| 1      | UNITED STATES  |  |  |  |  |
|--------|--|--|--|--|--|
| 2      | DEPARTMENT OF THE INTERIOR   |  |  |  |  |
| 3      | BUREAU OF RECLAMATION  |  |  |  |  |
| 4      | Central Valley Project, California   |  |  |  |  |
| 5      | INTERIM RENEWAL CONTRACT BETWEEN THE UNITED STATES   |  |  |  |  |
| 6<br>7 | <u>AND</u><br>WESTLANDS WATER DISTRICT DISTRIBUTION DISTRICT NO. 2                                       |  |  |  |  |
| 8      | PROVIDING FOR PROJECT WATER SERVICE  |  |  |  |  |
| O      | THO VIDING FOR TROJECT WITTER SERVICE  |  |  |  |  |
| 9      | THIS CONTRACT, made this day of, 2007, in  |  |  |  |  |
| 10     | pursuance generally of the Act of June 17, 1902 (32 Stat. 388), and acts amendatory or supplementary     |  |  |  |  |
| 11     | thereto, including, but not limited to, the acts of August 26, 1937 (50 Stat. 844), as amended and       |  |  |  |  |
| 12     | supplemented, August 4, 1939 (53 Stat. 1187), as amended and supplemented, July 2, 1956                  |  |  |  |  |
| 13     | (70 Stat. 483), June 21, 1963 (77 Stat. 68), October 12, 1982 (96 Stat. 1263), as amended, and           |  |  |  |  |
| 14     | Title XXXIV of the Act of October 30, 1992 (106 Stat. 4706), all collectively hereinafter referred to as |  |  |  |  |
| 15     | Federal Reclamation law, between the UNITED STATES OF AMERICA, hereinafter referred to as                |  |  |  |  |
| 16     | the United States, and WESTLANDS WATER DISTRICT DISTRIBUTION DISTRICT NO. 2,                             |  |  |  |  |
| 17     | hereinafter referred to as the Contractor, a public agency of the State of California, duly organized,   |  |  |  |  |
| 18     | existing, and acting pursuant to the laws thereof;   |  |  |  |  |
| 19     | WITNESSETH, That:  |  |  |  |  |
| 20     | EXPLANATORY RECITALS   |  |  |  |  |
| 21     | WHEREAS, Mercy Springs Water District (District) and the Contractor executed an                          |  |  |  |  |
| 22     | agreement on March 1, 2003, to provide for the assignment to the Contractor of 4,198 acre-feet of        |  |  |  |  |
| 23     | project water under the District's interim renewal contract identified as Contract                       |  |  |  |  |
| 24     | No. 14-06-200-3365-IR8; and  |  |  |  |  |

|   | WHEREAS, the Contractor entered into an interim renewal contract identified as                         |  |  |  |
|---|--|--|--|--|
|   | Contract No. 14-06-200-3365A-IR10-C, hereinafter referred to as the Existing Interim Renewal           |  |  |  |
| Contract, which provided for continued water service to the Contractor from March 1, 2007, through      |  |  |  |  |
|   | February 29, 2008; 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 until the summer of 2008 and may be delayed further for reason    |  |  |  |  |
| beyond the control of the parties; and  |  |  |  |  |
|   | WHEREAS, the Contractors have requested a subsequent interim renewal contract                          |  |  |  |
|   | pursuant to Subdivision (b)(1) 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 affective from March 1, 2008  |  |  |  |

50 and shall remain in effect through February 28, 2010, and thereafter will be renewed as described in 51 Subdivision (a) of Article 2 if a long-term renewal contract has not been executed with an effective 52 commencement date of March 1, 2010." 53 (b) Subdivision (b)(1) of Article 2 of the Existing Interim Renewal Contract is 54 amended by deleting the date "February 15, 2008," and replacing same with the date "February 15, 2010." 55 56 (c) Subdivision (b)(2) of Article 2 of the Existing Interim Renewal Contract is amended by deleting the dates "February 1, 2008," "February 15, 2008," and "February 29, 2008," 57 and replacing same with the dates "February 1, 2010," "February 15, 2010," and "February 28, 2010," 58 59 respectively.

| 60       | IN WITNESS WHEREOF, the parties hereto have executed this Contract as of the day |   |
|----------|--|---|
| 51       | and year first above written.  |   |
| 52       |  | UNITED STATES OF AMERICA                                    |
| 53       |  | By:   |
| 54<br>55 |  | Regional Director, Mid-Pacific Region Bureau of Reclamation |
| 56       | (SEAL)   |   |
| 57<br>58 |  | WESTLANDS WATER DISTRICT<br>DISTRIBUTION DISTRICT NO. 2     |
| 59       | Attest:  |   |
| 0        |  | By:   |
| 71<br>72 | Secretary  | President   |
| 73<br>74 |  |   |
| 75       |  |   |
| 76<br>77 |  |   |
|          |  | ervice Contracts\Interim Renewal Contracts\Delta-Mendota    |
| 78       | Canal\2008\Contracts\final\Westlands   | 8#2-3303A-II I I-C IIIIai.doc                               |