

**AMENDMENT NO. 5
TO
GROUNDWATER STORAGE PROGRAM
FUNDING AGREEMENT NO. 49960**

BY AND AMONG

THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

AND

INLAND EMPIRE UTILITIES AGENCY

AND

THREE VALLEYS MUNICIPAL WATER DISTRICT

AND

CHINO BASIN WATERMASTER

DATED AS OF MARCH 2009

**AMENDMENT NO. 5 TO GROUNDWATER STORAGE PROGRAM
FUNDING AGREEMENT NO. 49960**

THIS AMENDMENT NO. 5 TO GROUNDWATER STORAGE PROGRAM FUNDING AGREEMENT NO. 49960 (this “**Amendment No. 5**”), dated as of March 6, 2009, is entered into by and among **THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA** (“**Metropolitan**”), a public entity of the State of California, **INLAND EMPIRE UTILITIES AGENCY**, a municipal water district of the State of California (“**IEUA**”), **THREE VALLEYS MUNICIPAL WATER DISTRICT**, a municipal water district of the State of California (“**TVMWD**”) and **CHINO BASIN WATERMASTER**, an entity established by the Superior Court of the State of California to manage the Chino Groundwater Basin (“**Watermaster**”). Hereafter, Metropolitan, IEUA, TVMWD and Watermaster may be referred to collectively as “Parties.”

RECITALS

- A. In June 2003, the Parties entered into an agreement titled, “Agreement No. 49960 Groundwater Program Storage Funding Agreement” (“**Agreement**”) pursuant to which Metropolitan has stored water in the Chino Basin.
- B. Recital H of the Agreement defines the Program Funds allocated to the Chino Basin Groundwater Storage Project (Project) and specifies that the project is eligible for up to \$9 million of the Prop. 13 funds and up to \$18.5 million of other funds administered by Metropolitan. It has been determined that \$386,027.14 of the Prop. 13 grant previously allocated to other approved groundwater storage projects will not be expended, and Metropolitan has reallocated these Prop. 13 funds to the Prop. 13 budget for this Chino Basin Groundwater Storage Project in lieu of a like amount of the other funds administered by Metropolitan. The total budget amount for the Chino Basin project will not be altered.

NOW, THEREFORE, in consideration of the foregoing Recital, the Parties hereby agree as follows:

AMENDMENT

- 1. Recital H is revised to read as follows:

On January 19, 2001, the Proposal for Chino Basin Groundwater Storage Project (the “Proposal”) was submitted by IEUA for Metropolitan’s consideration (see Exhibit C attached hereto). On April 10, 2001, Metropolitan notified IEUA that the program described in its Proposal had been selected for further consideration (see Exhibit D attached hereto) and that it was eligible for up to \$9 million of the Prop. 13 funds. The Program is also eligible for disbursement of up to \$18.5 million of other funds administered by Metropolitan. In March 2009, \$386,027.14 of additional Prop. 13 funds became available for use for approved groundwater storage projects. The \$386,027.14 of additional Prop. 13 funds have been added to the Prop. 13 budget for the program and subtracted from the budget of other funds administered by Metropolitan for this program. The total budget amount for the Chino Basin project has not changed. The Prop. 13 Funds plus the Metropolitan funds specifically allocated to the proposed Program are referred to herein as the “Program Funds”. This adjustment to the budgeted Program Funds applies throughout the Agreement.

- 2. Except as, and to the extent specifically and expressly modified by this Amendment No. 5, the Agreement is, and shall continue to be, in full force and effect. This Amendment does not

constitute a waiver of any provisions, terms or conditions of the Agreement or of any failure to comply with such provisions, terms or conditions.

3. This Amendment No. 5 may be executed in multiple counterparts, all of which together shall constitute a single, integrated amendment to the Agreement.

IN WITNESS WHEREOF, the Parties have caused this Amendment No. 5 to be executed as of the date first set forth above.

**THE METROPOLITAN WATER DISTRICT
OF SOUTHERN CALIFORNIA**

By: _____
Jeffrey Kightlinger
General Manager

Date: _____

**APPROVED AS TO FORM:
Karen Tachiki, General Counsel**

By: _____
Setha Schlang
Senior Deputy General Counsel

Date: _____

INLAND EMPIRE UTILITIES AGENCY

By: _____
Richard Atwater
General Manager

Date: _____

APPROVED AS TO FORM:

By: _____
General Counsel

Date: _____

THREE VALLEYS MUNICIPAL WATER DISTRICT

By: _____
Richard W. Hansen
General Manager/Chief Engineer

Date: _____

APPROVED AS TO FORM:

By: _____
Steve Kennedy
District Counsel

Date: _____

CHINO BASIN WATERMASTER

By: _____
Ken Manning
Chief Executive Officer

Date: 3/26/09

APPROVED AS TO FORM:

By: _____
Michael Fife
General Counsel

Date: 3/26/09