

TO: NSJWCD BOARD OF DIRECTORS
 TRACY LAKE IMPROVEMENT DISTRICT

FR: WALTER SADLER, JENNIFER SPALETTA

RE: COST SHARE FOR CEQA AND WATER RIGHTS

DATE: JUNE 26, 2014

The Agreement between NSJWCD and the Landowners for the Tracy Lake Groundwater Recharge Project states:

“The costs of applying for and pursuing the water right approvals for the extension and the new point of diversion for the Project, and any related CEQA compliance, shall be allocated 57% to the Landowners and 43% as a District expense.”

To date, some bills have been paid by the District and others paid out of the TLID account. There is a need to reconcile the accounting consistent with the 57/43 cost share agreement.

Including bills scheduled for payment at the June 30, 2014 NSJWCD Board meeting:

TLID paid the following sums for work related to CEQA or water right petitions:

	Total
RBI	\$45,159.00
Walter Sadler	\$3,259.20
Griffith & Masuda	\$3,348.00
Total paid by TLID	\$51,766.20

NSJWCD paid the following for work related to CEQA and the water right petitions:

	2013	2014 through June	Total
Spaletta Law PC - Water Right Petitions	\$7,732.50	\$4,455.00	\$12,187.50
Spaletta Law PC - CEQA	\$8,065.00	\$7,323.27	\$16,500.00
Griffith & Masuda*		\$3,132.00	\$3,132.00
Total paid by District			\$31,819.00

*for payment at June meeting

The total amount paid out of both accounts is **\$83,585.20**, which should be shared as follows:

Account	Share	Amount
NSJWCD District	43%	\$35,941.64
TLID	57%	\$47,643.56

Amount paid by TLID – Amount owed by TLID = \$51,766.20 – 47,643.56 = \$4,122.64 overpayment

Amount paid by District – Amount owed by District = \$31,819.00 – 35,941.64 = \$4,122.64 underpayment

The District needs to write a check to TLID for \$4,122.64 to settle the accounting for the 57/43 cost share for bills paid through the June 2014 board meeting.

NSJWCD also paid Spaletta Law PC \$4,312.50 for work directly related to Tracy Lake that should be reimbursed 100% by the TLID to the District.

TLID needs to write a check to the District for \$4,312.50 to reimburse the district for these 100% Tracy Lake Project expenses.