1 2 3 4	R. O. Draft 12/12-2003 R. O. Draft 11/06-2003 Irrigation and/or M&I Contract No.
5	14-06-200-3537-A-IR2
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 AND TRANQUILLITY PUBLIC UTILITY DISTRICT PROVIDING FOR PROJECT WATER SERVICE
14	THIS CONTRACT, made this27 th day ofFebruary, 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),
17	as amended and supplemented, August 4, 1939 (53 Stat. 1187), as amended and supplemented,
18	July 2, 1956 (70 Stat. 483), June 21, 1963 (77 Stat. 68), October 12, 1982 (96 Stat. 1263), as
19	amended and Title XXXIV of the Act of October 30, 1992 (106 Stat. 4706), all collectively
20	hereinafter referred to as Federal Reclamation law, between THE UNITED STATES OF
21	AMERICA, hereinafter referred to as the United States, and TRANQUILLITY PUBLIC
22	UTILITY DISTRICT, hereinafter referred to as the Contractor, a public agency of the State of
23	California, duly organized, existing, and acting pursuant to the laws thereof, with its principal
24	place of business in Tranquillity, California;
25	WITNESSETH, That:
26	EXPLANATORY RECITALS
27	WHEREAS, the United States and the Contractor entered into an interim renewal
28	contract identified as Contract No. 14-06-200-3537-A-IR1 from December 23, 2003, through
29	February 29, 2004, hereinafter referred to as the Existing Interim Renewal Contract, which

30	provided for the c	ontinued water	service to the	Contractor	following e	expiration of	f Contract

31 No. 14-06-200-3537-A; 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) of Article 2 of the Existing Interim Renewal Contract; and

WHEREAS, the United States has determined that the Contractor has to date

fulfilled all of its obligations under the Existing Interim Renewal Contract; and
WHEREAS, the United States is willing to renew the Existing Interim Renewal

Contract pursuant to the terms and conditions set forth below;

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 2 thereof, which is revised as follows:
- (a) The first sentence in Subdivision (a) of Article 2 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 Existing Interim Renewal Contract if a
 long-term renewal contract has not been executed with an effective commencement date of
 March 1, 2006; Provided, that if a long-term renewal contract has been executed with an effective

56	commencement date of March 1, 2005, this interim renewal contract shall expire on February 28,				
57	2005."				
58	(b) Subdivision (b) of Article 2 of the Existing Interim Renewal Contract is				
59	amended by deleting the date "February 15, 2004," and replacing same with the date				
60	"February 15, 2006."				
61	(c) Subdivision (c) of Article 2 of the Existing Interim Renewal Contract is				
62	amended by deleting the dates "February 1, 2004," "February 15, 2004," and "February 29, 2004,"				
63	and replacing same with the dates "February 1, 2006," "February 15, 2006," and "February 28,				
64	2006," respectively.				
65	IN WITNESS WHEREOF, the parties hereto have executed this interim renewal				
66	contract as of the day and year first above written.				
67	APPROVED AS TO LEGAL THE UNITED STATES OF AMERICA				
68 69 70	FORM AND SUFFICIENCY /s/ James & Turner OFFICE OF REGIONAL SOLICTIOR DEPARTMENT OF THE INTERIOR By: /s/ Kirk C. Rodgers Regional Director, Mid-Pacific Region Bureau of Reclamation				
71	(SEAL) TRANQUILLITY PUBLIC UTILITY DISTRICT				
72 73	By: /s/ Frank M. Hansen President of the Board of Directors				
74	Attest:				
75 76	/s/ Jim Stricklin Secretary				