

Water Storage Investment Program Quarterly Report

The Quarterly Report is intended to document applicants' progress toward complying with regulation section 6013 and receiving final WSIP funding, including any changes in the magnitude of public benefits that could affect cost allocation. Applicants must provide a summary level update of the project status for the requirements and milestones listed below. The template may be modified as necessary to effectively communicate information. If minimal activities occurred during a reporting period, the report can be condensed.

- Note any issues or concerns that have, will, or could affect milestones or requirements.
- Identify key issues, including legal issues such as lawsuits or injunctions related to the project, that need to be resolved.
- Discuss how the actual schedule is progressing in comparison to the schedule provided in the Initial Report or the last reported schedule.
- Update the project schedule as needed.
- Note any milestones or accomplishments that occurred since submittal of the prior Quarterly Report.

Project Information

Project Name:

Temperance Flat Reservoir Project

Applicant Name:

Temperance Flat Reservoir Authority

Date:

October 31, 2019

Reporting Period:

August 1, 2019 - October 31, 2019

General Update and Key Issues

Please provide a general update and describe any key issues that occurred during this reporting period. You may attach additional documents or pages if more space is needed:

Items Required Prior to Scheduling a Final Award Hearing

The following items must be provided prior to scheduling a hearing. As applicable, please describe the status, estimated completion date, and percent complete of:

1. **Contracts for non-public cost share:**

Status: The TFRA finalized the Temperance Flat Reservoir Operating Principles which defines principles that will be followed by the TFRA in establishing agreements regarding the TFR Project. Among other items, the Principles define operational objectives necessary to protect existing beneficiaries of Millerton Lake and the Friant Division of the CVP. The TFRA was formed with a core group of participants so that the Principles could be developed. Membership will now be opened to other interested entities.

Technical evaluations to support decisions to join the TFRA by potentially interested parties are nearing completion. The evaluation process was performed under a Memorandum of Understanding (MOU)

among numerous Friant Division long-term contractors, the Friant Water Authority, the San Joaquin River Exchange Contractor Water Authority, and the San Luis & Delta Mendota Canal Water Authority. Participants evaluated their potential interest in the TFR Project through the use of a customized gaming tool to evaluate the management of individual water storage accounts.

Estimated Completion Date: January 1, 2022

Percent Complete: 5%

2. Contracts for administration of public benefits:

Status: TFRA staff met with CDFW staff to discuss objectives for refuge water supply delivery and potential uses. Topics discussed included management of a storage account by CDFW or provision of pre-determined water quantities based on hydrologic conditions. Both parties agreed to further consider both approaches and to continue exploring them in future meetings.

Estimated Completion Date: After Final CEQA document is complete

Percent Complete: 4%

3. Completed feasibility studies:

Status: Reclamation is preparing the Final Feasibility Report for the USJRBSI. The Feasibility Report will include a new alternative plan based on the principles included in the operating plan provided in the WSIP application. Reclamation's decision on the operating plant to be evaluated in the Final FR has taken more time than originally anticipated and involves close coordination with the MOU Group and the TFRA. Reclamation anticipates completion of the Final Feasibility Report in Fall 2020.

Estimated Completion Date: Late 2020

Percent Complete: 90%

4. Final environmental documentation:

Status: NEPA - Reclamation is preparing a Final Environmental Impact Statement (EIS) for the USJRBSI. The Final EIS will include an alternative plan that reflects the operational objectives presented in the WSIP application. Final EIS projected for Late 2020

CEQA - The TFRA will be the lead CEQA agency for the preparation of an Environmental Impact Report (EIR). This work be based, in part, on information prepared for the NEPA document. Early in the preparation of the EIR, the TFRA will coordinate with the CWC, CDFW, and CDWR to identify issues to be addressed in the EIR to support its use by Responsible Agencies. The TFRA expects this coordination, additional analyses, and release of Draft EIR will be completed by late-2021. However, because the requirements of Responsible Agencies are not yet known, it is not possible to estimate the percent complete of the CEQA document with certainty.

Estimated Completion Date: Draft EIR late 2021.

Percent Complete: ~50%

5. All required federal, state, and local approvals, certifications, and agreements:

Status: The TFRA will be the lead agency in seeking all federal, state, and local approvals, along with all certifications and agreements. A partial inventory of required approvals, certifications, and agreements was prepared as part of the NEPA process. This list will be expanded as needed and a schedule for completion will be developed in early- to mid- 2020. Work on these items has not been initiated.

Estimated Completion Date: After January 1, 2022

Percent Complete: 2%

Items Required to Execute a Funding Agreement

Please provide an update, as applicable, on the following documents, which are needed to execute a funding agreement for the project:

- Applicant's audited financial statements
- Final project costs, schedule, and scope of work
- Evidence of bilateral communications
- Limited waiver of sovereign immunity (see regulations section 6013(f)(8))

Updates to information provided in the Initial Report or prior Quarterly Reports are only needed when a significant change has occurred. The Commission may request submittal of updated information prior to executing a funding agreement.

No change since last quarterly report

Status Update

Provide a status update for the following, as applicable:

- Labor Compliance
- Urban Water Management Plans
- Agricultural Water Management Plans
- Groundwater Management or Groundwater Sustainability Plans
- Potential effect of other conditionally eligible projects on the applicant's public benefits

Updates to information provided in the Initial Report or prior Quarterly Reports are only needed when a significant change has occurred. The Commission may request submittal of updated information prior to executing a funding agreement.

No change since last quarterly report