

1 1. Definition of Additional Extractions.

2 As used herein, the term "additional extractions" means any
3 extractions of water by the plaintiffs in the action described in
4 Paragraph 2, on page 1 of the December 22, 1981 Agreement in
5 excess of the amounts permitted by the Judgment in such action;
6 and with respect to entities other than the plaintiffs in such
7 action, the term means any extractions of water in excess of the
8 total amount of water that can be produced without any
9 replenishment obligation.

10 2. Temporary Surplus.

11 It is agreed that there is an existing temporary surplus of
12 natural groundwater supply in the artesian zone of the
13 San Bernardino Basin Area; that in the Pressure Zone near the
14 San Jacinto Fault, a localized condition of elevated water levels
15 exists; that there is a need for dewatering measures in the area;
16 and that it is in the public interest and in the interest of sound
17 groundwater resources management that production of water from
18 such area be increased as provided herein.

19 3. Additional Extractions by Plaintiffs.

20 During the calendar year 2001, the plaintiffs may make
21 additional extractions from the San Bernardino Basin Area for use
22 within Western in the aggregate amount of 10,000 acre-feet. Such
23 total amount shall be allocated among the plaintiffs as follows:

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| 24 City of Riverside | 8,047 AF |
| 25 Meeks & Daley Water Co. | 1,209 AF |
| 26 Riverside Highland Water Co. | 662 AF |
| 27 Regents of University of 28 California | 82 AF |

1 Provided, that in the Watermaster's accounting, pumping by any
2 plaintiff in excess of its allocation may be offset by
3 underpumping of additional extractions by one or more of the other
4 plaintiffs, so long as the aggregate additional pumping by all
5 plaintiffs does not exceed 10,000 acre-feet. The individual
6 allocations are in proportion to plaintiffs' respective shares of
7 the safe yield of the San Bernardino Basin Area.

8 4. Additional Extractions by Entities Other than
9 Plaintiffs.

10 During the calendar year 2001, entities other than the
11 plaintiffs may make additional extractions from the San Bernardino
12 Basin Area in the amount of 25,778 acre feet, which is their share
13 of the total 35,778 acre feet of additional extractions,
14 determined in proportion to their share of the safe yield of the
15 San Bernardino Basin Area. The replenishment obligations provided
16 in Paragraph X of the Western Judgment shall not apply to such
17 additional extractions, irrespective of the place of use of such
18 water, provided that such water may not be exported outside the
19 Santa Ana River Watershed.

20 5. Paragraphs V and VI Plaintiff Service Area Delivery
21 Limitations and Paragraph X Replenishment. The service area
22 delivery limitations provided in Paragraphs V and VI of the
23 Western Judgment shall not apply to Adjusted Right extractions
24 made during periods covered by this amendment to the 1981
25 Agreement. The replenishment obligations provided in Paragraph X
26 of the Western Judgment shall not apply to Adjusted Right or
27 additional extractions, irrespective of the place of use of such
28

1 water, provided that no water can be exported from the Santa Ana
2 River Watershed.

3 6. Use in Calendar Year 2001 Only.

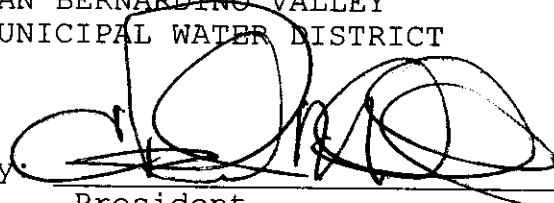
4 Additional extractions are permitted hereunder for 2001 only.
5 If not made in full or in part in 2001, they do not carry forward
6 or give rights to make any additional extractions in future years.

7 7. Other Terms and Conditions.

8 This Seventeenth Amendment supersedes Paragraph 2 on page 4
9 of the December 22, 1981 Agreement, and any prior amendments
10 thereto or provisions thereof which are in conflict with this
11 Amendment. All other provisions of the 1981 Agreement shall
12 remain in effect. Extractions made under this Amendment are in
13 addition to those authorized under the Sixteenth Amendment for
14 delivery of water to the Orange County Water District.

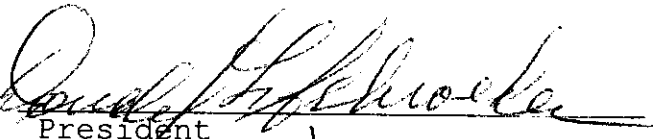
15 DATED: February 7, 2001.

17 SAN BERNARDINO VALLEY
18 MUNICIPAL WATER DISTRICT

19 By: 
20 President

21 By: Edwin B. Kellogg
22 Secretary

23 WESTERN MUNICIPAL WATER DISTRICT
24 OF RIVERSIDE COUNTY

25 By: 
26 President

27 By: S. R. Aldrey
28 Secretary