| 1<br>2<br>3<br>4<br>5 | R. O. Draft 12/12-2003<br>R. O. Draft 11/06-2003<br>Irrigation and/or M&I<br>Contract No.<br>14-06-200-862A-IR2                 |
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| 6<br>7<br>8<br>9      | UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF RECLAMATION Central Valley Project, California                               |
| 10<br>11<br>12        | INTERIM RENEWAL CONTRACT BETWEEN THE UNITED STATES  AND  SHASTA COMMUNITY SERVICES DISTRICT PROVIDING FOR PROJECT WATER SERVICE |
| 13<br>14              | THIS CONTRACT, made this27 <sup>th</sup> day ofFebruary, 20 <u>04</u> , in  |
| 15                    | pursuance generally of the Act of June 17, 1902 (32 Stat. 388), and acts amendatory or supplementary                            |
| 16                    | thereto, including, but not limited to, the acts of August 26, 1937 (50 Stat. 844), as amended and                              |
| 17                    | supplemented, August 4, 1939 (53 Stat. 1187), as amended and supplemented, July 2, 1956 (70 Stat.                               |
| 18                    | 483), June 21, 1963 (77 Stat. 68), October 12, 1982 (96 Stat. 1263), as amended and Title XXXIV of                              |
| 19                    | the Act of October 30, 1992 (106 Stat. 4706), all collectively hereinafter referred to as Federal                               |
| 20                    | Reclamation law, between THE UNITED STATES OF AMERICA, hereinafter referred to as the   |
| 21                    | United States, and SHASTA COMMUNITY SERVICES DISTRICT, hereinafter referred to as the   |
| 22                    | Contractor, a public agency of the State of California, duly organized, existing, and acting pursuant to                        |
| 23                    | the laws thereof, with its principal place of business in Shasta, 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. 14-06-200-862A-IR1, 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. 14-06-200-862A; and  |

| WHEREAS, the United States and the Contractor have entered into successive renewals of                   |  |  |
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| the Interim Renewal Contract, the most recent of which is Contract No. 14-06-200-862A-IR1, hereinafter   |  |  |
| referred to as the Existing Interim Renewal Contract from March 1, 2003, through February 29, 2004; and  |  |  |
| WHEREAS, the United States and the Contractor have made significant progress in their                    |  |  |
| negotiations of a long-term renewal contract, believe that further negotiations on the long-term renewal |  |  |
| contract would be beneficial, and mutually commit to continue to negotiate to seek to reach agreement,   |  |  |
| but anticipate that the environmental documentation necessary for execution of any long-term renewal     |  |  |
| contract will be delayed at least an additional 7 months, and may be delayed further for reasons beyond  |  |  |
| the control of the parties; and  |  |  |
| WHEREAS, the Contractor has requested a subsequent interim renewal contract pursuant                     |  |  |
| to Subdivision (b)(1) of Article 2 of the Interim Renewal Contract and Article 1 of the Existing Interim |  |  |
| Renewal Contract; and  |  |  |
| WHEREAS, the United States has determined that the Contractor has to date fulfilled all                  |  |  |

WHEREAS, the United States is willing to renew the Existing Interim Renewal Contract pursuant to the terms and conditions set forth below;

of its obligations under the Existing Interim Renewal Contract; and

NOW, THEREFORE, in consideration of the mutual and dependent covenants herein contained, it is hereby mutually agreed by the parties hereto as follows:

## INCORPORATION AND REVISION OF EXISTING INTERIM RENEWAL CONTRACT

- 1. The terms and conditions of the Existing Interim Renewal Contract are hereby incorporated by reference into this Contract with the same force and effect as if they were included in full text with the exception of Article 1 thereof, which is revised as follows:
- (a) The first sentence in Subdivision (a) of Article 1 of the Existing Interim
  Renewal Contract is modified as follows: "This interim renewal contract shall be effective from March 1,
  2004, and shall remain in effect through February 28, 2006, and thereafter will be renewed as described in
  Subdivision (a) of Article 2 of the Interim Renewal Contract if a long-term renewal contract has not been

| 56       | executed with an effective commencement date of March 1, 2006; <u>Provided</u> , that if a long-term renewal         |
|----------|--|
| 57       | contract has been executed with an effective commencement date of March 1, 2005, this interim renewal                |
| 58       | contract shall expire on February 28, 2005."   |
| 59       | (b) Subdivision (b) of Article 1 of the Existing Interim Renewal Contract is   |
| 50       | amended by deleting the date "February 15, 2004," and replacing same with the date                                   |
| 51       | "February 15, 2006."   |
| 52       | (c) Subdivision (c) of Article 1 of the Existing Interim Renewal Contract is   |
| 53       | amended by deleting the dates "February 1, 2004," "February 15, 2004," and "February 29, 2004," and                  |
| 54       | replacing same with the dates "February 1, 2006," "February 15, 2006," and "February 28, 2006,"                      |
| 55       | respectively.  |
| 56       | IN WITNESS WHEREOF, the parties hereto have executed this interim renewal contract                                   |
| 57       | as of the day and year first above written.  |
| 58       | THE UNITED STATES OF AMERICA APPROVED AS TO LEGAL FORM AND SUFFICIENCY   |
| 59       | /s/ James €. Turner By:/s/ Kirk C. Rodgers   |
| 70<br>71 | OFFICE OF REGIONAL SOLICITOR DEPARTMENT OF THE INTERIOR  Regional Director, Mid-Pacific Region Bureau of Reclamation |
| 72       | (SEAL) SHASTA COMMUNITY SERVICES DISTRICT  |
| 73<br>74 | By: /s/ William Hunter President   |
| 75       | Attest:  |
| 76<br>77 | /s/ Kirk C. Rodgers Secretary  |