

**AMENDMENT TO THE  
ADVANCED FUNDS AGREEMENT**

Whereas, the **INDIAN WELLS VALLEY WATER DISTRICT** (District) and the **INDIAN WELLS VALLEY GROUNDWATER AUTHORITY** (Authority) entered into an Advanced Funds Agreement on December 13, 2017, regarding the District's advancement of funds to the Authority to allow work to continue on the Groundwater Sustainability Plan (Agreement).

Whereas, Section 3 of the Agreement specifies the terms for reimbursement of said funds to the District.

Whereas, Section 3(c) of the Agreement states that "[T]he Parties reserve the right to mutually agree upon different terms subject to the written approval of the Parties."

Whereas, the Parties now desire to clarify the terms for reimbursement of said funds to the District.

The Parties, based upon mutual consideration, hereby agree as follows:

1. Reimbursement and/or a credit of the \$500,000 Advance from the District will be deferred and the District will seek reimbursement and/or credit from "future assessments, charges and/or fees imposed by the Authority" to fund the costs of groundwater management pursuant to SGMA.
2. All other provisions of the Agreement shall remain in full force and effect.
3. This modification shall be effective immediately upon execution by the Parties.

Dated this 29 day of June, 2018.

**INDIAN WELLS VALLEY  
WATER DISTRICT**

By: RRK  
Ron Kicinski, President  
Board of Directors

**INDIAN WELLS VALLEY  
GROUNDWATER AUTHORITY**

By: Peggy Breeden  
Peggy Breeden, Chairperson  
Board of Directors