January 31, 2008

Mr. Arthur G. Baggett, Jr., Board Member and Hearing Officer State Water Resources Control Board P. O. Box 100 Sacramento, California 95812-0100

Re: Water-Right Hearing on Yuba County Water Agency's 2007 Petition for Modification and Long-Term Transfer Petition

Dear Mr. Baggett:

During the December 5 hearing on the above petitions, you stated that the hearing record would remain open for me to submit a letter advising you of the execution by the Yuba County Water Agency ("YCWA") and the Pacific Gas and Electric Company ("PG&E") of the amendment to the YCWA/PG&E 1966 Power Purchase Contract that is necessary so that YCWA can implement the Yuba Accord.

This letter is to advise you that YCWA and PG&E have executed this amendment, which satisfies the requirements of section 4.4 of the Lower Yuba River Fisheries Agreement (exh. YCWA-9) and clause (4) of section 3 of the Yuba Accord Water Purchase Agreement (exhs. YCWA-11 & YCWA-11a).

Now that this amendment has been executed, the only remaining contingency that needs to be satisfied for the Lower Yuba River Fisheries Agreement to go into effect is the SWRCB's approval of YCWA's two pending change petitions for the Yuba Accord (see Lower Yuba River Fisheries Agreement, exh. YCWA-9, § 4.1).

Sincerely,

**Curt Aikens** 

General Manager

Cut Cubers