F.O. Draft 1/5-1967 Rev. R.O. 11/28-1967

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF RECLAMATION Central Valley Project, California

Contract No. 14-06-200-3802A

CONTRACT BETWEEN THE UNITED STATES OF AMERICA AND RECLAMATION DISTRICT NO. 1606 PROVIDING FOR WATER SERVICE AND FOR ADJUSTMENT AND SETTLEMENT OF CERTAIN CLAIMED WATER RIGHTS

Table of Contents

Article No.

Title

Page No.

	Preamble	1
	Explanatory Recitals	1-3
1	Definitions	3-4
2	Term of ContractRight to Use of Water	5-6
3	Water to Be Furnished to the District	610
4	Time for Delivery of WaterResale	10-11
5	Rate and Method of Payment for Water	12-13
6	Adjustments	13
7	Points of DeliveryMeasurement and	
	Responsibility for Distribution of Water	14-15
8	United States Not Liable for Water Shortage	15-18
9	Use of Water Furnished to District	18
10	Quality of Water	18-20
11	Water Pollution Control	20-21
12	Drainage Facilities	21
13	Water Rights Settlement	21
14	Access to Fresno Slough	21-22
15	All Benefits Conditioned upon Payment	22
16	Penalty for Delinquent Payments	22
17	Excess Lands	22-23

`	
``	$\mu^{\alpha} \in \mathbb{R}^{n \times n}$
1	UNITED STATES Contract No. DEPARTMENT OF THE INTERIOR 14-06-200-3802A
2	BUREAU OF RECLAMATION
3	Central Valley Project, California
- 4	CONTRACT BETWEEN THE UNITED STATES OF AMERICA AND RECLAMATION DISTRICT NO. 1606 PROVIDING FOR WATER SERVICE AND FOR ADJUSTMENT AND SETTLEMENT OF CERTAIN CLAIMED WATER RIGHTS
5	
6	THIS CONTRACT, made this 11 the day of Opice, 1968, in
7	pursuance generally of the Act of June 17, 1902 (32 Stat. 388), and
8	acts amendatory thereof or supplementary thereto, all collectively
9	hereinafter referred to as the Federal reclamation laws, between THE
10	UNITED STATES OF AMERICA, hereinafter referred to as the United States,
) 11	and RECLAMATION DISTRICT NO. 1606, hereinafter referred to as the
12	District, a political subdivision of the State of California, duly
13	organized, existing, and acting pursuant to the laws thereof, with
14	its principal place of business in San Joaquin, California,
15	WITNESSETH, That:
16	EXPLANATORY RECITALS
17	WHEREAS, the United States is constructing and operating the
18	Central Valley Project, California, for the purpose, among others, of
19	furnishing water for irrigation, municipal, domestic, and other
20	beneficial uses; and
21	WHEREAS, the United States has constructed the Delta-Mendota
_ 22	Canal which will be operated and used, in part, for the furnishing of

•

 $\overline{}$

water to the District from Mendota Pool pursuant to the terms of this
 contract; and

WHEREAS, most of the lands within the District's boundaries 3 4 are also within the boundaries of James Irrigation District and the 5 water quantities therefor are included in Contract No. 14-06-200-700-A, CONTRACT BETWEEN THE UNITED STATES OF AMERICA AND THE JAMES IRRIGATION 6 7 DISTRICT PROVIDING FOR WATER SERVICE AND FOR ADJUSTMENT AND SETTLEMENT 8 OF CERTAIN CLAIMED WATER RIGHTS, but additional areas of the District. 9 as shown on Exhibit A, are outside of James Irrigation District 10 boundaries and are the lands concerned in this contract; and 11 WHEREAS, the District owns all of the lands concerned in this 12 contract including those lying adjacent to Fresno Slough as shown on 13 Exhibit A for which the District claims that the construction and 14 operation of the Central Valley Project has interfered with its claimed 15 rights in and to the use of the waters of the San Joaquin River by 16 impairing the quantity thereof and the District is authorized and

willing to accept an annual delivery of three hundred and forty-two (342)
acre-feet of water from Mendota Pool as an adjustment and settlement of

19 these asserted claims; and

20 WHEREAS, the District desires to contract, pursuant to the 21 Federal reclamation laws and the laws of the State of California, for 22 the furnishing by the United States of a firm supplemental water supply

from the Central Valley Project for a designated one hundred and 1 sixty (160) acres of District-owned land for which the District 2 will make payment to the United States. upon the basis, at the rates, 3 4 and pursuant to the conditions hereinafter set forth; and 5 WHEREAS, investigation of the one hundred and sixty (160) 6 acres concerned and their present water supply indicate that said 7 lands are at present in need of additional water for irrigation, 8 and that an additional water supply to meet the present and potential 9 needs of said area can be made available by and through the works 10 constructed by the United States; and 11 WHEREAS, investigations of streamflow in the Sacramento 12 River, the Trinity River, the American River, and the San Joaquin 13 River and their tributaries indicate there will be available for 14 furnishing to the District from Mendota Pool an additional supply 15 of water for surface diversion and direct application for irrigation; and 16 WHEREAS, the United States is willing to furnish water 17 service to the District from Mendota Pool; NOW, THEREFORE, in consideration of the mutual and dependent 18 19 covenants herein contained, it is agreed as follows: 20 DEFINITIONS 21 1. When used herein, unless otherwise distinctly expressed or manifestly incompatible with the intent hereof, the term: 22

l	(a) "Secretary" or "Contracting Officer" shall mean the	
2	Secretary of the United States Department of the Interior	
3	or his duly authorized representative;	
4	(b) "Project" shall mean the Central Valley Project,	
5	California, of the Bureau of Reclamation;	
6	(c) "Schedule 2 water" shall mean all water delivered	
7	without charge under the authority of Section 14 of the	
8	Reclamation Project Act of 1939 (53 Stat. 1187, 1197) as a	
9	permanent adjustment and settlement of the District's asserted	
10	claims of rights to water in Fresno Slough tributary to the	
11	San Joaquin River in fulfillment of such rights pursuant to	
12	the Contract, Symbol Ilr-1145, Contract for Purchase of	
13	Miller & Lux Water Rights, dated July 27, 1939;	
14	(d) "supplemental water" shall mean all Project water in	
15	addition to Schedule 2 water delivered or required to be	
16	delivered under the terms and conditions of this contract;	
17	and	
18	(e) "year" shall mean the calendar year.	1
19		
20		
21		
22		

.

TERM OF CONTRACT -- RIGHT TO USE OF WATER

1

2. (a) This contract shall be effective on the date first 2 3 hereinabove written and insofar as it pertains to the furnishing of supplemental water shall remain in effect through December 23, 4 5 2003: Provided, That under terms and conditions mutually agreeable 6 to the parties hereto, renewals of this contract for furnishing of 7 supplemental water may be made for successive periods not to exceed 8 forty (40) years each. The terms and conditions of each renewal. 9 shall be agreed upon not later than one (1) year prior to the 10 expiration of the then existing contract: Provided further, That n upon written request by the District of the Secretary not later than one (1) year prior to expiration of this contract, whenever, 12 13 account being taken of the amount then credited to the costs of construction of water supply works, the remaining amount of con-14 15 struction costs of agricultural water supply works which is properly 16 assignable for ultimate return by the District as established by the Secretary of the Interior pursuant to (3) of Section 1 of Public 17 18 Law 643 (70 Stat. 483) probably can be repaid to the United States 19 within the term of a contract under subsection (d), Section 9 of the 1939 Reclamation Project Act (53 Stat. 1187), this contract insofar 20 21 as it pertains to the furnishing of supplemental water may be converted to a contract under said subsection (d) upon 22

1 terms and conditions mutually agreeable to the United States and 2 the District.

3 (b) The right to the beneficial use of supplemental water 4 furnished to the District pursuant to the terms of this contract and 5 any renewal hereof shall not be disturbed so long as the District 6 shall fulfill all of its obligations under this contract and any 7 such renewal.

8

WATER TO BE FURNISHED TO THE DISTRICT

9 3. (a) Each year, commencing with the year following that in 10 which this contract is executed, the United States shall furnish to 11 the District for its lands entitled to receive such water as shown 12 on Exhibit A, attached hereto and made a part hereof, three hundred and 13 forty-two (342) acre-feet of Schedule 2 water at times and in 14 quantities called for as provided in subdivision (a) of Article 4 15 hereof under the following basic table:

16	Month	Quantities in Acre-Feet
17	January	0
18	February	3
19	March	32
20	April	69
21	May	76
22	June	84

	1	Month	Quantities in Acre-Feet	
	2	July	67	
	3	August	11	
	4	September	0	
	5	October	0	
1	6	November	0	
	7	December	0	
i	8	Total	342:	
	9 <u>Provided</u> , T	hat in any year when:		
ľ	0	(i) The forecaste	d full natural inflow to Shasta	
<u> </u>	l Lake f	or the current water	year (October 1 of the preceding	

year through September 30 of the current year), as such forecast
is made by the United States on or before February 15 and reviewed
as frequently thereafter as conditions and information warrant,
is equal to or less than three million two hundred thousand
(3,200,000) acre-feet; or

17 (ii) The total accumulated actual deficiencies below 18 four million (4,000,000) acre-feet in the immediately prior 19 water year or series of successive prior water years, each of 20 which had inflows of less than four million (4,000,000) acre-feet, 21 together with the forecasted deficiency for the current water 22 year, exceed eight hundred thousand (800,000) acre-feet,

the United States shall furnish to the District two hundred and sixty-six
(266) acre-feet of Schedule 2 water at times and in quantities called
for as provided in subdivision (a) of Article 4 hereof under the
following basic table:

5	Month	Quantities in Acre-Feet	
6	January	0	
7	February	2	
8	March	25	
9	April	54	
10	May	59	
11	June	65	
12	July	52	
13	August	9	
14	September	0	
15	October	0	
16	November	0	
17	December	0	
18	Total	266	
ιò	Rep the surross of determining a	where time (i) and (ii) and	

19 For the purpose of determining subsections (i) and (ii) set out 20 above, the computed inflow to Shasta Lake under present upstream 21 development above Shasta Lake shall be used as the full natural 22 inflow to Shasta Lake. In the event that major construction completed

above Shasta Lake after September 1, 1963, materially alters the 1 present regimen of the stream systems contributing to Shasta Lake, 2 3 the computed inflow to Shasta Lake will be adjusted to eliminate the effect of such material alterations. The United States will 4 5 select the forecast to be used and submit the details of the forecast 6 to the District. The same forecasts used by the United States for 7 the operation of the Project shall be used to make the forecasts 8 hereunder. Schedule 2 water made available by the United States for furnishing to the District in accordance with the aforesaid 9 schedule and not accepted by the District shall be deemed to have 10 11 been accepted by the District at the time and in the quantities 12 specified in said schedule.

13 (b) Commencing with the year following that in which this contract is executed and each year thereafter during the remainder of 14 the term of this contract, the United States shall furnish to the 15 16 District and the District shall accept and pay for two hundred and twentyeight (228) acre-feet of supplemental water from Mendota Pool at the 17 18 times and in the quantities specified in the schedule submitted by the District in accordance with subdivision (a) of Article 4 hereof: 19 20 Provided. That the parties hereto may at any time or times by mutual 21 agreement increase or decrease the quantity of supplemental water 22 required thereafter to be furnished each year to the District by the 23 United States during the remainder of the term of this contract.

1 (c) To the extent that additional Project water is available, 2 as determined by the Contracting Officer, and in the event the District 3 in any year requires a quantity of supplemental water in addition to 4 the quantity it is obligated to accept and pay for, such additional 5 water shall be furnished by the United States in accordance with a 6 schedule revision submitted pursuant to Article 4. The furnishing by 7 the United States and acceptance by the District of such additional 8 quantities of water shall neither entitle nor obligate the District 9 to receive such quantities in subsequent years.

(d) If in any year, after the Contracting Officer has approved
a schedule or any revision thereof submitted by the District pursuant
to Article 4 hereof, the United States is unable to furnish any
portion of supplemental water in the quantities and at the times
requested in the schedule and the District does not elect to receive
and does not receive such water at other times during such year, the
District shall be entitled to an adjustment as provided in Article 6.

17

TIME FOR DELIVERY OF WATER-RESALE

4. (a) Before January 1 of each year the District shall submit
a schedule in writing to the Contracting Officer subject to the
provisions of Article 3 hereof and satisfactory to the Contracting
Officer, indicating the desired times and quantities for the delivery
of all water pursuant to this contract during such year. In such

schedule or revision thereof, the District may reallocate the 1 quantities of Schedule 2 water for the months of February through 2 June appearing in the applicable table in subdivision (a) of 3 4 Article 3 hereof so long as the total for such months does not 5 thereby exceed the total for such months in that table. Within 6 the provisions hereof the United States shall attempt to deliver 7 such water in accordance with said schedule or any revision thereof 8 satisfactory to the Contracting Officer submitted by the District 9 within a reasonable time before the desired change of times or quantities, or both, for delivery, subject to the provisions of 10 11 subdivision (b) of Article 8 hereof: Provided, That the United 12 States shall not be obligated to deliver water to the District 13 during the months of December and January.

14 (b) With the written consent of the Contracting Officer 15 the District may exchange supplemental water in any year with any 16 other District which has contracted with the United States for 17 Project water for irrigation from the Delta-Mendota Canal or 18 Mendota Pool, or both. No supplemental water shall be sold or 19 otherwise disposed of for use outside the lands shown on Exhibit A 20 without the written consent of the Contracting Officer.

RATE AND METHOD OF PAYMENT FOR WATER

1

2	5. (a) Unless the Contracting Officer by written notice
3	before December 15 of any year shall notify the District of a
4	decrease in the rate of payment to be made by the District for
5	supplemental water to be delivered pursuant to this contract
6	during the ensuing year, the rate shall be Three Dollars and Fifty
7	Cents (\$3.50) per acre-foot.
8	(b) The District shall make payments to the United
9	States each year at the rate fixed as provided in subdivision (a)
10	of this article for the quantity of supplemental water which the
11	District is required to accept and pay for during such year pursuant
12	to the provisions of Article 3 hereof. Prior to the delivery of
13	supplemental water but no later than February 15 the District shall
`1 4	pay one-half $(1/2)$ of the amount payable for said water scheduled
15	for the year and shall pay the remainder of the amount payable for
16	said water at the time the quantity of water furnished to the
17	District equals the quantity for which payment has been made, but
18	in no event later than July 1 of each year. Supplemental water
19	requested by the District and available for furnishing by the
20	United States in excess of the quantity required to be furnished
21	pursuant to this contract shall be paid for in full by the District
22	at the time or times such requests are made.

· 7

(c) In the event the District is unable, fails, or refuses 1 to accept delivery of the quantities of water available for delivery 2 and required to be accepted or paid for pursuant to this contract or 3 in the event the District in any year fails to submit a schedule for 5 delivery as provided in subdivision (a) of Article 4 hereof, said inability, failure, or refusal shall not relieve the District of its 6 7 obligation to pay for said water and the District agrees to make pay-8 ment therefor in the same manner as if said water had been delivered 9 and accepted in accordance with this contract.

ADJUSTMENTS

10

6. The amount of any overpayment by the District by reason of the quantity of supplemental water actually available for the District 12 13 during any year, as conclusively determined by the Contracting Officer. 14 having been less than the quantity of such water which the District 15 otherwise under the provisions of this contract would have been 16 required to receive and pay for shall be applied first to any accrued indebtedness arising out of this contract then due and owing to the 17 United States by the District and any amount of such overpayment then 19 remaining shall, at the option of the District, be refunded or 20 credited upon amounts to become due to the United States from the District under the provisions hereof in the ensuing year. 21

POINTS OF DELIVERY -- MEASUREMENT AND RESPONSIBILITY FOR DISTRIBUTION OF WATER

1

2	7. (a) The water to be furnished to the District pursuant to
3	this contract shall be delivered from Mendota Pool at diversion
4	points mutually agreed upon by the Contracting Officer and the District
5	(b) All water furnished pursuant to this contract shall be
6	measured by the United States at the points of delivery established
7	pursuant to subdivision (a) of this article with equipment installed,
8	operated, and maintained by the United States. Upon request of the
9	District the accuracy of such measurements shall be investigated by
10	the Contracting Officer and any errors appearing therein adjusted.
11	(c) The United States shall not be responsible for the
12	control, carriage, handling, use, disposal, or distribution of water
13	which may be furnished at the delivery points established pursuant to
14	subdivision (a) of this article, nor for claim of damage of any nature
15	whatsoever, including but not limited to property damage, personal
16	injury or death, arising out of or connected with the control, carriage,
17	handling, use, disposal, or distribution of such water beyond such
18	delivery points: Provided, That the United States reserves the right
19	to the use of all waste, seepage, and return-flow water derived from
20	supplemental water furnished to the District hereunder which escapes
21	or is discharged beyond the District's boundaries and nothing herein
22	shall be construed as an abandonment or a relinquishment by the

United States of the right to use any such water, but this shall not
 be construed as claiming for the United States any right, as waste,
 seepage, or return flow, to water being used pursuant to this contract
 for surface irrigation or underground storage within the District
 boundaries by the District.

6 (d) The United States may temporarily discontinue or reduce 7 the quantity of water to be furnished to the District as herein provided 8 for the purpose of such investigation, inspection, maintenance, repair, 9 or replacement as may be reasonably necessary of any of the Project facilities used for the furnishing of water to the District or any 10 11 part thereof, but so far as feasible the United States shall give the 12 District due notice in advance of such temporary discontinuance or 13 reduction, except in case of emergency, in which case no notice need be 14 given. When service is resumed, to the extent it may be possible to 15 do so and within the ability of the District to accept it, the United 16 States shall deliver the quantity of water which would have been furnished to the District in the absence of such contingency. 17

18

UNITED STATES NOT LIABLE FOR WATER SHORTAGE

19 8. (a) There may occur at times during any year a shortage in 20 the quantity of water available for furnishing to the District through 21 and by means of the Project, but in no event shall any liability accrue 22 against the United States or any of its officers, agents or employees

1 for any damage, direct or indirect, therefrom. In any year in 2 which there may occur such a shortage, the United States will 3 furnish Schedule 2 water in accordance with Article 3 hereof and 4 reserves the right to apportion the available supplemental water 5 supply among the District and others entitled under the then existing 6 contracts to receive water from Delta-Mendota Canal or Mendota Pool, 7 or both, in accordance with conclusive determinations of the 8 Contracting Officer, as follows: 9 (i) A determination shall be made of the total 10 quantity of supplemental water agreed to be accepted during 11 the respective year under all contracts then in force for the 12 delivery of water from the Delta-Mendota Canal or Mendota Pool, 13 or both, the quantity so determined being hereinafter referred 14 to as the contractual commitments; 15 (ii) A determination shall be made of the total 16 quantity of water from the Delta-Mendota Canal or Mendota Pool, 17 or both, which is in excess of the quantity necessary to meet 18 the requirements of the AMENDED CONTRACT FOR EXCHANGE OF WATERS, No. Ilr-1144 Amendatory, dated March 17, 1956, as amended, here-19 20 inafter referred to as the Exchange Contract, and which is 21 available for meeting the contractual commitments, the quantity so 22 determined being hereinafter referred to as the available supply;

1 (iii) The total quantity of supplemental water 2 agreed to be furnished to the District by the United States during the respective year under Article 3 hereof shall be 3 divided by the contractual commitments, the quotient thus 4 5 obtained being hereinafter referred to as the District's 6 contractual entitlement; and 7 (iv) The available supply shall be multiplied by 8 the District's contractual entitlement and the result shall be the quantity of supplemental water required to be delivered 9 10 by the United States to the District for the respective year. 11 Insofar as determined by the Contracting Officer to be practicable, 12 in the event a shortage appears probable the United States shall notify 13 the District of such determination in advance of the irrigation season. 14 (b) In the event that in any year there is delivered to the 15 District, by reason of any shortage or apportionment as provided in 16 subdivision (a) of this article or any discontinuance or reduction of service as set forth in subdivision (d) of Article 7 hereof, less 17 18 than the quantity of supplemental water which the District otherwise 19 would be entitled to receive, there shall be made an adjustment on 20 account of the amounts paid to the United States by the District for water for said year in a manner similar to that provided for in 21 22 Article 6 hereof. To the extent of such deficiency, such adjustment

shall constitute the sole remedy of the District or anyone having
 or claiming to have by, through, or under the District the right
 to the use of any of the water.

4 (c) The rights of the District to supplemental water 5 under this contract are subject to the terms of the Exchange Contract.

USE OF WATER FURNISHED TO DISTRICT

9. Supplemental water furnished to the District pursuant to
this contract shall not be used by it for any purposes other than
agricultural purposes, including but not restricted to the watering
of livestock, incidental domestic use, or underground water replenishment, without written consent of the Contracting Officer.

12

6

QUALITY OF WATER

13 10. (a) The quality of water furnished under this contract shall be the best that the United States, following its established operat-14 15 ing procedures, can deliver by means of either the Delta-Mendota Canal 16 or the San Joaquin River, or both, and shall be at all times suitable 17 irrigation water for use upon the District's lands. The fact that the requirements of such water quality are herein stated only in terms of 18 19 parts per million of total dissolved solids should not be construed as 20 meaning that this particular measurement of water quality is the sole 21 indication of requisite water quality. The best data presently available on the character of the possible sources of water supplying 22

the Delta-Mendota Canal indicate that as concentration changes
there will be no significant change in the character of the water
with respect to the proportions of the various constituents. However, if such water meets the following specific requirements it
shall be deemed conclusively to be suitable irrigation water hereunder:

(i) Daily: The quality of water shall not exceed a mean daily value of eight hundred (800) parts per million of total dissolved solids. The mean daily values are to be computed by weighting the instantaneous values on the basis of time of occurrence during each day;

6

7

8

9

10

11 (ii) Monthly: The quality of water shall not exceed
12 a mean monthly value of six hundred (600) parts per million of
13 total dissolved solids. The mean monthly value is to be computed
14 by weighting each mean daily value of total dissolved solids on
15 the basis of the quantity of water delivered each day of the month;

16 (iii) Annual: The quality of water shall not exceed
17 a mean annual value during the year of four hundred and fifty (450)
18 parts per million of total dissolved solids. The mean annual
19 value is to be computed by weighting each mean daily value of
20 total dissolved solids on the basis of quantity of water delivered
21 each day of the year; and

(iv) Five-year: The average quality of water for 1 any five (5) consecutive years shall not exceed a mean value 2 of four hundred (400) parts per million of total dissolved 3 solids. The 5-year average shall be computed by weighting 4 each mean daily value of total dissolved solids on the basis 5 6 of quantity of water delivered each day of the five (5) con-7 secutive years ending with the last year of the period. 8 (b) The quality of water delivered from the San Joaquin 9 River shall be determined at the present location of the Whitehouse 10 gaging station, and from Delta-Mendota Canal shall be measured by a salinity recorder as presently installed in said canal. The quality 11 12 determination made at said gaging station and the rating of said 13 recorder shall be from bottle samples taken twice each month from 14 which total dissolved solids will be determined by chemical analysis. 15 When water is being delivered from Delta-Mendota Canal and from the 16 San Joaquin River simultaneously, the quality of all water so 17 delivered shall be determined by computing the weighted average 18 quality of all water so delivered. All quality determinations shall 19 be made by the Contracting Officer. 20 WATER POLLUTION CONTROL 21. The District agrees that it will comply fully with all 11.

22 applicable Federal laws, orders, and regulations, and the laws of

the State of California, all as administered by appropriate authorities, 1 concerning the pollution of streams, reservoirs, groundwater, or water 2 courses with respect to thermal pollution or the discharge of refuse, 3 garbage, sewage effluent, industrial waste, oil, mine tailings, mineral 4 5 salts, or other pollutants. The District further agrees that any contract it may enter into with a third party for the furnishing of 6 Project water will contain a similar water pollution control article. 7 8 DRAINAGE FACILITIES The District agrees to construct drainage facilities if and 9 12. 10 when such facilities are required to protect the irrigability of the 11 lands receiving water pursuant to this contract. 12 WATER RIGHTS SETTLEMENT 13 13. The District, its successors, or assigns shall not divert, 14 dispose of, or otherwise use water from Mendota Pool under any claim of water rights to San Joaquin River water so long as the United States 15 16 delivers or is ready, able, and willing to deliver Schedule 2 water to 17 the District in accordance with the terms of this contract. Performance 18 by the United States of its obligations hereunder with respect to the 19 delivery of Schedule 2 water shall release the United States from 20 liability with respect to such claims. 21 ACCESS TO FRESNO SLOUGH Section 14. To the extent the District has the power to grant such use, 22 23 the United States, its employees, and its agents may use the roads

1 within the District as such roads may exist for ingress and egress 2 to and from Fresno Slough. 3 ALL BENEFITS CONDITIONED UPON PAYMENT 4. 15. Payment by the District to the United States of charges 5 at the rate and upon the terms and conditions provided in this con-6 tract is prerequisite to the diversion or use of supplemental water 7 by the District. The District will cause to be levied and collected 8 all necessary assessments, tolls, and other charges, and will use 9 all of the authority and resources of the District to meet its 10 obligations hereunder. 11 PENALTY FOR DELINQUENT PAYMENTS 12 16. The District shall pay a penalty on installments or 13 charges which become delinquent computed at the rate of one-half of 14 one percent per month of the amount of such delinguent installments 15 or charges for each day from the date of such delinquency until paid: 16 Provided, That no penalty shall be charged to the District unless 17 such delinquency continues for more than thirty days. 18 EXCESS LANDS 17. (a) No supplemental water made available pursuant to this 19 20 contract shall be furnished to any excess land. As used herein the term "excess land" means that part of the irrigable land served by 21 the District in excess of one hundred and sixty (160) acres held in the 22

beneficial ownership of any single person, whether a natural person, 1 a corporation, or the beneficiary of a trust approved by the Contracting 2 Officer. With respect to land held in coownership, such as a partner-3 ship, tenancy in common, joint tenancy, or community property, the 4 beneficial ownership of each coowner shall be that fraction of the total 5 6 acreage held in coownership which equals the coowner's fractional interest 7 therein: Provided. That such ownership arrangement is acceptable to the 8 Contracting Officer as complying with all requirements under Reclamation 9 law. The term "large landowner" means an owner of excess lands, and the 10 term "nonexcess land" means all irrigable land served by the District 11 which is not excess land as defined herein.

12 (b) As a condition precedent to the right to receive supple-13 mental water made available pursuant to this contract for any of its 14 nonexcess land, the District shall file in its office, in duplicate, 15 its written designation and description of the land selected to be non-16 excess land.

17

TERMINATION UPON TRANSFER OF LAND

18 18. It is the expressed intent of the District that all of 19 its lands concerned in this contract shall remain District-owned 20 property. The District, with the approval of the Contracting 21 Officer, may designate another one hundred and sixty (160) acres 22 of its land as that eligible to receive supplemental water, but 23 the contract is made on the basis that a supplemental water supply

1	will not be allowed for more than a given one hundred and sixty	
2	(160) acres of land: Provided, That by mutual agreement of the	
3	parties this contract may be amended if title to a portion of the	
4	District's land is transferred, or terminated if title to all of	1
5	said land shown on Exhibit A is transferred. New owners of title	
6	who are qualified to receive water for the land may enter into	
7	separate renewable contracts for service of their appropriate	
8	share of the water supply herein provided for the remainder of the	
9	term of this contract.	
10	BOOKS, RECORDS, AND REPORTS	
11	19. The District shall establish and maintain accounts and	
12	other books and records pertaining to its financial transactions,	
13	land use and crop production, water use, and to such matters as the	
14	Contracting Officer may require. Reports thereon shall be furnished	
15	to the United States in such form and on such date or dates as may	
16	be required by the Contracting Officer. Each party shall have the	
17	right, during office hours, to examine and make copies of the other	
18	party's books and official records relating to matters covered by	1
19	this contract.	
20	REMEDIES UNDER CONTRACT NOT EXCLUSIVEWAIVERS	
21	20. Nothing contained in this contract shall be construed as in	•••
22	any manner abridging, limiting, or depriving the United States of any	

means of enforcing any remedy, either at law or in equity, for the breach of any of the provisions hereof which it would otherwise have. Any waiver at any time by either party to this contract of their rights with respect to a default, or any other matter arising in connection with this contract, shall not be deemed to be a waiver with respect to any subsequent default or matter.

7

DETERMINATIONS

8 21. (a) Where the terms of this contract provide for action 9 to be based upon the opinion or determination of either party to 10 this contract, whether or not stated to be conclusive, said terms 11 shall not be construed as permitting such action to be predicated 12 upon arbitrary, capricious, or unreasonable opinions or determinations.

13 (b) In the event the District questions any factual 14 determination made by any representative of the Secretary as required 15 in the administration of this contract, any findings as to the facts 16 in dispute thereafter made by the Secretary shall be made only after 17 consultation with the District's Board of Directors.

18 (c) Except as otherwise provided herein, the Secretary's
19 decision on all questions of fact arising under this contract shall
20 be conclusive and binding upon the parties hereto.

NOTICES

1

.

2	22. (a) Any notice authorized or required to be given
•	(*) why motice addition of reducto to be Brow
3	to the United States shall be deemed to have been given when
4	mailed, postage prepaid, or delivered to the Regional Director,
5	Region 2, Bureau of Reclamation, Post Office Box 15011, Sacramento,
6	California 95813. Any notice authorized or required to be given
7	to the District shall be deemed to have been given when mailed in
8	a postage-prepaid or franked envelope or delivered to Reclamation
9	District No. 1606, Post Office Box 757, San Joaquin, California
10	93660.
11	(b) The designation of the addressee or the address
12	given above may be changed by notice given in the same manner as
13	provided in this article for other notices.
14	(c) This article shall not preclude the effective
15	service of any such notice or announcement by other means.
16	CONTINGENT UPON APPROPRIATION OR ALLOTMENT OF FUNDS
17	23. The expenditure of any money or the performance of any
18	work by the United States hereunder which may require appropriation

26

--

of money by the Congress or the allotment of funds shall be contingent upon such appropriation or allotment being made. The failure of the Congress so to appropriate funds or the absence of any allotment of funds shall not relieve the District from any obligations then accrued under this contract and no liability shall accrue to the United States in case such funds are not appropriated or allotted.

OFFICIALS NOT TO BENEFIT

9 24. No Member of or Delegate to Congress or Resident
10 Commissioner or a member of the District's board of directors
11 shall be admitted to any share or part of this contract or to
12 any benefit that may arise herefrom, but this restriction shall
13 not be construed to extend to this contract if made with a corpor14 ation or company for its general benefit.

15

8

RULES AND REGULATIONS

16 25. The United States may prescribe and from time to time 17 may modify rules and regulations not inconsistent with terms of 18 this contract to carry out its purposes.

COVENANT AGAINST CONTINGENT FEES

26. The District warrants that it has not employed any 2 person to solicit or secure this contract upon any agreement for 3 a commission, percentage, brokerage, or contingent fee. Breach of 4 this warranty shall give the United States the right to annul the 5 6 contract. This warranty shall not apply to commissions payable 7 by contractors upon contracts or sales secured or made through 8 bona fide established commercial or selling agencies maintained 9 by the District for the purpose of securing business.

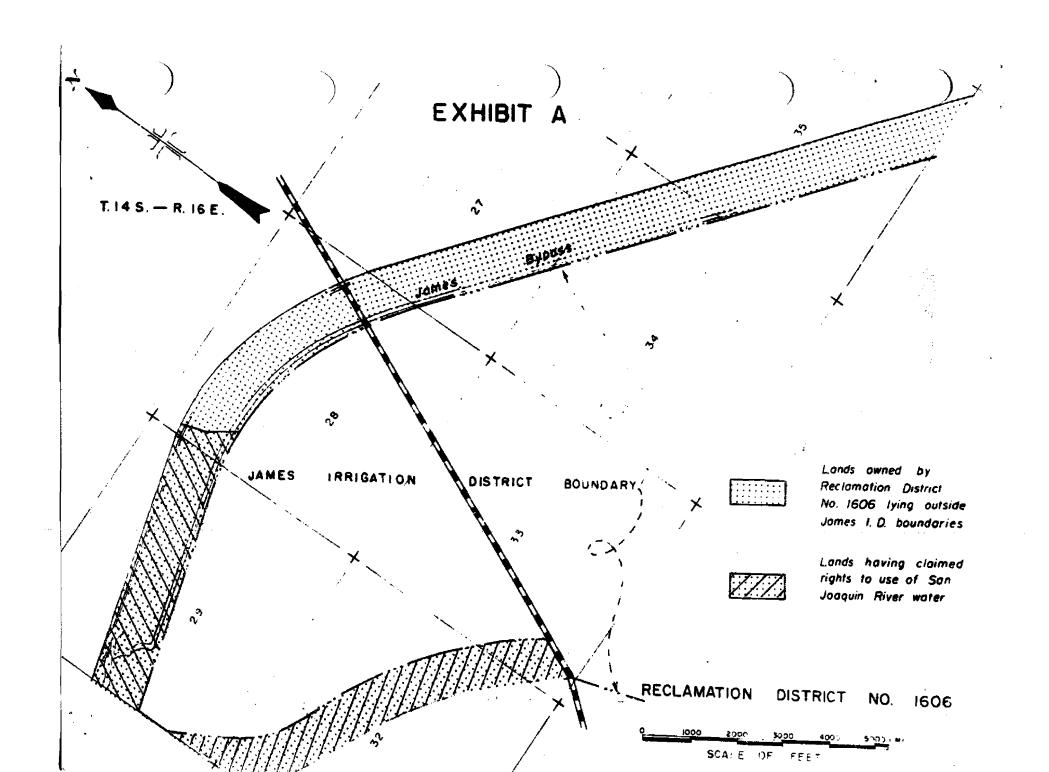
10

1

27. ASSURANCE RELATING TO VALIDITY OF CONTRACT

Promptly after the execution and delivery of this contract 11 12 the District shall file and prosecute to a final decree, including 13 any appeal therefrom to the highest court of the State of California. 14 in a court of competent jurisdiction a special proceeding for the judicial examination, approval, and confirmation of the proceedings 15 16 had for the organization of the District and the proceedings of the 17 District Board of Directors and of the District leading up to and including the making of this contract and the validity of the provi-18 19 sions thereof; and this contract shall not be binding on the United 20 States until said District organization, proceedings, and contract 21 shall have been so confirmed by a court of competent jurisdiction 22 or pending appellate action in any court if ground for appeal be laid.

IN WITNESS WHEREOF, the parties hereto have executed this contract the day and year first above written. THE UNITED STATES OF AMERICA 12. Appd. Sol. Oft, By Regional Director, Region 2 Bureau of Reclamation **RECLAMATION DISTRICT NO. 1606** (SEAL) Έ President ATTEST: Secretary



CERTIFIED COPY OF RESOLUTION

Adopted by the Board of Directors of Reclamation District No. 1606, San Joaquin, California, April 12, 1968:

> RESOLVED, That the Board of Directors of Reclamation No. 1606 have approved F. O. Draft 1/5-1967, Rev. R. C. 11/28-1967 Contract between the United States of America and Reclamation District No. 1606. Providing for Water Service and for Adjustment and Settlement of Certain Claimed Water Rights. And that the President and Secretary of Reclamation District No. 1606 be and they are hereby authorized to execute said contract.

I, Elva J. Berry hereby certify that the foregoing is a complete and correct copy of the resolution duly adopted by the Board of Directors of Reclamation District No. 1606 at a meeting held om April 12, 1968.

Sea1

Secretary Jlva J. Berry,

Reclamation District No. 1606