

## TRIANGLE T WATER DISTRICT

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4400 Hays Drive  
Chowchilla, CA 93610  
TEL: (209) 665-1788

### MEETING NOTICE AND AGENDA FOR THE REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE TRIANGLE T WATER DISTRICT

Alternate formats of this agenda will be made available upon request by qualified individuals with disabilities. Appropriate interpretive services for this meeting will be provided if feasible upon advance request by qualified individuals with disabilities. Please contact the Interim Agency Secretary at (209) 883-8374 for assistance and allow sufficient time to process and respond to your request.

PLEASE TAKE NOTICE that the regular meeting of the Board of Directors of the Triangle T Water District will be held on December 12, 2019 at 10:00 AM. 4400 Hays Drive, Chowchilla, CA 93610.

1. **ROLL CALL**
2. **PUBLIC COMMENT**  
Interested persons in the audience are welcome to introduce any topic within the Agency's jurisdiction. No action may be undertaken on any item not appearing on the posted agenda, except that the Board may briefly respond to the comments, refer the matter to staff, or request it be placed on a future agenda.
3. **BOARD MEETING MINUTES** – Sarah Woolf
  - a. **Action Item** - Consider approval of meeting minutes of November 14, 2019
4. **APPOINTMENT OF NEW BOARD MEMBER**
  - a. **Action Item** – Nominate and fill vacated seat by Director Benjamin.
5. **BUDGET** – Chase Hurley
  - a. **Action Item** - Review and Consider Approval of the Financial Report
  - b. **Action Item** – Review and Consider Approval of proposed 2020 Budget
6. **WATER OPERATIONS** - Chase Hurley
  - a. November Water Operations Update
  - b. Discussion of Water Recharge Credit Program
7. **MITIGATION AGREEMENT**
  - a. Pipeline Easement Agreements
  - b. Ad Hoc Committee Update
8. **APPROPRIATIVE WATER RIGHTS APPLICATION FOR FLOOD FLOWS TO THE STATE WATER RESOURCES CONTROL BOARD** - Sarah Woolf

- a. Application Status
- b. **Action Item** – Consider Approval of Resolution #2019 – 03 to Monitor Groundwater Use During the 2020 Irrigation Season
- c. MOU assessment invoice

9. **ANNEXATION UPDATE** – Sarah Woolf

10. **OES GRANT UPDATE** – Sarah Woolf

11. **RED TOP LANDOWNER MEETING** – Sarah Woolf

12. **CLAYTON WATER DISTRICT** – Sarah Woolf (12/16/19)

13. **OTHER BUSINESS**

14. **COMMENTS FROM THE BOARD**

Board Members may provide a brief report on notable topics of interest. The Brown Act does not allow discussion or action by the Legislative Body.

15. **ADJOURNMENT**

# TTWD

## Board Meeting – December 12, 2019

Agenda Item #: 3  
Item: Minutes  
Type: Action  
Staff Recommendation: Approval

The draft November 2019 board minutes are attached for your review.

### ADMINISTRATION

Motion:

2<sup>nd</sup>:

Unanimous Yes

Avila	Yes	No
Thurman	Yes	No
Vlot, C	Yes	No
Vlot, D	Yes	No
Vacancy	Yes	No

**TRIANGLE T WATER DISTRICT  
MINUTES  
November 14, 2019**

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**Those present at the meeting included**

<b>Directors:</b>	Lucas Avila	HNRG
	Dirk Vlot	Vlot Family Farms
	Cole Vlot	Vlot Family Farms
	Emmanuel Benjamin	HNRG
<b>Others:</b>	Sarah Woolf	Water Wise
	Chase Hurley	WLS
	Brad Samuelson	WLS
	Case Vlot	Cross Creek
	Jason Littleton	Fairmead Farms
	Brock Lopes	HNRG
	Jose Ochoa	HNRG
	Carl Evers Jr.	HNRG
	Samantha Lopes	HNRG
	George Park	LTMWC
	Kristi Robinson	Water Wise
	Michael Peters	Kaweah Pump
	Karun Samran	Bapu Farming
	Boyd Conkins	HNRG
	Jeremy Olday	AGIS

**Roll Call:** Director Avila called the meeting to order at 10:25 AM and asked for self-introductions.

**Public Comment:**

No public comment was made.

**Minutes**

Minutes from October 10, 2019 were reviewed and Director Dirk Vlot made a motion to approve. The motion was seconded by Director Cole Vlot and passed unanimously.

**Mitigation Agreement**

Chase Hurley reminded the board that the Mitigation Agreement will be managed by the TTWD after the first of the year. Before that happens the Easement Agreements and other supporting documentation will need to be approved by the individual landowners to start the process. Chase asked that the landowners provide any comments on the documentation to him by November 30, 2019.

Chairman Avila requested the formation of an Ad Hoc committee with help staff lay out the process necessary for adoption of the Mitigation Agreement. It was recommended that Director Avila, Director Cole Vlot, Carl Evers III and Darcy Vlot make up the committee. The timeframe for the committee work is anticipated to be completed by March 2020.

**Annexation**



Sarah Woolf informed the board that Provost & Pritchard has received all the landowner annexation applications the district has received to date. However, there are additional lands that have voiced interest in participating in the annexation process. She needs to get all the applications in from any landowner that would like to be considered for annexation in the next 30 days. She will send out an email with the annexation form to all Red Top Landowners reminding them of the deadline.

#### **OES Grant**

It was recommended that Sarah Woolf conduct a tour of the area of the appropriate agencies participating in the grant authorization, CAL OES & FEMA. Sarah Woolf will follow up on a possible tour.

#### **Budget**

Chase Hurley reviewed the bills and the operating budget to date. He walked through the expenses in 2019 and compared it to the proposed DRAFT Budget for 2020. The 2020 proposed Budget will be brought back to the full board for adoption at the December Board Meeting. Director Cole Vlot made a motion to approve the year to date budget and pay the bills. Director Dirk Vlot made the second and the motion passed unanimously.

#### **Water Budget**

Chase Hurley reviewed the water use and budget for the year. 4,000 AF was budgeted and this year we will actually use 14,311AF by the end of February 2020.

#### **Red Top Landowners Meeting**

Sarah will plan the next Red Top Landowner Meeting after the Chowchilla GSP is submitted.

#### **Clayton Water District**

The board was updated that at the Clayton Board meeting they discussed the work they are doing to complete their annexation of additional lands. They also approved the submission of comments to the Chowchilla Subbasin GSP.

#### **Other Business**

Chase Hurley informed the board that there would not be a closed session. The item regarding the San Luis Canal Company was no longer necessary as they have decided to move forward with a long-term water purchase from other buyers and did not accept Triangle T Water Districts offersheet. They will be in touch with TTWD if there is an opportunity to purchase in the future.

Chase Hurley also mentioned that the board gave direction to look at multiple engineering firms to represent the District on future district capital projects. He will be moving forward with interviews of engineering firms.

#### **Adjournment**

Meeting was adjourned at 11:38 AM.

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Secretary: Sarah Woolf

# TTWD

## Board Meeting – December 12, 2019

Agenda Item #: 5  
Item: Budget  
Type: Action  
Staff Recommendation: Approval of Payables and Proposed 2020 Budget

### ADMINISTRATION

Motion:

2<sup>nd</sup>:

Unanimous Yes

Avila	Yes	No
Thurman	Yes	No
Vlot, C	Yes	No
Vlot, D	Yes	No
Vacancy	Yes	No

PAYABLE LIST  
 TRIANGLE T WATER DISTRICT  
 DECEMBER 12, 2019

CK#	Date	Name	Payment	Deposit	Bank Balance	Description
1202	11/25/19	BEGINNING BALANCE			\$ 935,629.27	
1203	12/3/19	Chowchilla WD	\$ 60,120.00		\$ 875,509.27	1800 AF @\$167/AF = \$300,600: Payment #1 of 5
1204	12/3/19	VOID	\$ -		\$ 875,509.27	Originally made out to PGE for \$19,677.50: Oct 18th-Nov 17th
1205	12/8/19	ATT	\$ 83.31		\$ 875,425.96	Monthly Phone
1206	12/8/19	Water & Land Solutions LLC	\$ 19,677.50		\$ 855,748.46	Reimbursement for PGE Payment shown above
1207	12/12/19	Water Wise	\$ 4,107.50		\$ 851,640.96	Management Fee:\$3687.50, Water Rights Tour Vans:\$420
1208	12/12/19	Water & Land Solutions LLC	\$ 6,687.50		\$ 844,953.46	TTWD Mgmt Fee: \$3687.50, TTWD GSA Mgmt Fee: \$3,000
1209	12/12/19	Chowchilla WD	\$ 60,120.00		\$ 784,833.46	1800 AF @\$167/AF = \$300,600: Payment #2 of 5
1210	12/12/19	Herum/Crabtree/Suntag	\$ 2,723.40		\$ 782,110.06	General-\$198.90, GSA-\$1035.30, Water Rights-\$1382.10, Mitigation Agmt-\$107.10
1210	12/12/19	Provost & Pritchard	\$ 8,063.76		\$ 774,046.30	Annexation-\$722.20, Water Rights-\$7341.56
<b>Totals</b>			<b>\$ 161,582.97</b>	<b>\$ -</b>	<b>\$ 774,046.30</b>	

Triangle T Water District  
 FY2019 BUDGET TO ACTUAL & FY2020 DRAFT BUDGET  
 December 12, 2019

Description	2019	Actual	Estimated Total	Projected Year End \$	% of Budget	Notes	FY2020 DRAFT
	Budget						
<b>REVENUE</b>							
Assessment	2,219,363	2,212,520	2,219,363	-	100%		1,883,705
Chowchilla WD Transfer #2	365,400	348,587	348,587	(16,813)	95%	1,305 AF @ \$280 - Obligation of JHI	-
Outside Boundary Water Rate	233,550		50,000	(183,550)	21%	1,000 AF at \$233.55 - Blended rate	495,000
Outside Boundary Wheeling Rate	15,000		7,500	(7,500)	50%	1,000 AF at \$15/AF - PGE	0
Reserves							0
	<b>\$ 613,950</b>	<b>\$ 348,587</b>	<b>\$ 406,087</b>	<b>(207,863)</b>	<b>66%</b>		<b>495,000</b>
Redtop Landowners Appropriative right	347,624	147,500	147,500	(200,124)	42%	Held in Trust for specific line item	200,124
Redtop Landowners OES Grant	452,610	-	452,610	-	100%	Held in Trust for specific line item	452,610
	<b>\$ 800,234</b>		<b>\$ 652,734</b>	<b>(147,500)</b>	<b>82%</b>		<b>\$ 652,734</b>
	<b>Sub \$ 1,414,184</b>	<b>\$ 348,587</b>	<b>\$ 1,058,821</b>	<b>(355,363)</b>	<b>75%</b>		<b>\$ 1,147,734</b>
	<b>Total \$ 3,633,547</b>	<b>\$ 2,561,107</b>	<b>\$ 3,278,184</b>	<b>(355,363)</b>	<b>90%</b>		<b>\$ 3,031,439</b>
<b>EXPENSES</b>							
O&M	1,251,713	284,408	1,246,538	(5,175)	100%		381,805
Water	1,581,600	1,857,516	2,865,708	1,284,108	181%	Balance of Water backstopped by JHI	1,350,000
Capital							646,900
	<b>Total \$ 2,833,313</b>	<b>\$ 2,141,924</b>	<b>4,112,246</b>	<b>1,278,933</b>	<b>145%</b>		<b>\$ 2,378,705</b>
	<b>BALANCE \$ 800,234</b>	<b>\$ 419,183</b>	<b>(834,062)</b>	<b>(1,634,296)</b>	<b>-104%</b>		<b>\$ 652,734</b>
<b>Voluntary Assessment (\$)</b>	<b>\$ 2,219,363</b>						<b>\$ 1,883,705</b>
<b>Voluntary Assessment (\$/AC)</b>	<b>\$ 150.48</b>						<b>\$ 127.72</b>

Landowner Name	FY2019		Quarterly Invoice
	Assessment	Assessment	
Viot Revocable Trust	\$ 270,552	\$ 67,638	
John Hancock Insurance	\$ 1,948,981	\$ 487,245	
	<b>\$ 2,219,533</b>	<b>\$ 554,883</b>	

TTWD Assessment	
FY	\$/Acre
2017	\$ 10
2018	\$ 107.00
2019	\$ 150.48
2020	\$ 127.72

Assessment (\$) \$ 1,883,705  
 Assessment (\$/AC) \$ 127.72



Triangle T Water District  
 FY2019 BUDGET TO ACTUAL & FY2020 DRAFT BUDGET  
 December 12, 2019

## Operation & Maintenance

	Description	Budget	Actual	%	Estimated to Complete	Total	FY 2020 DRAFT
I.	<b>Administration</b>						
a.	Management: Water Wise/Water & Land Solutions	88,500	81,125	92%	7,375	88,500	126,300
b.	Professional Services Engineering- General	6,000	4,361	73%	700	5,061	5,000
c.	Professional Services Engineering- Annexation	3,000	1,293	43%	1,500	2,793	47,500
d.	Professional Services Mitigation Agreement		5,440		500	5,940	30,000
e.	Professional Services General Counsel	18,000	4,126	23%	1,500	5,626	15,000
f.	Insurance	2,000		0%	2,000	2,000	2,000
g.	Audit	2,500	3,000	120%	-	3,000	2,500
h.	Phone(AT&T)	1,000	806	81%	160	966	1,000
i.	Supplies	750	80	11%	-	80	200
j.	Dues						
	(1) Calif Farm Water Coalition	2,213		0%	2,213	2,213	2,500
	(2) Madera Regional Water Mgmt Group	3,000	1,500	50%	1,500	3,000	3,000
	(3) S.J. River Resource Management Coalition	5,000	5,000	100%	-	5,000	5,000
	(4) SWRCB Annual Fee: Redtop Siphon		2,080		-	2,080	2,080
	(5) SJV Water Blueprint						5,000
	<b>Sub</b>	<b>\$ 131,963</b>	<b>\$ 108,811</b>	<b>82%</b>	<b>\$ 17,448</b>	<b>126,259</b>	<b>\$ 247,080</b>
II.	<b>Operations &amp; Maintenance</b>						
a.	System Repairs & Maintenance	25,000		0%	-	-	12,250
b.	PGE Power	100,000	68,494	68%	40,000	108,494	100,000
	Bore Hole Tests: Final Payment		8,600			8,600	-
	<b>Sub</b>	<b>\$ 125,000</b>	<b>\$ 77,094</b>	<b>62%</b>	<b>\$ 40,000</b>	<b>117,094</b>	<b>\$ 112,250</b>
III.	<b>Chowchilla Sub-basin: SGMA Compliance</b>						
a.	GSP Admin / Annual Report Cost Share	\$ 36,000	\$ 41,135	114%	\$ 3,300	44,435	\$ 22,475
IV.	<b>Appropriative Water Right (SWRCB)</b>						
a.	MOU @ \$10/Acre	\$ 147,500	\$ 57,368	39%	\$ 90,132	147,500	\$ -
V.	<b>Red Top Area Joint Banking Grant Project</b>						
a.	25% Cost Share: Yr 1 of 3: MOU @ \$55/Ac/Yr	811,250		0%		-	-
		\$ 811,250	\$ -	0%	\$ 811,250	811,250	\$ -
VI.	<b>Reserves &amp; Contingency</b>						
		\$ -					
	<b>TOTAL</b>	<b>\$ 1,251,713</b>	<b>\$ 284,408</b>	<b>23%</b>	<b>\$ 962,130</b>	<b>1,246,538</b>	<b>\$ 381,805</b>

7.1/Ac/Month

Provost & Pritchard approved contract \$2500/Month

Annual Report Cost Share

14150

One year only

We will collect Yr #2 in FY2021

Triangle T Water District  
 FY2019 BUDGET TO ACTUAL & FY2020 DRAFT BUDGET  
 December 12, 2019

**WATER**

VII. Description	Acre-Feet			Expenditures (\$)			Notes	FY 2020				
	Budget	Actual Jan-Oct	Estimated to Complete	Budget	Actual	Budget		Actual Jan-Nov	Estimated to Complete	Grand Total	AF	DRAFT \$/AF
Outside Surface Water												
a. Exchange Contractors	-	1,000	-	\$ 190	\$ 190	\$ -	188,699	1,301	190,000			
Madera ID	1,000	2,200	4,990	\$ 95	\$ 190	\$ 95,000	55,469	619,531	675,000			
B&B Limited		106		\$ 296	\$ 296	\$ 281,200	401,324	-	401,324			
B&B Limited			1,800	\$ 115	\$ 115	\$ -	268,396	-	268,396			
Chowchilla WD #1 & 3	1,000	573	1,800	\$ 285	\$ 202	\$ 285,000	120,240	207,000	207,000			
Merced ID	1,000	-		\$ 275	\$ -	\$ 365,400	348,588	-	348,588			
Eastside Canal Irrigation Company #1	1,000	1,000	757	\$ 280	\$ 150	\$ 275,000			300,600			
Eastside Canal Irrigation Company #2		243	432	\$ -	\$ 150	\$ 280,000	474,800	-	474,800			
Eastside Canal Irrigation Company #3		-		\$ -	\$ -	\$ -						
Sub	4,000	5,132	9,779	\$ 395.40	\$ 150	\$ 1,581,600	1,857,516	1,008,193	2,865,708			
			Total Deliveries					Projected Balance	474,800	6000	\$ 225	\$ 1,350,000

Projected Deliveries (AF)		
FY2019	FY2020	Total
Jan-Dec	Jan-Feb	
13,111	1,800	14,911

FY 2019 Purchases		
Budget	Actual	FY 2020 DRAFT
\$ 234	\$ 151	\$ 225

Triangle T Water District  
 FY2020 DRAFT BUDGET  
 December 12, 2019

**CAPITAL**

Description	FY 2020 Budget	Actual	%	Estimated to Complete	Total
I. CROP SWAP	\$ 26,400	-	-	-	-
II. RECHARGE PONDS					
a. Seepage Test	\$ 20,500	-	-	-	-
b. Future Construction	-	-	-	-	-
III. SHALLOW GROUNDWATER WELL GRANT	\$ -	-	-	-	-
IV. PIPELINE EXTENSION (TTWD Share @ 50%)	\$ 600,000	-	-	-	-
<b>TOTAL</b>	<b>\$ 646,900</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>	<b>\$ -</b>

# TTWD

## Board Meeting – December 12, 2019

Agenda Item #: 6 a  
Item: Water Operations  
Type: Update  
Staff Recommendation: Review

### ADMINISTRATION

Motion:

2<sup>nd</sup>:

Unanimous Yes

Avila	Yes	No
Thurman	Yes	No
Vlot, C	Yes	No
Vlot, D	Yes	No
Vacancy	Yes	No



TRIANGLET WATER DISTRICT  
WATER OPERATIONS  
December 12, 2019

Description	Acre Feet		CCID Billings		Balance	% Delivered		Signed Contract On File?
	FY2019 Budget	Contract	Jan-Nov	Jan-Nov		Per Contract	Contract	
<b>Outside Surface Water</b>								
Exchange Contractors 1	1,000	1,000	1,000	0	0	100%	Yes	
Exchange Contractors 2 (use by 12-31)	5,000	5,000	4,246	754		85%	Yes	Backstopped by FMS
Eastside Canal IC-1	1,000	1,000	1,000	0	0	100%	Yes	
Eastside Canal IC-2	1,000	1,000	1,000	0	0	100%	Yes	
Eastside Canal IC-3 (use by 12-31)	432	432	432	0	0	100%	Yes	Backstopped by FMS
Madera ID	1,000	2,200	2,200	0	0	100%	Yes	
Chowchilla WD 1	1,000	1,800	573	0	1,800	0%	Yes	Backstopped by FMS
Chowchilla WD 2 (use in Jan Feb 2020)	1,000	1,800	0	0	0	100%	Yes	
Merced ID	1,000	106	0	0	0	100%	Yes	
B&B Limited 1		1,800	0	0	1,800	0%	Yes	
B&B Limited 2 (use by 12-31)								
<b>Sub</b>	<b>5,000</b>	<b>14,911</b>	<b>10,557</b>	<b>4,354</b>				

Need to use by Dec 31, 2019 2,554  
Use Jan-Feb 2020 1,800  
Total 4,354

Water User	DELIVERIES (AF)												TOTAL	% of Total	District Acres	Usage AF/AC
	JAN	FEB	MAR	APR	MAY	JUNE	JULY	AUGUST	SEPT	OCT	NOV	NOV				
Vlot Dirk	-	-	-	438	142	643	696	528	-	-	183	2,630	28%	1,798	1.46	
FMS	317	465	-	65	135	151	644	150	2,072	2,078	209	6,313	67%	12,952	0.49	
Cross Creek Farms	-	-	-	-	-	-	-	-	204	-	-	413	4%	0		
<b>Sub</b>	<b>317</b>	<b>465</b>	<b>0</b>	<b>503</b>	<b>276</b>	<b>793</b>	<b>1,340</b>	<b>678</b>	<b>2,277</b>	<b>2,471</b>	<b>2,471</b>	<b>9,356</b>	<b>100%</b>	<b>14,750</b>	<b>0.61</b>	

SURFACE WATER APPLICATION (WY2019)			
Entity	Acres	AF	AF/AC
Triangle T Water District	14,750	8,942	0.61
Mitigation Agreement (3 owners)	15,610	9,356	0.60

Est. Thru Feb 2020 1.01

# TTWD

## Board Meeting – December 12, 2019

Agenda Item #: 6 b  
Item: Water Recharge Credit Program  
Type: Review  
**Staff Recommendation: Review and direct staff**

Staff was directed to put together a term sheet of groundwater banking and credit program for recharge in the district. The term sheet provided is a preliminary outline of recharge banking and credit policies that could be used as a basis for program in TTWD if there is extra water available in a given year that cannot be put to use for irrigation.

**WATER BANKING**  
**OPERATIONS TERM SHEET**

**1. Recharge and Conveyance Facilities**

1.1. The Water District will construct recharge ponds on land to be leased from Members. The size and capacity of the ponds will be determined by the Board. Water may be conveyed to the recharge ponds using available capacity in any of the canals and conveyance facilities serving the project, including the \_\_\_\_\_ and additional facilities to be constructed by the Water District.

1.2. The Water District will lease land, obtain easements, and acquire equipment and fixtures as necessary to operate the project

**1.3. Facility Costs**

1.3.1. All Members will share in the cost of constructing the base project facilities in proportion to their Base Shares

1.3.2. If less than all Members finance additional facilities following construction of the base project, then those financing Members will have first priority rights to the additional facilities in proportion to the financing provided by participating Members. Nonparticipating Members may use the additional facilities at the sole and absolute discretion of the financing Members on a second priority basis after paying capacity or usage fees to be determined on a case-by-case basis (as provided in the Bylaws).

**2. Capacity**

2.1. Recharge, storage, recovery and conveyance capacity will be allocated among Members according to Base Shares

2.1.1. Each Member has a *first priority* right to these capacities to use as it determines subject to the Water District's rules

2.1.2. Each Member has a *second priority* right to use the capacity of other Members when those capacities are not being utilized by the other Member

2.1.2.1. If a Member's use of facilities in excess of its first priority capacity rights over a period of time results in diminished capacity being available to other Members when they desire to use the facilities, then the Member must make the other members whole

2.1.3. Unused capacity will be allocated among the demanding Members in proportion to their Base Shares

2.2. Floodwaters that are available in \_\_\_\_\_ at no cost other than delivery and recharge costs will have priority over other uses of the recharge and conveyance capacity

2.3. The Board may, by unanimous vote, allocate a portion of any facility capacity to a non-Member governmental entity

2.4. A Member may lease to third parties the capacities allocated to the Member. Any lessee will be subject to Water District rules and management.

### 3. Operations

3.1. Scheduling requests to recharge or convey water will be done by the Manager

3.2. The Manager will keep an accounting of the volume of water recharged and recovered by each Member, the volume of water remaining in storage for each Member, and allocate losses agreed to by the Water District among the Members

### 4. Costs of Operation; Fees

4.1. The Board will annually adopt a budget, which will include the following costs: general and administrative; land management (including groundwater monitoring); facilities maintenance (including electrical standby on pumps and motors); and operation and maintenance of the project

4.2. The Board will adopt fee schedules for costs associated with recharge and conveyance operations. Usage fees may not exceed the long-term costs of providing service, and operating, maintaining, repairing and replacing facilities. Usage fees collected from Members surplus to actual costs will be refunded to Members based on usage. Surplus funds resulting from third-party use or otherwise will be distributed to Members based on Base Shares.



4.3. The intent of the Members is to pool the annual operations and maintenance costs of the project, unless the variable costs of particular blocks of water are unreasonably disproportionate to one another. While variable costs will be assessed to the party utilizing the facilities, the Board may establish a pool as needed when multiple Members are recharging water from multiple sources.

4.4. The Board will establish terms, conditions, rates and charges for use of project facilities by third parties

5. **Extraction Facilities and SGMA Credits**

5.1. Extraction of stored surface water will be by wells owned and operated by the Members or others.

5.2. To the extent allowed by SGMA and the applicable portion of the GSA GSP, Members may utilize and trade within the sub-basin any SGMA credits created by project operations.