



EXHIBIT 15-C

STATEMENT OF EXPANDED SUPPLY FOR THE CALIFORNIA-AMERICAN WATER COMPANY WATER DISTRIBUTION SYSTEM, RYAN RANCH UNIT

In compliance with *Findings, Conclusions and Decision of the Board, Hearing on Insufficient Physical Supplies in Accord with District Rule 40-B (June 15, 2009)*

Adopted by MPWMD Board on August 17, 2015

The Board of Directors of the Monterey Peninsula Water Management District (MPWMD or District) hereby makes the following findings of fact:

- A. In November 1989, the District approved the annexation of the Ryan Ranch Unit into the California-American Water Company (CAW) Water Distribution System (WDS) to be operated as a separate and independent water system. The System Capacity (production limit) was set at 175 Acre-Feet per Year (AFY) and the Expansion Capacity Limit was 190 connections. This approval also allowed an emergency intertie between the “main” CAW system and the Ryan Ranch Unit, which was metered and reported, when used.
- B. Based on repeated annual use of the emergency intertie, evidence about the insufficient physical capabilities of the Ryan Ranch Unit to meet customer demand, and the metered water sales at that time, on June 15, 2009 the MPWMD Board reduced the System Capacity to 72 AFY and directed that no Water Permit applications would be received until CAW “develops additional well capacity to sustain a higher System Capacity and has its System Capacity modified” in a future public hearing. These actions were formalized in Order #4 and #5 of the *Findings, Conclusions and Decision of the Board, Hearing on Insufficient Physical Supplies in Accord with District Rule 40-B* adopted on June 15, 2009 (“2009 Ryan Ranch Decision”).
- C. On September 15, 2014, the District approved Permit #M14-05-L4 (CAW/Cypress Amendment), and adopted Findings of Approval and Conditions of Approval, which allow CAW to increase its System Capacity in the Seaside Groundwater Basin Coastal Subareas by up to 3.41 AFY based on transferred water rights owned by Cypress Pacific Investors, LLC (Cypress). This translates to 3.17 AFY metered sales (customer water consumption) delivered to future recipient parcels within the Seaside Basin. Cypress has designated the entire 3.17 AFY to serve Assessor Parcel Numbers 259-221-004 and 259-221-005 to enable expansion of the Community Hospital of the Monterey Peninsula (CHOMP) campus at Ryan Ranch (“CHOMP Parcels”).

- D. On June 15, 2015, the MPWMD Board approved Permit #M15-03-L3 (CAW/Ryan Ranch-Bishop Interconnection), and adopted Findings of Approval and Conditions of Approval, where the Bishop Unit would be the primary source of emergency supply augmentation rather than the main CAW system.
- E. On August 17, 2015, the District Board approved CAW's Application #WDS-20150715RYA, authorized Permit #M15-06-L3 for the "CAW/Ryan Ranch-CHOMP Amendment," and adopted Findings of Approval and Conditions of Approval. This action allows the Ryan Ranch Unit System Capacity to be increased by 3.17 AFY metered sales to serve solely the two CHOMP Parcels for a total of 75.17 AFY. The Ryan Ranch Unit Conditions of Approval were amended to enable water to be delivered via the intertie between the CAW main system and the Ryan Ranch Unit to serve the CHOMP Parcels. The Findings of Approval concluded that: (a) CAW has the physical and legal capability to increase production from the Seaside Basin Coastal Subareas by 3.41 AFY, equivalent to delivery of 3.17 AFY metered sales to the CHOMP Parcels designated by Cypress; and (b) a long-term reliable source of water supply is available to CAW via the CAW/Cypress Amendment (MPWMD Permit #M14-05-L4), based on the Seaside Basin Adjudication.

Based on the above facts, the MPWMD Board of Directors hereby declares the following:

1. "Credible expert analysis" in accord with MPWMD Rule 40(B)4 has occurred in the form of: (a) the September 15, 2014 public hearing materials that led to the Board approval of the CAW/Cypress Amendment (Permit #M14-05-L4) to enable service of up to 3.17 AFY to Recipient Parcels within the Seaside Groundwater Basin; and (b) public hearing materials that led to the Board approval of the CAW/Ryan Ranch-CHOMP Amendment (Permit #M15-06-L3) to enable an increase of 3.17 AFY to the Ryan Ranch Unit System Capacity specifically to serve the CHOMP Parcels [Order #5, 2009 *Ryan Ranch Decision*];
2. The new System Capacity is 75.17 AFY with up to 3.17 AFY metered sales designated solely for the CHOMP Parcels [Order #5, 2009 *Ryan Ranch Decision*];
3. District staff may accept a future application for a Water Permit by CHOMP to expand water use within Ryan Ranch to an amount of no greater than 3.17 AFY. [Order #4, 2009 *Ryan Ranch Decision*].

On motion by Director _____, and second by Director _____, the foregoing Statement of Expanded Supply for Ryan Ranch Unit is adopted on this 17th day of August, 2015 by the following vote:

AYES: Directors xxxxx

NAYS: Directors xxxxx

ABSENT: Directors xxxxx

I, David J. Stoldt, Secretary of the Board of Directors of the Monterey Peninsula Water Management District, hereby certify the forgoing Statement of Expanded Supply for Ryan Ranch Unit was adopted on the 17th day of August 2015.

Witness my hand and seal of the Board of Directors this ____ day of August 2015.

David J. Stoldt, Secretary of the Board

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