

**AMENDMENT NO. 1
TO
"AGREEMENT TO FORM A TASK FORCE TO EVALUATE THE IMPACT OF
TOTAL INORGANIC NITROGEN AND TOTAL DISSOLVED SOLIDS
ON WATER RESOURCES IN THE SANTA ANA RIVER
WATERSHED (TIN AND TDS STUDY)"
FOR ADDING NEW MEMBERS**

Pursuant to Paragraph II.3.b. of that certain Task Force Agreement entitled, "Agreement to Form a Task force to Evaluate the Impact of Total Inorganic Nitrogen and Total Dissolved Solids on Water Resources in the Santa Ana River Watershed", dated December 19, 1995, attached hereto as Exhibit A to this Amendment, the AGENCIES hereby agree to allow the following agencies (the "Additional Agencies") to become members of the Task Force, subject to the financial contributions as set forth in Exhibit B to this Amendment, which supersedes Exhibit B of the Task Force Agreement:

Chino Basin Municipal Water District
Chino Basin Water Conservation District
Chino Basin Watermaster
City of Corona
County Sanitation Districts of Orange County
Eastern Municipal Water District
Elsinore Valley Municipal Water District
West San Bernardino County Water District

Except as otherwise expressly amended herein, all of the terms, conditions, and provisions of the Task Force Agreement shall continue in full force and effect, and the Additional Agencies agree to comply with and be bound thereto.

**EXHIBIT B
TASK FORCE BUDGET
(AMENDMENT NO. 1)**

A. CONTRIBUTIONS

1. Initial Contributions. Each of the AGENCIES shall make an initial contribution of \$4,950.00 to the activities of the Task Force immediately upon execution of this Agreement. This contribution is to be delivered to SAWPA for the benefit of the Task Force to fund the beginning work of the Study.
2. Study Contributions. In order to participate in the activities of the Task Force, each AGENCY shall appropriate and deliver to SAWPA its agreed upon share of the funding. The AGENCIES specifically recognize that each AGENCY's agreed-upon share is determined by that AGENCY's Board of Directors, who are the signatories to this Agreement.
3. Distribution of Contributions. The total cost of the Study will be prorated in the following manner:
 - a. Funds obtained from any source other than a member AGENCY of SAWPA or a member AGENCY of the Santa Ana River Dischargers Association (SARDA) will be subtracted from the total cost of the to-date authorized work, such as Tasks 1 and 2 total.
 - b. The remaining balance will be divided 50%-50% between SAWPA and SARDA member AGENCIES. ~~except that SARDA member AGENCIES will fund 70% and SAWPA AGENCIES will fund 30% of the remaining balance of Task 1.~~
 - c. The participating SARDA AGENCIES determined that their AGENCY's share would be based on an initial fee of \$35,000 and the remaining balance would be computed based on wastewater flow amounts as determined by SARDA.
 - d. The participating SAWPA AGENCIES determined that their AGENCY's share would be based on equal cost, which could be offset by an in-kind contribution directly related to the Study that would otherwise have resulted in a direct expense to a consultant.

e. Funds appropriated by each AGENCY to the activities of the Task Force shall be expended only for the purposes expressed in this Agreement. Funds shall be deposited in a restricted, interest-bearing account for the benefit of the Task Force, administered by SAWPA. Funds shall be strictly accounted to each AGENCY. Upon termination of the Agreement and the activities of the Task Force, any funds not used shall be returned to the AGENCIES in proportion to their contribution.

DISTRIBUTION OF COSTS BETWEEN SAWPA AND SARDA

AGENCY	SAWPA Cost	Base	SARDA Cost Flow	Total
CBMWD	\$79,979			
EMWD	\$79,979			
OCWD	\$79,979	--	--	--
SBVMWD	\$79,978	--	--	--
WMWD	\$79,978	--	--	--
COLTON	--	\$35,000	\$8,236	\$43,236
CORONA	--	\$35,000	\$12,793	\$47,793
EVMWD	--	\$35,000	\$4,976	\$39,976
REDLANDS	--	\$35,000	\$7,817	\$42,817
RIALTO	--	\$35,000	\$8,236	\$43,236
RIVERSIDE	--	\$35,000	\$42,754	\$77,754
SAN BERNARDINO	--	\$35,000	\$31,532	\$66,532
YVWD	--	\$35,000	\$3,549	\$38,549
Totals	\$399,893			\$399,893

* Flow amount computed on SARDA share (\$399,893) minus the base contribution of \$35,000 times 8 agencies (\$280,000) for a balance of \$119,893.

Percentages used are: Colton 6.87%; Corona 10.67%; EVMWD 4.15%; Redlands 6.52%; Rialto 6.87%; Riverside 35.66%; San Bernardino 26.30% and YVWD 2.96%.

B. PROJECT BUDGET
PHASE 1A (FY 1995-96)

CONSULTANT

Task Group 1		
- Initial Cost	\$239,400	
- Change 1	\$6,000	
- Total		\$245,400

Task Group 2		
- Initial Cost	\$292,229	
- Change 1	\$127,657	
- Total		\$419,886

RWQCB

\$125,000

SAWPA MGMT.

- Initial Cost	\$51,500	
- Change 1	\$21,000	
- Total		\$72,500

Total Phase 1A	\$862,786
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CONTRIBUTIONS BY NON-SAWPA/NON-SARDA AGENCIES

CBWCD	\$5,000	
CBWM	\$10,000	
CSDOC	\$35,000	
RHWC	\$5,000	
WSBCWD	\$8,000	
Total		\$63,000

**Net Cost to SAWPA
 & SARDA Agencies:**

SAWPA	\$399,893	
SARDA	\$399,893	
Total		\$799,786

C. PROJECT BUDGET
PHASE 1B (FY 1996-97)

CONSULTANT	
Task Group 3	\$184,000
Task Group 4	\$100,000
RWQCB	\$125,000
SAWPA MGMT.	\$ 50,000
Total Phase 1B	\$459,000 *
Total Phase 1	\$1,321,786 *

* Cost has not been updated to reflect additional agencies.

D. PROJECT BUDGET
PHASE 2 (FY 1997-99)

Phase 2 cost will be detailed at the completion of Phase 1. The preliminary estimate is \$1.5 million to be divided equally between SARDA and SAWPA participants, after subtracting any other funding sources.

IN WITNESS WHEREOF, the parties hereto have executed this Amendment on the dates set forth below.

CHINO BASIN MUNICIPAL WATER DISTRICT

DATE_____

BY _____
President, Board of Directors

BY _____
General Manager

CHINO BASIN WATER CONSERVATION DISTRICT

DATE_____

BY _____
President

BY _____
Secretary

CHINO BASIN WATERMASTER

DATE_____

BY _____
General Manager

CITY OF CORONA

DATE_____

BY _____
City Manager

**COUNTY SANITATION DISTRICTS OF ORANGE
COUNTY**

DATE_____

BY _____
President

BY _____
General Manager

EASTERN MUNICIPAL WATER DISTRICT

DATE_____

BY _____
President

DATE_____

BY _____
Secretary

ELSINORE VALLEY MUNICIPAL WATER DISTRICT

DATE_____

BY _____
President

DATE_____

BY _____
Secretary

WEST SAN BERNARDINO COUNTY WATER DISTRICT

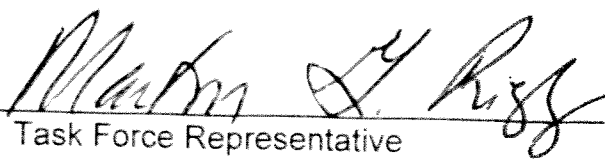
DATE_____

BY _____
President

BY _____
General Manager

ORANGE COUNTY WATER DISTRICT

DATE 4/18/96

BY 
Task Force Representative

CITY OF RIALTO

DATE 4/18/96

BY 
Task Force Representative

SAN BERNARDINO VALLEY MUNICIPAL
WATER DISTRICT

APRIL 18, 1996
DATE _____

BY 
Task Force Representative

CITY OF RIVERSIDE

DATE 4/18/96

BY 
Task Force Representative

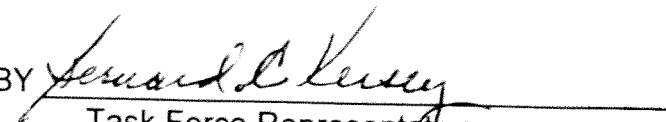
WESTERN MUNICIPAL WATER DISTRICT

DATE 5/2/96

BY 
Task Force Representative

CITY OF SAN BERNARDINO

DATE 4-8-96

BY 
Task Force Representative

CITY OF COLTON

DATE 4/22/96

BY Lee B. Myers
Task Force Representative

RIVERSIDE-HIGHLAND WATER COMPANY

DATE 4-30-96

BY Robert Williams
Task Force Representative

CITY OF REDLANDS

DATE July 2, 1996

BY Steve Larson
Task Force Representative

YUCAIPA VALLEY WATER DISTRICT

DATE 4/18/96

BY Joseph B. Zoba
Task Force Representative