

NOTICE TO ALL SEASIDE GROUNDWATER PRODUCERS:

Case No. M66343 Amended Decision Section III.B.2.

Commencing with the fourth Water Year, and triennially thereafter, the Operating Yield for both Subareas will be decreased by ten percent (10%) until Operating Yield is the equivalent of the Natural Safe Yield unless:

- a. The Watermaster has secured and is adding an equivalent amount of Non-Native water to the Basin on an annual basis; or*
- b. The Watermaster has secured reclaimed water in an equivalent amount and has contracted with one or more of the Producers to utilize said water in lieu of their Production Allocation, with the Producer agreeing to forego their right to claim a Stored Water Credit for such forbearance; or*
- c. Any combination of a and b above which results in the decrease in Production of Native Water required by this Decision; or*
- d. The Watermaster has determined that Groundwater levels within the Santa Margarita and Paso Robles aquifers are at sufficient levels to ensure a positive offshore gradient to prevent seawater intrusion.*

The Watermaster has determined that the conditions necessary to avoid the ten percent Operating Yield reduction have not been met as follows:

- 1. Watermaster has not secured water for adding an equivalent amount of Non-Native water to the Basin on an annual basis. The Watermaster and the City of Seaside have, however, entered into a Memorandum of Understanding for Seaside’s In-lieu Replenishment Program which may, in future water years, provide sufficient water to avoid an Operating Yield reduction.
- 2. The Watermaster has not secured reclaimed water in an equivalent amount.
- 3. The Watermaster has not secured Non-Native water or reclaimed water which results in the decrease in Production of Native Water required by the Decision.
- 4. The firm contracted by Watermaster for technical analyses continued to report in 2010 that Groundwater levels within the Santa Margarita and Paso Robles aquifers are not at sufficient levels to ensure a positive offshore gradient to prevent seawater intrusion, so the requirement for this item continues to not be met.

Section III.L.3.j.iii: Watermaster declares that for Water Year 2011 Artificial Replenishment Water is not available to offset Operating Yield Over-Production and producers are limited in production to the following quantities of water:

Coastal Subarea Alternative Producers:

Seaside (Golf)	540.0 acre-feet
SNG	149.0 acre-feet
Cypress (Calabrese)	14.0 acre-feet
Mission Memorial (Alderwood)	31.0 acre-feet
Sand City	9.0 acre-feet

Laguna Seca Subarea Alternative Producers:

Pasadera	251.0 acre-feet
Bishop	320.0 acre-feet
York School	32.0 acre-feet
Laguna Seca County Park	41.0 acre-feet

Coastal Subarea Standard Producers:

California American Water.....	3,201.8 acre-feet*
Seaside (Municipal)	253.1 acre-feet
Granite Rock	138.6 acre-feet**
D.B.O. Development 27	279.2 acre-feet***

Laguna Seca Subarea Standard Producers:

California American Water	246.1 acre-feet
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- * Total includes 115.1 acre-feet of “not-free” carryover credit from previous water years. In addition to its “not free” carryover credit, California American Water has 1,110.5 acre-feet of stored water credit in WY 2011 from injections into the Basin through the CAW/MPWMD ASR Program in 2010, being formalized through a Storage Agreement.
 - ** Total includes 56.4 acre-feet of “free” carryover and 58.4 acre-feet of “not-free” carryover credit from previous water years, plus the 2011 base allocation of 23.8 acre-feet.
 - *** Total includes 120.6 acre-feet of “free” carryover and 115.3 acre-feet of “not-free” carryover credit from previous water years, plus the 2011 base allocation of 43.3 acre-feet.

2010 WATER YEAR

Seaside Groundwater Basin Watermaster

Reported Quarterly and Annual Water Production (in Acre Feet) From the Seaside Groundwater Basin
For All Producers Included in the Seaside Basin Adjudication

(All Values in Acre-Feet ([AF])

Producer	Type	Quarters				Annual To-Date Reported Total	Base Operating Yield Allocation	Carry Over from 2008-09	Stored Water Credit for 2010
		Oct-Dec 2009	Jan-Mar 2010	Apr-Jun 2010	Jul-Sep 2010				
<u>Coastal Subareas</u>									
CAW (Coastal Subareas)	SPA	888.3	31.4	950.9	1,412.9	3283.5	3,086.7	495.9	1,110.5
Seaside (Municipal)1	SPA	69.7	61.1	76.7	75.3	282.9	253.1	-	-
Granite Rock Company	SPA	Exempt	Exempt	Exempt	Exempt	0.0	23.8	90.9	-
DBO Development No. 30*	SPA	Exempt	Exempt	Exempt	Exempt	0.0	43.3	192.6	-
City of Seaside (Golf Courses)	APA	62.8	21.7	16.1	0.0	100.6	540.0	-	-
Sand City	APA	0.0	0.0	0.1	-	0.1	9.0	-	-
Security National Guaranty	APA	-	-	-	-	0.0	149.0	-	-
Cypress Pacific Investors**	APA	Exempt	Exempt	Exempt	Exempt	0.0	14.0	-	-
Alderwoods Group (Mission Memorial)	APA	2.3	-	3.9	6.6	12.8	31.0	-	-
Coastal Subarea Totals		1,023.1	114.2	1,047.7	1,494.9	3,679.9	4,149.9	779.4	1,110.5
<i>Previous Year Totals (2009)</i>		<i>1,128.4</i>	<i>111.3</i>	<i>912.8</i>	<i>1,361.5</i>	<i>3,514.0</i>	<i>4,263.2</i>	<i>224.1</i>	<i>0.0</i>
<u>Laguna Seca Subareas</u>									
CAW (Inland Subareas)	SPA	101.1	66.5	110.7	151.7	430.0	246.1	-	-
Pasadena Country Club	APA	14.8	1.9	53.6	99.7	170.0	251.0	-	-
Laguna Seca/Bishop	APA	19.1	0.0	68.4	136.7	224.3	320.0	-	-
York School	APA	4.1	1.8	5.1	7.6	18.6	32.0	-	-
Laguna Seca Park (County)	APA	3.7	2.7	7.9	10.5	24.8	41.0	-	-
Laguna Seca Subarea Totals		142.8	72.9	245.7	406.3	867.7	890.1	-	-
<i>Previous Year Totals (2009)</i>		<i>186.1</i>	<i>91.0</i>	<i>366.1</i>	<i>415.1</i>	<i>1,060.7</i>	<i>914.8</i>	-	-
Subtotal Pumped (Not Including ASR)		1,165.9	187.1	1,293.4	136.7	4,547.6	5,040.0		
Alternative Producers =							551.1		
Standard Producers =							3,996.4		
<u>CAW ASR (Injection)/Recovery</u>									
Monterey County District		(129.5)	(576.2)	(404.8)	0.0	(1,110.5)			
Total Pumped (Including ASR)		1,036.4	(389.1)	888.6	1,901.2	3,437.1	5,040.0		
Total Production by Alternative Producers =							551.1		
Total Production by Standard Producers =							2,885.9		
Grand Total Production =							3,437.0		

*Transfer of Parcel and Assignment of Rights from D.B.O. Development No. 27 to D.B.O. Development No. 30

**Referred to as "M.E. Calabrese 1987 Trust" in Decision

Notes:

- The Water Year (WY) begins October 1 and ends September 30 of the following calendar year. For example, WY 2010 began on October 1, 2009, and ended on September 30, 2010.
- "Type" refers to water right as described in Seaside Basin Adjudication decision as amended, signed February 9, 2007 (Monterey County Superior Court Case No. M66343).
- Values shown in the table are based on reports to the Watermaster as received by MPWMD by **October 18, 2010**.
- All values are rounded to the nearest tenth of an acre-foot. Where required, reported data were converted to acre-feet utilizing the relationships: 325,851 gallons = 43,560 cubic feet = 1 acre-foot.
- Each producer's total authorized production allocation is the sum of Base Operating Yield Allocation and Carry Over from Prior Year and is taken from the Watermaster Producer Allocations for this Water Year.
- Any minor discrepancies in totals are attributable to rounding.
- APA = Alternative Producer Allocation; SPA = Standard Producer Allocation; CAW = California American Water.
- During September 2010, CAW - Coastal Subareas provided 12.6 AF of water to City of Seaside (Municipal); the production volumes for both these producers were adjusted accordingly.