Exhibit J – Pro-rata Cost Share Allocations

1. Purpose and Relationship of this Exhibit to Agreement

This Exhibit is incorporated into and made part of the Partnership Agreement ("Agreement") between the Sites Authority and Reclamation. The purpose of this Exhibit is to:

Define the approach to be implemented by the Authority in making Pro-rata Cost Share determinations among the Storage Partners with the specific purposes of determining relative federal proportionate interest

2. General Principles

1. The Parties agree that pro-rata shares set out for the Sites Project will be generally determined according to the system component being used or constrained in the following manner:
    1. ~~-~~For matters involving diversion and storage capacity, the pro rata share is determined using the proportionate share of Base Facilities Capacity Interest;
    2. For matters involving conveyance for releases up to and including the D~~d~~elivery P~~p~~oint or S~~s~~econdary D~~d~~elivery P~~p~~oint, the pro rata share is determined using the proportionate share of Downstream Facilities Capacity Interest; and~~.~~
    3. For matters involving pro rata determinations involving payment or receipt of funds, the pro rata share is determined using the proportionate share of Fixed Project Costs.

~~4.~~2. The Authority will develop example calculations applicable to each use of the term "Pro Rata Cost Share" or pro rata share as part of the Project's Operations Plan, and this Exhibit will be amended as appropriate based on this work. Reclamation will be provided notice by the Authority prior to adopting the examples in the Operations Plan and will be given the opportunity to participate in the development of the example calculations to ensure conformance with this Agreement.