

Attachment 2.12-1

**HPP Water Allocation and Exchange Mechanism
Between Kings County and Tulare Lake Water Storage District**

LAW OFFICE OF
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FAX TRANSMISSION COVER PAGE

PLEASE DELIVER

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TO: Doug Wheeler c/o Joe Morgan (510) 874-3268

FROM: Michael N. Nordstrom

DATE: September 20, 2001

RE: Memo to Doug Wheeler

Total Number of Pages 2 including fax cover sheet)

If you do not receive all of the pages, please call as soon as possible at (559) 992-3118.

*Cyndi
(Sender)*

MEMORANDUM

To: Doug Wheeler
From: Michael Nordstrom
Date: September 20, 2001
Re: 200 acre foot SWP allocation from County

Dear Doug:

The County of Kings owns 4,000 acre feet of State Water Project (SWP) Table A Entitlement under a contract with the California Department of Water Resources. The County currently utilizes all 4,000 acre feet of this entitlement under an exchange with the Tulare Lake Basin Water Storage District. GWF owns 1,500 acre feet of SWP Table A Entitlement, which it receives from the Tulare Lake Basin Water Storage District. Of this 1,500 acre feet of SWP Entitlement, GWF has at least 200 acre feet that is surplus to its current needs. In order to supply the necessary water to the Henrietta Peaker Project (HPP), GWF will assign 200 acre feet of its Entitlement to the Tulare Lake Basin Water Storage District who will in turn release 200 acre feet of the County's State Water Project Entitlement back to the County. The County will then allocate and assign that 200 acre feet of SWP Entitlement to GWF for use at the HPP site. This arrangement will therefore be water neutral to the Tulare Lake Basin Water Storage District from a water balance standpoint. The Tulare Lake Basin Water Storage District Board of Directors has approved this arrangement as accommodation to GWF. The County Board of Supervisors has also approved this arrangement. Westlands Water District has agreed to wheel the 200 acre feet through its system to the HPP site from the California Aqueduct. The end result will be GWF utilizing 200 acre feet of its already owned SWP entitlement for use at the HPP site.