/2041	\$511,437.50	\$506,452.19	\$321,528.84	\$160,764.42	\$12,158.93	\$12,000.00	\$26,794.07	\$14,410.28	\$1,000.00
Total D/S	\$15,193,565.77	\$15,193,565.77	\$9,645,865.20	\$4,822,932.60	\$364,767.9 8	\$360,000.00			
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