

**MEMORANDUM OF UNDERSTANDING
BETWEEN THE MERCED SUBBASIN GROUNDWATER SUSTAINABILITY
AGENCY, THE MERCED IRRIGATION URBAN GROUNDWATER
SUSTAINABILITY AGENCY AND THE TURNER ISLAND WATER DISTRICT
GROUNDWATER SUSTAINABILITY AGENCY**

THIS Agreement is entered into to be effective October 13, 2017 by and among the Merced Subbasin Groundwater Sustainability Agency (GSA), the Merced Irrigation Urban GSA, and the Turner Island Water District GSA.

RECITALS

WHEREAS, on September 16, 2014 Governor Jerry Brown signed into law Senate Bills 1168 and 1319 and Assembly Bill 1739, known collectively as the Sustainable Groundwater Management Act; and

WHEREAS, the Act went into effect on January 1, 2015; and

WHEREAS, the Act seeks to provide sustainable management of groundwater basins, enhance local management of groundwater, establish minimum standards for sustainable groundwater management, and provide local groundwater agencies with the authority and the technical and financial assistance necessary to sustainably manage groundwater; and

WHEREAS, each of the Parties overlie the Merced Subbasin (Basin Number 5-22.04, Department of Water Resources Bulletin 118) within the San Joaquin Valley Groundwater Basin, which has been designated as a high-priority basin by DWR; and

WHEREAS, the Merced Subbasin GSA elected to manage the groundwater over the boundaries of its members and act as the GSA pursuant to SGMA and notified DWR on or about March 28, 2017; and

WHEREAS, the Merced Irrigation Urban GSA elected to manage the groundwater over the boundaries of its members and act as the GSA pursuant to SGMA and notified DWR on or about May 31, 2017; and

WHEREAS, the Turner Island Water District GSA elected to manage the groundwater over the boundaries of the water district and act as the GSA pursuant to SGMA and notified DWR on or about March 22, 2017; and

WHEREAS, the Parties have previously collaborated on groundwater management through membership in the Merced Area Groundwater Pool Interests (MAGPI); and

WHEREAS, collectively, the boundaries of the Parties include all lands overlying the Basin;

WHEREAS, the Parties desire, through this Agreement, to coordinate the work of the GSAs and the management of the Basin, in accordance with SGMA; and

WHEREAS, the Parties shall designate a point of contact for the Merced Subbasin Groundwater Sustainability Plan development, who shall communicate with all other Parties.

NOW, THEREFORE, in consideration of the mutual promises, covenants and conditions herein set forth, the Parties agree as follows:

ARTICLE 1: DEFINITIONS

As used in this Agreement, unless the context requires otherwise, the meaning of the terms hereinafter set forth shall be as follows:

1.1 “Agreement” shall mean this Memorandum of Understanding among the Merced Subbasin GSA, Merced Irrigation Urban GSA and Turner Island Water District GSA.

1.2 “Basin” shall mean Merced Groundwater Subbasin, California Department of Water Resources Basin No. 5-22.04 as its boundaries may be modified from time to time in accordance with Cal. Water Code Section 10722.2.

1.3 “Coordination Agreement” shall mean a legal agreement adopted between two or more GSAs that provides the basis for intra-basin coordination of multiple GSPs within that basin pursuant to SGMA.

1.4 “Coordination Committee” is defined in Article 4 of this Agreement.

1.5 “DWR” shall mean the California Department of Water Resources.

1.6 “Effective Date” shall mean the date on which the last Party executes this Agreement.

1.7 “Groundwater Sustainability Agency” or “GSA” shall mean an agency enabled by SGMA to regulate a portion of the Basin cooperatively with all other Groundwater Sustainability Agencies in the Basin, in compliance with the terms and provisions of SGMA.

1.8 “GSAs” - shall mean the three (3) GSAs in the Merced Subbasin, namely the Merced Subbasin GSA, the Merced Irrigation GSA, and the Turner Island Water District GSA.

1.9 Groundwater Sustainability Plan” or “**GSP**” shall have the definition set forth in SGMA.

1.10 “MID” shall mean the Merced Irrigation District.

1.11 “Notice” is defined in Section 4.2 of this Agreement.

1.12 “Party” shall mean any of the signatories to this Agreement and “**Parties**” shall mean all of the signatories to this Agreement.

1.13 “SGMA” or “**Act**” shall mean the Sustainable Groundwater Management Act of 2014 and all regulations adopted under the legislation (SB 1168, SB 1319 and AB 1739) that collectively comprise the Act, as that legislation and those regulations may be amended from time to time.

ARTICLE 2: KEY PRINCIPLES

2.1. The Parties intend to work together in mutual cooperation to develop one GSP in compliance with SGMA, for the sustainable management of groundwater for that portion of the Basin collectively underlying the boundaries of all of the Parties.

2.2. The Parties intend to mutually cooperate to the extent possible to jointly implement the GSP within the Basin.

2.3. To the extent the Parties are not successful at jointly implementing the GSP within the Basin, or to the extent that any Parties wishes to independently implement the GSP within its boundaries, a Party may implement the GSP within its boundaries, and agrees to work together with all Parties to coordinate such implementation in accordance with the requirements of SGMA.

2.4. The Parties expressly intend that this Agreement shall not limit or interfere with the right and authority of any Party over its own internal matters, including, but not limited to, a Party’s legal rights to surface water supplies and assets, groundwater supplies and assets, facilities, operations, water management and water supply matters. The Parties make no commitments by entering into this Agreement to share or otherwise contribute their water supply assets as part of the development or implementation of a GSP.

2.5. Nothing in this Agreement is intended to modify or limit the Parties’ police powers, land use authorities, or any other authority.

2.6. The Parties further intend through this Agreement to cooperate to obtain consulting, administrative and management services needed to efficiently develop a GSP, to conduct

outreach to other basin agencies and private parties, and to identify mechanisms for the management reasonably anticipated to be necessary for the purposes of this Agreement.

2.7. Each of the Parties acknowledges that SGMA requires that the entire Basin must be managed under one or more GSPs for the basin to be deemed in compliance with SGMA, and that if multiple GSPs are adopted within the Basin the GSAs must coordinate, and are required to use the same data and consistent methodologies for certain required technical assumptions when developing a GSP.

ARTICLE 3: PURPOSE AND POWERS

3.1. Purpose of the Agreement. The purposes of this Agreement is to:

- a. Cooperatively carry out the purposes of SGMA;
- b. Provide for coordination among the Parties to develop and implement a GSP and/or facilitate a Coordination Agreement, to the extent necessary;
- c. Develop, adopt and implement a legally sufficient GSP covering those portions of the Basin that are within the jurisdictional boundaries of the Parties, subject to the limitations set forth in this Agreement;
- d. Satisfy the requirements of SGMA for coordination among GSAs.

3.2. Authority Under the Agreement. To the extent authorized by the Parties and subject to the limitations set forth in this Agreement and the limitations of all applicable laws, the Parties acting collectively shall have the following authority including, but not limited to, the power:

- a. To coordinate the implementation of SGMA among the Parties in accordance with this Agreement;
- b. To recommend the adoption of actions, rules, regulations, policies, and procedures related to the coordination of the Parties for purposes of implementation of SGMA;
- c. To perform all acts necessary or proper to carry out fully the purposes of this Agreement; and to exercise all other powers necessary and incidental to the implementation of the powers set forth herein.

3.3. Powers Reserved to Parties. Each Party will retain the sole and absolute right, in its sole discretion, to:

- a. Be a GSA individually or collectively within the Party's boundaries;

- b. Approve any portion, section or chapter of the GSP adopted by the Parties as applicable within the Party's boundaries;
- c. Exercise the authorities granted to each Party as a GSA under SGMA;
- d. Implement SGMA and any GSP adopted pursuant to this Agreement within its boundaries;

Notwithstanding anything to the contrary in this Agreement, this Agreement does not provide any Party the authority to undertake any activities within the geographic or service area boundaries of any of other Party pursuant to the GSP developed or adopted hereunder, unless the Parties have formally and expressly consented and agreed in writing to the activity proposed.

3.4. Term. This Agreement shall be effective as of the Effective Date and shall remain in effect until terminated in accordance with Article 7.3 of this Agreement.

3.5. Role of Party Agencies. Each of the Parties agrees to undertake such additional proceedings or actions as may be necessary in order to carry out the terms and intent of this Agreement. The support of all Parties is required for the success of this Agreement. This support will involve the following types of actions:

- a. The Parties will provide support to a Coordination Committee and any third party facilitating the development of the GSP by making available staff time, information and facilities within available resources;
- b. Policy support shall be provided by the Parties to either approve, or respond quickly to, any recommendations made as to funding shares, operational decisions, and other policy areas;
- c. Contributions of public funds and of personnel, services, equipment or property may be made by any Parties for any of the purposes of this Agreement provided that no repayment will be made for such contributions.

3.6. Other Officers and Employees. To the extent the Parties, or any third party facilitating the development of the GSP, need support from employees, officers, consultants or otherwise need to hire employees, the Parties may do the following:

- a. Provide that any employee of any Party with the express approval of that Party, may work on behalf of the Parties under this Agreement, and shall perform, the same various duties under the direction of the Coordination Committee as for his or her other employer in order to carry out this Agreement. This work may be completed and funded under the existing employment with one of the Parties. In the alternative, the Coordination Committee may recommend that the Parties to

this Agreement enter into agreements to compensate, off-set costs, or otherwise fund the cost of the employment for work performed under this Agreement;

- b. The Parties shall collectively contract or hire consultants and/or employees to perform work under this Agreement. The Parties may designate one Party to administer the contract. For each contract that will require cost sharing amongst the parties, the proposed contract will be presented to the Coordination Committee for review, and each Party must approve the contract pursuant to that Party's approval requirements. Such contracts shall be drafted in a manner to reflect that consultants hired to perform work under this Agreement are working on behalf of all the Parties and will be expected to work with the Parties on a collective basis and with each Party on an individual basis. Such contracts shall be made to be enforceable by all applicable Parties. Additionally, the contracts must include appropriate indemnity, insurance, and non-disclosures to protect all Parties. Once approved, no expansion, addition, or change to an approved scope of work in a signed contract involving and increase or decrease in compensation under the contract can be made by the contract administrator until approved by each Party pursuant to that Party's approval requirements.

ARTICLE 4: GOVERNANCE

4.1 Coordination Committee. The activities under this Agreement will be guided by a Coordination Committee made up of up to four (4) representatives from each of the Parties. The Coordination Committee shall work collaboratively under the terms of this Agreement to develop recommendations for the technical and substantive Basin-wide issues. These recommendations shall be reached by unanimous vote of the Coordination Committee and submitted to each Party's governing board for final approval. The governing body of each Party must approve the recommendations of the Coordination Committee prior to them becoming effective.

The Coordination Committee shall develop, but not be limited to, the following actions:

- a. budget(s) and appropriate cost sharing for any project or program that requires funding from the Parties;
- b. Propose guidance and options for obtaining grant funding;
- c. Recommend the adoption of rules, regulations, policies, and procedures related to the Agreement;
- d. Recommend the approval of any contracts with consultants or subcontractors that would undertake work on behalf of the Parties and/or relate to Basin-wide issues

and, if applicable, recommend the funding that each Party should contribute towards the costs of such contracts;

- e. Report to the Parties respective governing boards when dispute resolution is needed to resolve an impasse or inability to make a consensus recommendation;
- f. Recommend action and/or approval of a GSP.

4.2. Dispute Resolution. Should any controversy arise among or between the Parties concerning this Agreement, or the rights and duties of any Party under this Agreement, such a controversy shall be addressed as follows:

- a. Any Party may trigger the dispute resolution process by delivering, in writing to all Parties, a notification of a dispute or controversy that contains a specific description of the actions alleged to be contrary to this Agreement, and a proposed solution (“**Notice**”). Within thirty (30) days after receipt of Notice, the Parties shall attempt in good faith to resolve the controversy through informal means. If the Parties cannot agree upon a resolution of the controversy within sixty (60) days from receipt of Notice, the dispute shall be submitted to mediation prior to the commencement of legal action.
- b. Mediation shall be no less than a full day (unless otherwise agreed upon by the Parties) and the cost of mediation shall be paid in equal proportion among the Parties.
- c. The mediator shall be either voluntarily agreed to, or, if the Parties cannot agree upon a mediator, selected by the method set forth in (i) or (ii) below:
 - i. Each Party shall appoint one mediator in writing. At the next meeting of the Coordination Committee, one member shall select the name of one mediator from the three randomly from a container.
 - ii. If the three Parties do not voluntarily agree to in writing to the randomly selected mediator, then the mediator shall be appointed by the Superior Court upon motion for appointment of a neutral mediator.
- d. Should the mediation process described above not provide a final resolution to the controversy raised, any Party may pursue any judicial or administrative remedies otherwise available. However, notwithstanding this Section 4.2, a Party may seek a preliminary injunction or other interlocutory judicial relief prior to completion of the mediation if necessary to avoid irreparable damage or to preserve the status quo.

ARTICLE 5: EXCHANGE OF DATA AND INFORMATION

5.1. Exchange of Information. The Parties acknowledge and recognize pursuant to this Agreement and SGMA, the Parties will need to exchange information amongst and between the Parties and the Parties' consultants.

5.2. Procedure for Exchange of Information. The Parties may exchange information through collaboration and/or informal requests made at the Coordination Committee level or through working/stakeholder subcommittees designated by the Coordination Committee. To the extent it is necessary to make a written request for information to other Parties, the following protocols shall be followed: Each of the Parties shall designate a representative to respond to information requests and provide the name and contact information of the designee to the Coordination Committee. Requests may be communicated in writing and transmitted in person or by mail, facsimile machine or other electronic means to the appropriate representative as named in this agreement.

5.3. Non-Disclosure of Confidential Information.

- a. The Parties acknowledge that, in connection with their mutual activities under this Agreement, each of them may share sensitive and/or confidential information with the other Parties. To the fullest extent permitted by law, including but not limited to the Public Records Act, California Government Code Section 6250 et seq., each of the Parties shall maintain any information, documents or materials shared by the other Parties or mutually developed pursuant this Agreement, in confidence, and shall not voluntarily provide or reveal such information, documents or materials to any third party. If any Party receives a request or order from a third party that the receiving Party believes requires it to disclose any such information, documents or materials, the receiving party shall (i) immediately notify the other Parties in writing and provide them with a copy of such request or order, (ii) defer any disclosure of such information, documents or material for as long as legally permitted and (iii) cooperate with any other Party that wishes to pursue an order preventing the disclosure of such information, documents or materials.
- b. The Parties further acknowledge and agree that, unless otherwise required by law, any documents, data or material designed as "DRAFT" that is shared with other Parties to this Agreement (1) shall remain confidential (2) will not be made final or shared with third parties (other than employees or consultants of that Party with a need to know), and (3) shall be used only for the purposes set forth in this Agreement.

- c. If there is a breach or threatened breach of any provision of this Section 5.3, it is agreed and understood that the non-breaching Party shall have no adequate remedy in money or other damages and accordingly shall be entitled to injunctive relief; provided however, no specification in this Agreement of any particular remedy shall be construed as a waiver or prohibition of any other remedies in the event of a breach or threatened breach of this Agreement.

5.4. Model(s). The Parties will collectively adopt a single water resources model for purposes of preparing the GSP. Any Party may utilize the model for investigative runs, however, only runs made with assumptions and changes approved by the Parties will be accepted as official for inclusion within the GSP. The approved model will be located at Merced Irrigation District (“MID”) until a future location is agreed upon by the Parties. All Parties shall receive copies of the model and shall have access to the model at MID during normal business hours.

ARTICLE 6: FINANCIAL PROVISIONS

6.1. Contributions and Expenses. Each of the Parties shall be responsible to fund its participation in this Agreement. Funding outside costs, such as consultants, projects, or other Basin-wide activities shall be determined separately for each project. For any such Basin-wide project, the Coordination Committee shall develop a scope of work and recommended a cost allocation for each of the Parties that would need to be approved by a Party’s governing board before it is binding on that Party. With respect to sharing costs for GSP development, the Parties agree to the cost share allocation in **EXHIBIT A**, GSP Cost Share Allocation dated October 13, 2017.

6.2. Funding Responsibilities. Each Party will be solely responsible for raising funds for payment of that Party’s share of operating and administrative costs. The obligation of each of the Parties to make payments under the terms and provision of this Agreement is an individual and several obligation and not a joint obligation with those of the other Parties. Each of the Parties shall be individually responsible for its own covenants, obligations, and liabilities under this Agreement. No Party shall be precluded from independently pursuing any of the activities contemplated in this Agreement. No Party shall be the agent or have the right or power to bind any other Parties without such Party’s express written consent, except as expressly provided in this Agreement.

6.3. Alternate Funding Sources. The Parties may secure contributions of grant funding, state, federal, or other funding as funding or a portion of funding for projects between the Parties.

ARTICLE 7: CHANGES IN PURPOSE, PARTICIPATION, WITHDRAWAL AND TERMINATION

7.1. Changes in Purpose. This Agreement shall remain in place and all applicable provisions shall remain in effect, in the event the Parties determine it is not possible to develop a single GSP pursuant to this Agreement. In that instance, the Parties may develop separate, multiple GSPs, but agree that they will work together to amend this Agreement and utilize this Agreement and the Coordination Committee to meet the requirements of SGMA to utilize the same data and consistent methodologies as required by SGMA, coordinate implementation of the GPSs, and work together as necessary to comply with SGMA. Under those circumstances, this Agreement, as amended, shall constitute the Coordination Agreement required by SGMA.

7.2. Noncompliance. In the event any Party (1) fails to comply with the terms of this Agreement, or (2) undertakes actions that conflict with or undermine the compliance with SGMA and/or achieving sustainable groundwater management, as determined through mediation or by the Coordination Committee, the Party or Parties alleging non-compliance shall provide written notice summarizing the nature of lacking compliance. Further, the non-compliant Party agree to make best efforts to resolve or remedy any such non-compliance. Such actions may include, for example, failure to pay its agreed upon contributions when due; refusal to participate in GSA activities or to provide required monitoring of sustainability indicators; refusal to enforce controls as required by the GSP; refusal to implement any necessary actions as outlined by the approved GSP minimum thresholds that are likely to lead to “undesirable results” under SGMA.

7.3. Withdrawal and Termination.

- a. A Party may, in its sole discretion, unilaterally withdraw from this Agreement, effective upon ninety (90) days’ prior written notice to the governing boards of the other Parties, provided that (1) the withdrawing Party will remain responsible for its proportionate share of any obligation or liability duly incurred while a Party to the Agreement and (2) the withdrawing Party agrees to take all actions after termination to remain in full compliance with SGMA. The withdrawing Parties will not be responsible for its proportional share of any future obligation or liability after the written notice of termination has been given to the governing boards of the other Parties. Thereafter, the withdrawing Party shall not be responsible for any obligations or liabilities incurred by the remaining Parties. In the event the withdrawing Parties have any rights in any property or have incurred obligations, the Parties may not sell, lease or transfer such rights or be relieved of its obligations, except in accordance with a written agreement executed by it and the Parties. This Agreement shall remain in effect for the non-withdrawing parties after the withdrawal of a party.
- b. This Agreement may be terminated by unanimous written consent of all the Parties. Nothing in this Agreement shall prevent the Parties from entering into another coordination agreement. However, in the event of termination each of the Parties will remain responsible for its proportionate share of all debts, liabilities and obligations incurred prior to the effective date of termination.

7.4. Disposition of Property Upon Termination. Upon termination of this Agreement, the Coordination Committee shall recommend the Parties distribute the assets between the successor entity and the Parties in proportion to how the assets were provided.

7.5. Use of Data. Upon withdrawal, any Party shall be entitled to use any data or other information developed during its time as a Party to the Agreement. Further, should a Party withdraw after completion of the GSP, the withdrawing Party shall be entitled to rely on and utilize the GSP for future implementation of SGMA within its boundaries.

ARTICLE 8: MISCELLANEOUS PROVISIONS

8.1. Indemnification.

- a. Each of the Parties shall hold harmless, defend and indemnify the other Parties, and their agents, officers and employees, from and against any liability, claims, actions, costs, damages or losses of any kind, including death or injury to any person and/or damage to property arising out of the activities of the Agreement to the extent of their respective cost share allocation (as set forth in Exhibit “A”).
- b. The indemnification obligation set forth in Section 8.1.a shall exclude actions or claims alleged to have occurred in full, or in part, as a result of active negligence by any indemnified Party, its officers, agents or employees and except for actions or claims alleging dangerous conditions of public property that arise out of the acts or failure to act by the indemnified Party, its officers, agents or employees which are not created by an indemnifying Party.
- c. The indemnification provisions contain in this Section include, but are not limited to, violation of applicable law, ordinance, regulation or rule, including, where the claim, loss, damage, charge or expense was caused by deliberate, willful, or criminal acts of any Party, or any of their agents, officers, or employees or their performance under the terms of this Agreement.
- d. It is the intent of the Parties that where negligence or responsibility for injury or damages is determined to have been shared, principles of comparative negligence will be followed and each Party shall bear the proportionate cost of any loss, damage, expense and liability attributable to that Party’s negligence.
- e. Each Party shall establish procedures to notify the other Parties, where appropriate, of any claims, administrative actions or legal actions with respect to any of the matters described in this Section. The Parties shall cooperate in the

defense of such actions brought by others with respect to the matters covered in this Agreement.

- f. These indemnification obligations of this Section shall continue beyond the Term of this Agreement as to any acts or omissions occurring during this Agreement. The duty to indemnify set forth herein shall extend only to that period of time prior to a Party's withdrawal.

8.2. Liability Coordination Committee. Each Party must defend, indemnify and hold harmless the other Parties from the actions of their employees or agents taken within the scope of the authority of this Agreement.

8.3. Amendments. This Agreement may be amended from time to time by a unanimous vote of the Parties' respective governing boards.

8.4. Binding on Successors. Except as otherwise provided in this Agreement, the rights and duties of the Parties may not be assigned or delegated without a unanimous vote by the Parties. Any approved assignment or delegation shall be consistent with the terms of any contracts, resolutions, indemnities and other obligations then in effect. This Agreement shall inure to the benefit of, and be binding upon, the successors and Assigns of the Parties hereto.

8.5. Notice. Any notice or instrument required to be given or delivered under this Agreement may be made by: (a) depositing the same in any United States Post Office, postage prepaid, and shall be deemed to have been received at the expiration of 72 hours after its deposit in the United States Post Office; (b) transmission by facsimile copy to the addressee; (c) transmission by electronic mail; or (d) personal delivery, as follows:

If to Merced Subbasin Groundwater Sustainability Agency:

Ms. Lacey Kiriakou
Merced County
2222 M Street
Merced, CA 95340
Phone: 209.385.7654
Email: LKiriakou@co.merced.ca.us

If to Merced Irrigation Urban GSA:

Mr. Hicham Eltal
Merced Irrigation District
744 W. 20th Street
Post Office Box 2288
Merced, CA 95344-0288
Phone: 209.722.5761

Email: heltal@mercedid.org

If to Turner Island Water District GSA:

Mr. Lawrence Scott Skinner
Turner Island Water District
1269 W. I Street
Los Banos, CA 93535
Phone: 209.827.7700
Email: sskinner@wolfseninc.com

8.6. Counterparts. This Agreement may be executed by the Parties in separate counterparts, each of which when so executed and delivered shall be an original. All such counterparts shall together constitute but one and the same instrument.

8.7. Choice of Law. This Agreement shall be governed by the laws of the State of California.

8.8. Severability. If one or more clauses, sentences, paragraphs or provisions of this Agreement are held to be unlawful, invalid or unenforceable, it is hereby agreed by the Parties that the remainder of the Agreement shall not be affected thereby. Such clauses, sentences, paragraphs or provisions shall be deemed reformed so as to be lawful, valid and enforced to the maximum extent possible.

8.9. Headings. The paragraph headings used in this Agreement are intended for convenience only and shall not be used in interpreting this Agreement or in determining any of the rights or obligations of the Parties to this Agreement.

8.10. Construction and Interpretation. This Agreement has been arrived at through negotiation and each of the Parties has had a full and fair opportunity to revise the terms of this Agreement. As a result, the normal rule of construction that any ambiguities are to be resolved against the drafting Parties shall not apply in the construction or interpretation of this Agreement.

8.11. Entire Agreement. This Agreement constitutes the entire agreement among the Parties and supersedes all prior agreements and understandings, written or oral. This Agreement may only be amended by written instrument executed by all Parties.

IN WITNESS WHEREOF, the Parties hereto execute this Agreement on the last date written beside each Party representative's signature.

Merced Subbasin Groundwater Sustainability Agency

By: Robert D Kaley

Date: 10/12/2017

Name: Robert D Kaley

Merced Irrigation Urban Groundwater Sustainability Agency

By: _____

Date: _____

Name: _____

Turner Island Water District Groundwater Sustainability Agency

By: _____

Date: _____

Name: _____

EXHIBIT A
GSP DEVELOPMENT COST SHARE ALLOCATION
October 13, 2017

GSA	COST ALLOCATION
Merced Irrigation Urban GSA	40%
Merced Subbasin GSA	58%
Turner Island Water District GSA	2%
	100%

The percentage are derived from a ratio between irrigated and urban areas and groundwater production for the last 10 years, as derived from the latest available sources.