



SOUTH FEATHER WATER & POWER

TO: Board of Directors

FROM: Michael Glaze, General Manager

DATE: February 18, 2005

**RE: General Information (regarding matters not scheduled on agenda)
2/24/05 Board of Directors Meeting**

Yuba County Water District

We had our second meeting with YCWD representatives on February 7. Director Jean Brown, Jeff Meith, Kathy Petersen and I met with YCWD General Manager Dennis Parker, attorney Alan Lilly and Director Jenny Brown. The purpose of the meeting was to continue the discussions that were initiated at our last meeting in August 2004. We are attempting to facilitate YCWD's compliance with a Water Resources Control Board order to reach agreement with SFWPA by June 2005 for the cooperative use of the diversion and conveyance facilities of the South Feather Power Project to deliver the quantities of water that might be available to YCWD. The discussion involved clarification of the issues and conditions that we outlined in that first meeting last year that we believe will be necessary components of the required agreement. The meeting ended with Alan Lilly agreeing to prepare a draft agreement representing the consensus that was reached.

Notwithstanding the looming deadline for YCWD to achieve this agreement, the topic was not on the agenda of the district's board meeting on February 16. We have another meeting scheduled for March 8, but the YCWD representatives will obviously be coming back to the table without direction for their board.

Water System Conveyance Evaluation Approved by SWRCB

In June 2004 the State Water Resources Control Board approved South Feather Water and Power Agency's petition to add municipal and industrial purposes of use, subject to the Agency's "submission of water conservation plans that meet the requirements for an urban water management plan under Water Code section 10620 et seq. and that is acceptable to the Chief, Division of Water Rights (Division Chief). The water conservation plans shall be submitted to the Division Chief within 180 days after the date of [the] Order...In addition, the water conservation plans submitted by SFWPA shall evaluate and address ditch conveyance losses."

Matt Colwell, Chris Crown and I developed the Water System Conveyance Evaluation report (copies of which were given to directors at the December board meeting) and submitted it to SWRCB in compliance

with its order that “the water conservation plans submitted by SFWPA shall evaluate and address ditch conveyance losses.”

On February 2 we received correspondence from SWRCB Division Chief Victoria Whitney stating that “the documents satisfy the requirements outlined in the Order and are therefore accepted by the Division.”

NCWA Annual Meeting

Please review the attached notice from Northern California Water Association of its annual meeting on March 11. Please advise if you are interested in attending this event.

Surplus Water Agreements

An application for 605 M.I. of surplus water from the Palermo System’s Wentworth Ditch was received and approved for Pacific Coast Producers Ranch, located at 2095 Alice Avenue (APN 027-200-042), in accordance with Policy #480.



To promote the economic, social and environmental viability of Northern California by enhancing and preserving the water rights, supplies and water quality of our members.

*The Northern California Water Association
Cordially Invites You
To Attend
NCWA's 13th Annual Meeting*

**Registration 1:30 pm
Program Begins 2:00 pm
Friday, March 11, 2005
at
The Bonanza Inn
1001 Clark Avenue
Yuba City, CA**

**Keynote Speaker:
Thomas Graff, Regional Director
Environmental Defense**

**Please RSVP to (916) 442-8333 or sdiaz@norcalwater.org by March 4, 2005
Visit NCWA's website for more information www.norcalwater.org**

Cocktails and Hors D'oeuvres will be served at the conclusion of the meeting