

OCTOBER 17, 2025

Sites Reservoir Project

Downstream Capacity Ad Hoc Report Out to
RC/AB



Interim Steps to do before Investor Commitment Starts (as discussed with ad hoc October 14, 2025)

We will not be able to get all agreements and design advanced before Investor commitment starts in March 2026, but we think we can do is:

- Achieve a Letter of Mutual Understanding that:
 - Is signed by willing parties, Authority included
 - Identifies anticipated project operations,
 - Documents existing concerns that will need to be addressed in final agreements,
 - Establishes a non-binding commitment to work cooperatively to execute final agreements on a schedule that aligns with project implementation
- Finalize a tech memo that lays out the scope, schedule, and budget for extending the Dunnigan Pipeline to the River to represent the contingency plan.
- Add assumption for losses in CBD to operations model
- Develop itemized cost estimate for CBD improvements rather than using a contingency (refined)
- *Added after meeting:* Enter into an Operations Services Agreement with RD108 for operations of the Lower Colusa Basin Drain System (incl. Dunnigan Pipeline, Upper/Middle/Lower Reaches, KLOG) and include an estimate of \$5-15 per acre foot in updated plan of finance for this service