STATE OF CALIFORNIA
CALIFORNIA ENVIRONMENTAL PROTECTION AGENCY
STATE WATER RESOURCES CONTROL BOARD

DIVISION OF WATER RIGHTS

In the Matter of License 11513 (Application 23775)

Jaeger Vineyards, LLC and Cunat Premium Vineyards, LLC

ORDER CORRECTING AMENDED LICENSE AND ISSUING FINAL AMENDED LICENSE

SOURCE: Napa River thence San Pablo Bay

COUNTY: Napa

WHEREAS:

1. On September 9, 2008, the State Water Resources Control Board (State Water Board) issued Amended License 11513 superseding Amended License 11513 issued on November 12, 2002.

2. Term 61, condition(b), of Amended License 11513 specified an incorrect bypass flow requirement. The bypass flow requirement should be 10.0 cubic feet per second, rather than 1.0 cubic foot per second.

NOW, THEREFORE, IT IS ORDERED.

Term 61 in the Amended License 11513 to be corrected to read:

For the protection of fish and wildlife, the licensee shall during the period: (a) from January 15 through February 29 bypass a minimum of 15.0 cubic feet per second; and (b) from March 1 through May 15 bypass a minimum of 10.0 cubic feet per second. The total streamflow shall be bypassed whenever it is less than the designated amount. Stream flows shall be as measured at the nearest USGS Gaging Station on the Napa River or by a device acceptable to the State Water Board at alternative locations which may be designated by the watermaster administering the water distribution program.

The attached Amended License 11513 is issued, superseding Amended License 11513 issued on September 9, 2008. The priority of Amended License 11513 is April 30, 1971.

STATE WATER RESOURCES CONTROL BOARD

ORIGINAL SIGNED BY
JAMES W. KASSEL FOR:

Victoria A. Whitney, Chief
Division of Water Rights

Dated: DEC 31 2008

STATE OF CALIFORNIA
CALIFORNIA ENVIRONMENTAL PROTECTION AGENCY
STATE WATER RESOURCES CONTROL BOARD

DIVISION OF WATER RIGHTS

Amended License for Diversion and Use of Water

APPLICATION 23775 PERMIT 16511 LICENSE 11513

THIS IS TO CERTIFY, That

Jaeger Vineyards, LLC and
Cunat Premium Vineyards, LLC
c/o Wagner & Bonsignore
444 North Third Street, Suite 325
Sacramento, CA 95811

have the right to the use of the waters of **Napa River** in **Napa County**

thence San Pablo Bay

for the purpose of **Irrigation** and **Frost Protection uses.**

Amended License 11513 supersedes Amended License 11513 issued on **September 9, 2008**, and the license originally issued on **May 14. 1984**, which was perfected in accordance with the laws of California, the Regulations of the State Water Resources Control Board (State Water Board), or its predecessor, and the terms of **Permit 16511**. The priority of this right dates from **April 30, 1971**. Proof of maximum beneficial use of water under this license was made as of **October 11, 2001** and **June 29, 1982** (the dates of inspection).

The amount of water to which this right is entitled and hereby confirmed is limited to the amount actually beneficially used for the stated purposes and shall not exceed **thirty-five (35) acre-feet per annum by storage to be collected from January 15 to March 15 of each year, and two and ninety-nine hundredths (2.99) cubic feet per second for replenishment of storage to be diverted from March 15 to May 15 of each year.**

The total amount of water to be diverted from the source (replenishment plus collection to storage) shall not exceed 76.5 acre-feet.

The total amount of water to be placed to beneficial use (replenishment plus withdrawal from storage) shall not exceed 76.5 acre-feet per year.

The maximum rate of diversion to offstream storage shall not exceed 2.99 cubic feet per second.

The capacity of Curtis Reservoir covered by this license shall not exceed 35 acre-feet.

This license does not authorize collection of water to storage outside of the specified season to offset evaporation and seepage losses or for any other purpose.

THE POINT OF DIVERSION TO OFFSTREAM STORAGE OF SUCH WATER IS LOCATED:

By California Coordinate System of 1983, Zone 2, North 1,895,820 feet and East 6,474,598 feet, being within SE¼ of NE¼ of projected Section 16, T6N, R4W, MDB&M.

THE PLACE OF STORAGE OF SUCH WATER IS LOCATED:

At Curtis Reservoir within SW¼ of NE¼ and NW¼ of SE¼ of projected Section 16, T6N, R4W, MDB&M.

A DESCRIPTION OF THE LANDS OR THE PLACE WHERE SUCH WATER IS PUT TO BENEFICIAL USE IS AS FOLLOWS:

35.6 acres within NE¼ of projected Section 16, T6N, R4W, MDB&M
86.0 acres within NW¼ of projected Section 16, T6N, R4W, MDB&M
47.0 acres within SW¼ of projected Section 16, T6N, R4W, MDB&M
23.0 acres within SE¼ of projected Section 16, T6N, R4W, MDB&M

191.6 acres total, as shown on map on file with the State Water Board.

This license is conditioned upon full compliance with section 6100 of the Fish and Game Code.
(0000063)

For the protection of fish and wildlife, the licensee shall during the period: (a) from January 15 through February 29 bypass a minimum of 15.0 cubic feet per second; and (b) from March 1 through May 15 bypass a minimum of 10.0 cubic feet per second. The total streamflow shall be bypassed whenever it is less than the designated amount. Streamflows shall be as measured at the nearest USGS Gaging Station on the Napa River or by a device acceptable to the State Water Board at alternative locations which may be designated by the watermaster administering the water distribution program.
(0140061)

No water shall be diverted under this license until the licensee installs and maintains an in-line flow meter, acceptable to the Chief of the Division of Water Rights, that is capable of measuring the instantaneous diversion rate and the cumulative amount diverted under this license. Licensee shall maintain a record of the end-of-the-month meter readings and of the days of actual diversion, and shall submit these monthly records with the triennial Report of Licensee, or whenever requested by the Chief of the Division of Water Rights.
(010090)

Diversion of water between March 15 and May 15 is subject to control under a water distribution program administered by the State Water Board or by the Department of Water Resources. Whenever such a program is in effect at the project location, licensee shall comply with the following:

A. Diversion after March 15 is contingent upon participation in the water distribution program by licensee.

B. Diversion after March 15 shall be solely to replenish water stored prior to March 15 unless otherwise authorized by the watermaster in charge of the distribution program.

C. Prior to making diversions after March 15, licensee shall install and maintain devices, satisfactory to the watermaster, which are capable of measuring the instantaneous rate of diversion and the total amount of water diverted during participation in the distribution program.

D. Licensee's participation in any water distribution program required under the terms of this license shall be evidenced by returning the information sheet distributed prior to the frost season and paying costs as apportioned at the end of the season.

E. The water distribution program required under this license may be revised periodically by the State Water Board provided that the program shall be substantially consistent with terms of any water distribution program imposed on similarly situated users by the Napa County Superior Court.

(0000085A)

The right hereby confirmed to the diversion and use of water is restricted to the point or points of diversion herein specified and to the lands or place of use herein described.

Reports shall be filed promptly by the licensee on the appropriate forms which will be provided for the purpose from time to time by the State Water Board.

Licensee shall allow representatives of the State Water Board and other parties, as may be authorized from time to time by the State Water Board, reasonable access to project works to determine compliance with the terms of this license.

Pursuant to Water Code sections 100 and 275 and the common law public trust doctrine, all rights and privileges under this license, including method of diversion, method of use, and quantity of water diverted, are subject to the continuing authority of the State Water Board in accordance with law and in the interest of the public welfare to protect public trust uses and to prevent waste, unreasonable use, unreasonable method of use, or unreasonable method of diversion of said water.

The continuing authority of the State Water Board may be exercised by imposing specific requirements over and above those contained in this license with a view to eliminating waste of water and to meeting the reasonable water requirements of licensee without unreasonable draft on the source. Licensee may be required to implement a water conservation plan, features of which may include but not necessarily be limited to: (1) reusing or reclaiming the water allocated; (2) using water reclaimed by another entity instead of all or part of the water allocated; (3) restricting diversions so as to eliminate agricultural tailwater or to reduce return flow; (4) suppressing evaporation losses from water surfaces; (5) controlling phreatophytic growth; and (6) installing, maintaining, and operating efficient water measuring devices to assure compliance with the quantity limitations of this license and to determine accurately water use as against reasonable water requirement for the authorized project. No action will be taken pursuant to this paragraph unless the State Water Board determines, after notice to affected parties and opportunity for hearing, that such specific requirements are physically and financially feasible and are appropriate to the particular situation.

The continuing authority of the State Water Board also may be exercised by imposing further limitations on the diversion and use of water by the licensee in order to protect public trust uses. No action will be taken pursuant to this paragraph unless the State Water Board determines, after notice to affected parties and opportunity for hearing, that such action is consistent with California Constitution article X, section 2; is consistent with the public interest and is necessary to preserve or restore the uses protected by the public trust.

The quantity of water diverted under this license is subject to modification by the State Water Board if, after notice to the licensee and an opportunity for hearing, the State Water Board finds that such modification is necessary to meet water quality objectives in water quality control plans which have been or hereafter may be established or modified pursuant to division 7 of the Water Code. No action will be taken pursuant to this paragraph unless the State Water Board finds that: (1) adequate waste discharge requirements have been prescribed and are in effect with respect to all waste discharges which have any substantial effect upon water quality in the area involved, and (2) the water quality objectives cannot be achieved solely through the control of waste discharges.

This license does not authorize any act which results in the taking of a threatened or endangered species or any act which is now prohibited, or becomes prohibited in the future, under either the California Endangered Species Act (Fish and Game Code sections 2050 to 2097) or the federal Endangered Species Act (16 U.S.C.A. sections 1531 to 1544). If a "take" will result from any act authorized under this water right, the licensee shall obtain authorization for an incidental take prior to construction or operation of the project. Licensee shall be responsible for meeting all requirements of the applicable Endangered Species Act for the project authorized under this license.

If construction or rehabilitation work is required for the diversion works covered by this license within the bed, channel, or bank of the affected water body, the licensee shall enter into a streambed or lake alteration agreement with the State Department of Fish and Game. Licensee shall submit a copy of the agreement, or waiver thereof, to the Division of Water Rights prior to commencement of work. Compliance with the terms and conditions of the agreement is the responsibility of the licensee.

This license is granted and the licensee accepts all rights herein confirmed subject to the following provisions of the Water Code:

Section 1625. Each license shall be in such form and contain such terms as may be prescribed by the State Water Board.

Section 1626. All licenses shall be under the terms and conditions of this division (of the Water Code).

Section 1627. A license shall be effective for such time as the water actually appropriated under it is used for a useful and beneficial purpose in conformity with this division (of the Water Code) but no longer.

Section 1628. Every license shall include the enumeration of conditions therein which in substance shall include all of the provisions of this article (of the Water Code) and the statement that any appropriator of water to whom a license is issued takes the license subject to the conditions therein expressed.

Section 1629. Every licensee, if he accepts a license, does so under the conditions precedent that no value whatsoever in excess of the actual amount paid to the State therefore shall at any time be assigned to or claimed for any license granted or issued under the provisions of this division (of the Water Code), or for any rights granted or acquired under the provisions of this division (of the Water Code), in respect to the regulation by any competent public authority of the services or the price of the services to be rendered by any licensee or by the holder of any rights granted or acquired under the provisions of this division (of the Water Code) or in respect to any valuation for purposes of sale to or purchase, whether through condemnation proceedings or otherwise, by the State or any city, city and county, municipal water district, irrigation district, lighting district, or any political subdivision of the State, of the rights and property of any licensee, or the possessor of any rights granted, issued, or acquired under the provisions of this division (of the Water Code).

Section 1630. At any time after the expiration of twenty years after the granting of a license, the State or any city, city and county, municipal water district, irrigation district, lighting district, or any political subdivision of the State shall have the right to purchase the works and property occupied and used under the license and the works built or constructed for the enjoyment of the rights granted under the license.

Section 1631. In the event that the State, or any city, city and county, municipal water district, irrigation district, lighting district, or political subdivision of the State so desiring to purchase and the owner of the works and property cannot agree upon the purchase price, the price shall be determined in such manner as is now or may hereafter be provided by law for determining the value of property taken in eminent domain proceedings.

STATE WATER RESOURCES CONTROL BOARD

ORIGINAL SIGNED BY
JAMES W. KASSEL FOR:

Victoria A. Whitney, Chief
Division of Water Rights

Dated: DEC 31 2008