

Topic: **Sites Reservoir Project**

**2016 May 24**

Subject: **Phase 1 Proposal to Participate, Attachment 1**

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## **Phase 1 Proposal to Participate Form**

[Santa Clara Valley Water District](#) elects to participate in Phase 1 of the Sites Reservoir Project in the following manner:

- ☒ By checking this box, [Santa Clara Valley Water District](#), certifies that it is:
1. an eligible entity as defined in Proposition 1<sup>1</sup> to be a member of a joint powers authority per CA Water Code § 79759 and will contribute financially to implement the Sites Reservoir Project, which is the CALFED project known as the North of Delta Offstream Storage (NODOS) Project;
  2. electing to participate in the Sites Reservoir Project phase 1 in one of the categories listed below, and
  3. agreeing to be a member in good standing and comply with the terms and conditions of the Sites Project Agreement, Bylaws and applicable Project Agreements, both now and as they may amended, respectively.

Project Membership Type & Location: (refer to bylaws)

Sites Project Authority:

☐ Authority

☐ Ex Officio (DWR)

Advisory:

☐ Associate

Participants in Project Agreements:

☒ Type I (Standing)

☐ Type II (Affiliate)

☐ Type III (Represented)

Principle Location:

☐ Within the Sacramento Hydrologic Region (Type A)

☒ Outside the Sacramento Hydrologic Region (Type B)

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<sup>1</sup> Proposition 1, specifically CA Water Code §79759 provides the membership requirements applicable to joint power authorities created to implement CALFED storage projects. These requirements can be viewed at <http://www.leginfo.ca.gov/cgi-bin/displaycode?section=wat&group=79001-80000&file=79750-79760>. To be eligible, a mutual water company also needs to meet the requirements of §79712, which can be viewed at: <http://www.leginfo.ca.gov/cgi-bin/displaycode?section=wat&group=79001-80000&file=79703-79716.5>

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- ☐ Authority Member: Management and Administration of the Sites Project Authority plus the Regional Benefits/economics cost centers. The associated costs will be allocated on a pro-rata basis according to the total number of voting members to the Sites Project Authority (i.e. 1/10 share for fiscal year 2016).

In-kind Services (optional<sup>2</sup>): \_\_\_\_\_

Proposed Director: \_\_\_\_\_ Title: \_\_\_\_\_

Proposed Alternate: \_\_\_\_\_ Title: \_\_\_\_\_

- ☒ Reservoir Project Agreement Committee Member: Advancing the development and construction of the Sites Reservoir, which is comprised of the Water Infrastructure & Supply, Operations, and Renewable Power cost centers. These costs will be allocated based on the number of acre-ft. of **your Agency's commitment divided by the total acre-ft. of all contributing Agencies water commitment.**

## Participation:

24,000. **acre-ft. of Class 1** water at a not-to-exceed cost of **60 \$/acre-ft.** for phase 1 activities. This represents water that would not be made available for use as Proposition 1, Chapter 8-eligible public benefits. Currently, less than 120,000 acre-ft. is available.

The current estimate of the amount of water produced on a long-term average is 500,000 acre-ft./year of which 50% is proposed to *not* be used for Proposition 1, Chapter 8-eligible public benefits. The voting weight is equal to 1/n Members times 50 plus the Members participation in all classes of water/total participation times a maximum of 50% when there is no Class 2 water and a maximum of 40% when Class 2 water is included (i.e. the total of all voting equals 100%).

0. **acre-ft. of Class 2** water at a not-to-exceed cost of **30 \$/acre-ft.** for phase 1 activities. This represents additional

<sup>2</sup> In-kind services require prior Board approval. For Phase 1, in-kind services cannot be used to offset the cash contribution, but can be counted towards the total project costs eligible to receive WSIP funding from the CA Water Commission.

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water that at the end of Phase 1 could become available to Members. It is dependent upon (a) the CA Water Commission's election to participate at less than 50% of the Projects' cost, (b) estimated value of public benefit water, and (c) updated operational studies. Currently, a maximum of 170,000 acre-ft. of water is available. Since the Member has already elected to participate in Class 1 water, the incremental increase in voting weight is equal to the Members participation in Class 2 water/total participation times 10 (i.e. the total of all voting equals 100%).

Other Benefit (specify): \_\_\_\_\_

In-kind Services (Optional): \_\_\_\_\_

Proposed Director: Cindy Kao Title: Manager, Imported Water UnitProposed Alternate: Garth Hall Title: Deputy Operating OfficerManagement Rep: Paul Tjogas or Melih Ozbilgin Title: Sr. Engineer /Sr. Water Resources Specialist

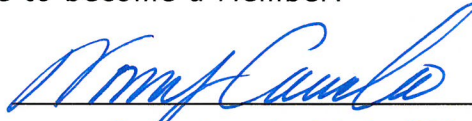
- ☐ Advisory: Provide input and advice to the Board on project-related matters. For Phase 1, participation requires annual dues in the amount of \$ 5,000.

Proposed Director: \_\_\_\_\_ Title: \_\_\_\_\_

Signature Block:

Entity: By signing this form, the entity's authorized representative is:

1. Certifying they are eligible to participate in the Sites Reservoir Project
2. Acknowledges their level of participation and this form is only valid for the Project's Phase 1,
3. Not committing any funds at this time, but is committing to use best efforts to enter into agreement with the Authority and Phase 1 Reservoir Project Agreement Committee to become a Member.

  
Norma Camacho, Interim CEO

Santa Clara Valley Water District

  
Date