| 1 2 3 4 | R. O. Draft 12/12-2003 R. O. Draft 11/06-2003 Irrigation and/or M&I Contract No. | | |
|----------------------|--|--|--|
| 5 | 2-07-20-W0266-IR8 | | |
| 6 7 8 9 | UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF RECLAMATION Central Valley Project, California | | |
| 10 11 12 13 | INTERIM RENEWAL CONTRACT BETWEEN THE UNITED STATES <u>AND</u> <u>LAGUNA WATER DISTRICT</u> <u>PROVIDING FOR PROJECT WATER SERVICE</u> | | |
| 14 | THIS CONTRACT, made this <u>27th</u> day of <u>February</u> , 20 <u>04</u> , in | | |
| 15 | pursuance generally of the Act of June 17, 1902 (32 Stat. 388), and acts amendatory or | | |
| 16 | supplementary thereto, including, but not limited to, the acts of August 26, 1937 (50 Stat. 844), as | | |
| 17 | amended and supplemented, August 4, 1939 (53 Stat. 1187), as amended and supplemented, July 2, | | |
| 18 | 1956 (70 Stat. 483), June 21, 1963 (77 Stat. 68), October 12, 1982 (96 Stat. 1263), as amended and | | |
| 19 | Title XXXIV of the Act of October 30, 1992 (106 Stat. 4706), all collectively hereinafter referred to | | |
| 20 | as Federal Reclamation law, between THE UNITED STATES OF AMERICA, hereinafter referred | | |
| 21 | to as the United States, and LAGUNA WATER DISTRICT, hereinafter referred to as the | | |
| 22 | Contractor, a public agency of the State of California, duly organized, existing, and acting pursuant | | |
| 23 | to the laws thereof, with its principal place of business in Dos Palos, California; | | |
| 24 | WITNESSETH, That: | | |
| 25 | EXPLANATORY RECITALS | | |
| 26 | WHEREAS, the United States and the Contractor entered into an interim renewal | | |
| 27 | contract identified as Contract No. 2-07-20-W0266-IR5, hereinafter referred to as the Interim | | |
| 28 | Renewal Contract, which provided for the continued water service to the Contractor following | | |
| 29 | expiration of Contract No. 2-07-20-W0266; and | | |

| 30 | WHEREAS, the United States and the Contractor have entered into successive | | |
|----|---|--|--|
| 31 | renewals of the Interim Renewal Contract, the most recent of which is Contract No. 2-07-20- | | |
| 32 | W0266-IR7, hereinafter referred to as the Existing Interim Renewal Contract from March 1, 2003, | | |
| 33 | through February 29, 2004; and | | |
| 34 | WHEREAS, the United States and the Contractor have made significant progress in | | |
| 35 | their negotiations of a long-term renewal contract, believe that further negotiations on the long-term | | |
| 36 | renewal contract would be beneficial, and mutually commit to continue to negotiate to seek to reach | | |
| 37 | agreement, but anticipate that the environmental documentation necessary for execution of any long- | | |
| 38 | term renewal contract will be delayed at least an additional 7 months, and may be delayed further for | | |
| 39 | reasons beyond the control of the parties; and | | |
| 40 | WHEREAS, the Contractor has requested a subsequent interim renewal contract | | |
| 41 | pursuant to Subdivision (b)(1) of Article 2 of the Interim Renewal Contract and Article 1 of the | | |
| 42 | Existing Interim Renewal Contract; and | | |
| 43 | WHEREAS, the United States has determined that the Contractor has to date fulfilled | | |
| 44 | all of its obligations under the Existing Interim Renewal Contract; and | | |
| 45 | WHEREAS, the United States is willing to renew the Existing Interim Renewal | | |
| 46 | Contract pursuant to the terms and conditions set forth below; | | |
| 47 | NOW, THEREFORE, in consideration of the mutual and dependent covenants herein | | |
| 48 | contained, it is hereby mutually agreed by the parties hereto as follows: | | |
| 49 | INCORPORATION AND REVISION OF EXISTING INTERIM RENEWAL CONTRACT | | |
| 50 | 1. The terms and conditions of the Existing Interim Renewal Contract are hereby | | |
| 51 | incorporated by reference into this Contract with the same force and effect as if they were included in | | |
| 52 | full text with the exception of Article 1 thereof, which is revised as follows: | | |
| 53 | (a) The first sentence in Subdivision (a) of Article 1 of the Existing Interim | | |
| 54 | Renewal Contract is modified as follows: "This interim renewal contract shall be effective from | | |
| 55 | March 1, 2004, and shall remain in effect through February 28, 2006, and thereafter will be renewed as | | |
| | 2 | | |

| 56 | described in Subdivision (a) of Article 2 of the Interim Renewal Contract if a long-term renewal | | |
|----------------|---|--|--|
| 57 | contract has not been executed with an effective commencement date of March 1, 2006; Provided, that | | |
| 58 | if a long-term renewal contract has been executed with an effective commencement date of March 1, | | |
| 59 | 2005, this interim renewal contract shall expire on February 28, 2005." | | |
| 60 | (b) Subdivision (b) of Ar | ticle 1 of the Existing Interim Renewal Contract is | |
| 61 | amended by deleting the date "February 15, 2004," and replacing same with the date | | |
| 62 | "February 15, 2006." | | |
| 63 | (c) Subdivision (c) of Ar | ticle 1 of the Existing Interim Renewal Contract is | |
| 64 | amended by deleting the dates "February 1, 2004," "February 15, 2004," and "February 29, 2004," and | | |
| 65 | replacing same with the dates "February 1, 2006," "February 15, 2006," and "February 28, 2006," | | |
| 66 | respectively. | | |
| 67 | IN WITNESS WHEREOF, the parties hereto have executed this interim renewal | | |
| 68 | contract as of the day and year first above written. | | |
| 69 | APPROVED AS TO LEGAL FORM AND SUFFICIENCY /s/ James E. Turner | THE UNITED STATES OF AMERICA | |
| 70 71 72 | OFFICE OF REGIONAL SOLICITOR DEPARTMENT OF THE INTERIOR | By: <u>/s/ Kirk C. Rodgers</u> Regional Director, Mid-Pacific Region Bureau of Reclamation | |
| 73 | (SEAL) | LAGUNA WATER DISTRICT | |
| 74 75 | | By: /s/ Sue Redfer President | |
| 76 | Attest: | | |
| 77 78 | /s/ Peter LeCompte Secretary | | |