ATTACHMENT 2
ELIGIBLE APPLICANT DOCUMENTATION

Non-Profit Organization

1. The San Jacinto River Watershed Council is a 501 (c) 3 non-profit organization incorporated on March 28, 2003.

   Supporting evidence:
   A. Copy of Certificate of Incorporation dated March 28, 2003

2. The San Jacinto River Watershed Council has the legal authority to enter into a grant agreement with the State of California, DWR or State Water Board . A letter of resolution (attachment 1) confirms the Watershed Council Boards approval of such action and State and Federal Tax letters are listed below as supporting evidence.

   Supporting evidence:
   A. IRS Tax Exempt Status letter dated July 1, 2003
   B. State Franchise Tax Board Tax Exemption Letter dated May 30, 2003

3. A Letter of Intent between the San Jacinto River Watershed Council and the Riverside County Flood Control and Water Conservation District determining partnering agreement between the two organizations to ensure performance of the proposal and tracking of funds.

   Supporting evidence:
   A. Letter of Intent between Riverside County Flood Control and Water Conservation District and the San Jacinto River Watershed Council.

4. Copy of Certificate of Incorporation attached.

*Attachment 2 to be emailed as part of application submittal. Hard copies of supporting evidence to be mailed prior to application due date as indicated in the PSP.

FRANCHISE TAX BOARD
PO BOX 1286
RANCHO CORDOVA CA 95741-1286

In reply refer to
755:G :RWN

May 30, 2003

THE SAN JACINTO RIVER WATERSHED COUNCIL CORPORATION
PAT BOLDT
2160 SANTA ANITA RD
NORCO CA 92860-2228

Purpose	:	EDUCATIONAL
Code Section	:	23701d
Form of Organization	:	Corporation
Accounting Period Ending	:	December 31
Organization Number	:	2502854

You are exempt from state franchise or income tax under the section of the Revenue and Taxation Code indicated above.

This decision is based on information you submitted and assumes that your present operations continue unchanged or conform to those proposed in your application. Any change in operation, character, or purpose of the organization must be reported immediately to this office so that we may determine the effect on your exempt status. Any change of name or address must also be reported.

In the event of a change in relevant statutory, administrative, judicial case law, a change in federal interpretation of federal law in cases where our opinion is based upon such an interpretation, or a change in the material facts or circumstances relating to your application upon which this opinion is based, this opinion may no longer be applicable. It is your responsibility to be aware of these changes should they occur. This paragraph constitutes written advice, other than a chief counsel ruling, within the meaning of Revenue and Taxation Code Section 21012(a)(2).

You may be required to file Form 199 (Exempt Organization Annual Information Return) on or before the 15th day of the 5th month (4 1/2 months) after the close of your accounting period. Please see annual instructions with forms for requirements.

You are not required to file state franchise or income tax returns unless you have income subject to the unrelated business income tax under Section 23731 of the Code. In this event, you are required to

file Form 109 (Exempt Organization Business Income Tax Return) by the 15th day of the 5th month (4 1/2 months) after the close of your annual accounting period.

Please note that an exemption from federal income or other taxes and other state taxes requires separate applications.

THIS EXEMPTION IS GRANTED ON THE EXPRESS CONDITION THAT THE ORGANIZATION WILL SECURE FEDERAL EXEMPT STATUS WITH THE INTERNAL REVENUE SERVICE. THE ORGANIZATION IS REQUIRED TO FURNISH A COPY OF THE FINAL DETERMINATION LETTER TO THE FRANCHISE TAX BOARD WITHIN 9 MONTHS FROM THE DATE OF THIS LETTER.

A copy of this letter has been sent to the Registry of Charitable Trusts.

R NORTON
EXEMPT ORGANIZATIONS
BUSINESS ENTITIES SECTION
TELEPHONE (916) 845-4178

EO :
CC :JIM GILMORE , TREASURER

INTERNAL REVENUE SERVICE
P. O. BOX 2508
CINCINNATI, OH 45201

DEPARTMENT OF THE TREASURY

Date: JUL 01 2003

THE SAN JACINTO RIVER WATERSHED
COUNCIL CORPORATION
C/O JIM GILMORE
16485 LASH ST
LAKE ELSINORE, CA 92530

Employer Identification Number:
34-1975660
DLN:
17053108017003
Contact Person:
SCOTT P BANTLY ID# 31398
Contact Telephone Number:
(877) 829-5500

Accounting Period Ending:
December 31
Foundation Status Classification:
509(a)(1)
Advance Ruling Period Begins:
March 3, 2003
Advance Ruling Period Ends:
December 31, 2007
Addendum Applies:
No

Dear Applicant:

Based on information you supplied, and assuming your operations will be as stated in your application for recognition of exemption, we have determined you are exempt from federal income tax under section 501(a) of the Internal Revenue Code as an organization described in section 501(c)(3).

Because you are a newly created organization, we are not now making a final determination of your foundation status under section 509(a) of the Code. However, we have determined that you can reasonably expect to be a publicly supported organization described in sections 509(a)(1) and 170(b)(1)(A)(vi).

Accordingly, during an advance ruling period you will be treated as a publicly supported organization, and not as a private foundation. This advance ruling period begins and ends on the dates shown above.

Within 90 days after the end of your advance ruling period, you must send us the information needed to determine whether you have met the requirements of the applicable support test during the advance ruling period. If you establish that you have been a publicly supported organization, we will classify you as a section 509(a)(1) or 509(a)(2) organization as long as you continue to meet the requirements of the applicable support test. If you do not meet the public support requirements during the advance ruling period, we will classify you as a private foundation for future periods. Also, if we classify you as a private foundation, we will treat you as a private foundation from your beginning date for purposes of section 507(d) and 4940.

Grantors and contributors may rely on our determination that you are not a private foundation until 90 days after the end of your advance ruling period. If you send us the required information within the 90 days, grantors and

contributors may continue to rely on the advance determination until we make a final determination of your foundation status.

If we publish a notice in the Internal Revenue Bulletin stating that we will no longer treat you as a publicly supported organization, grantors and contributors may not rely on this determination after the date we publish the notice. In addition, if you lose your status as a publicly supported organization, and a grantor or contributor was responsible for, or was aware of, the act or failure to act, that resulted in your loss of such status, that person may not rely on this determination from the date of the act or failure to act. Also, if a grantor or contributor learned that we had given notice that you would be removed from classification as a publicly supported organization, then that person may not rely on this determination as of the date he or she acquired such knowledge.

If you change your sources of support, your purposes, character, or method of operation, please let us know so we can consider the effect of the change on your exempt status and foundation status. If you amend your organizational document or bylaws, please send us a copy of the amended document or bylaws. Also, let us know all changes in your name or address.

As of January 1, 1984, you are liable for social security taxes under the Federal Insurance Contributions Act on amounts of $100 or more you pay to each of your employees during a calendar year. You are not liable for the tax imposed under the Federal Unemployment Tax Act (FUTA).

Organizations that are not private foundations are not subject to the private foundation excise taxes under Chapter 42 of the Internal Revenue Code. However, you are not automatically exempt from other federal excise taxes. If you have any questions about excise, employment, or other federal taxes, please let us know.

Donors may deduct contributions to you as provided in section 170 of the Internal Revenue Code. Bequests, legacies, devises, transfers, or gifts to you or for your use are deductible for Federal estate and gift tax purposes if they meet the applicable provisions of sections 2055, 2106, and 2522 of the Code.

Donors may deduct contributions to you only to the extent that their contributions are gifts, with no consideration received. Ticket purchases and similar payments in conjunction with fundraising events may not necessarily qualify as deductible contributions, depending on the circumstances. Revenue Ruling 67-246, published in Cumulative Bulletin 1967-2, on page 104, gives guidelines regarding when taxpayers may deduct payments for admission to, or other participation in, fundraising activities for charity.

You are not required to file Form 990, Return of Organization Exempt From Income Tax, if your gross receipts each year are normally $25,000 or less. If you receive a Form 990 package in the mail, simply attach the label provided, check the box in the heading to indicate that your annual gross receipts are normally $25,000 or less, and sign the return. Because you will be treated as a public charity for return filing purposes during your entire advance ruling

THE SAN JACINTO RIVER WATERSHED

If you have any questions, please contact the person whose name and telephone number are shown in the heading of this letter.

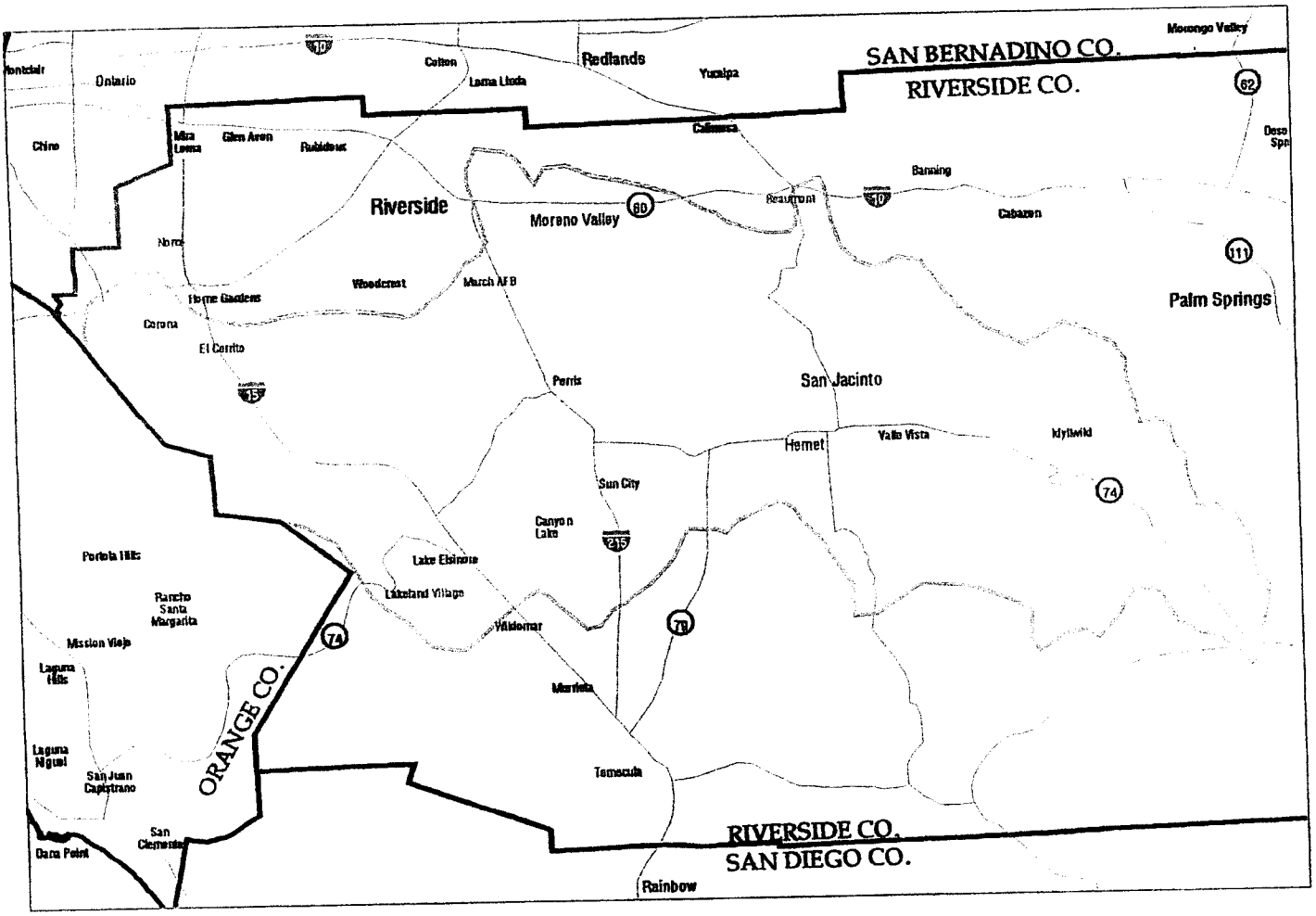
Sincerely yours,

Lois G. Lerner
Director, Exempt Organizations
Rulings and Agreements

Enclosure(s):
Form 872-C

San Jacinto Watershed

Hydrologic # 18070202



10 0 10 Miles

SCALE 1:600,000

Map prepared using ArcView 3.0
by NRCS Soils Staff, Davis, CA
Map ID: wshed_sJacinto 03/28/00

N

Watershed Area

County Boundaries

Streams / Water

Roads

USDA

Source of Data:
USGS, 8-Digit Hydrologic Unit Map, 1978

State of California

SECRETARY OF STATE

I, *Kevin Shelley*, Secretary of State of the State of California, hereby certify:

That the attached transcript of 3 page(s) has been compared with the record on file in this office, of which it purports to be a copy, and that it is full, true and correct.

IN WITNESS WHEREOF, I execute this certificate and affix the Great Seal of the State of California this day of

MAR 2 3 2003

Kevin Shelley

Secretary of State

ENDORSED - FILED
in the office of the Secretary of State
of the State of California

MAR 0 3 2003

KEVIN SHELLEY
Secretary of State

ARTICLES OF INCORPORATION
OF
THE SAN JACINTO RIVER WATERSHED COUNCIL
A CALIFORNIA PUBLIC BENEFIT CORPORATION

ONE: The name of this corporation is The San Jacinto River Watershed Council Corporation.

TWO: This corporation is a nonprofit public benefit corporation and is not organized for the private gain of any person. It is organized under the Nonprofit Public Benefit Corporation Law for charitable purposes. The specific purposes for which this corporation is organized are to provide educational, scientific, and technical assistance that will help sustain, restore and enhance the natural resources of the San Jacinto River basin while promoting long term social and economic vitality of the region. The primary methods will be partnership building, enhancing communication among the private and public sectors, gathering and organizing scientific information and research about the basin, and providing public education and training through publications, lectures, workshops and other media.

THREE: The name and address in the State of California of this corporation's initial agent for service of process is: Ms. Pat Boldt, 2160 Santa Anita Rd., Norco, Ca. 92860.

FOUR: (a) This corporation is organized and operated exclusively for educational and scientific purposes within the meaning of Section 501(c)(3) of the Internal Revenue Code.

(b) Notwithstanding any other provision of these Articles, the corporation shall not carry on any other activities not permitted to be carried on (1) by a corporation exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code or (2) by a corporation contributions to which are deductible under Section 170(c)(2) of the Internal Revenue Code.

(c) No substantial part of the activities of this corporation shall consist of carrying on propaganda, or otherwise attempting to influence legislation, and the corporation shall not participate or intervene in any political campaign (including the publishing or distribution of statements) on behalf of, or in opposition to, any candidate for public office.

FIVE: The names and addresses of the persons appointed to act as the initial Directors of this corporation are:

Name	Address
Mr. Mark Norton	11615 Sterling Ave., Riverside, CA 92503
Mr. Rob Lindquist	2480 E. Florida Ave., Hemet, CA 92544
Mr. Steve Stump	1995 Market St., Riverside, CA 92501
Mr. Jim Gilmore	16485 Lash St., Lake Elsinore, CA 92530
Mr. Bruce Scott	18051 Gilman Spring Rd., Moreno Valley, CA 92555
Mr. Sid Sybrandy	34860 Ramona Expressway, San Jacinto, CA 92582
Mr. Joe Garcia	P.O. Box 487, San Jacinto, CA 92581
Ms. Sue Nash	3138 Brockton Ave., Riverside, CA 92501
Mr. Philip Williams	30365 Ainsworth Place, Lake Elsinore, CA 92530

SIX: The property of this corporation is irrevocably dedicated to educational and scientific purposes meeting the requirements of Section 214 of the California Revenue and Taxation Code, and that serve to improve the condition of natural, social, and economic resources in the San Jacinto River drainage basin, and no part of the net income or assets of the organization shall ever inure to the benefit of any director, officer or member thereof or to the benefit of any private person.

On the dissolution or winding up of the corporation, its assets remaining after payment of, or provision for payment of, all debts and liabilities of this corporation, shall be distributed to a nonprofit fund, foundation, or corporation which is organized and operated exclusively for educational and scientific purposes meeting the requirements of Section 214 of the California Revenue and Taxation Code, and that serve to improve the condition of natural, social, and economic resources in the San Jacinto River drainage basin, and which has established its tax-exempt status under Section 501(c)(3) of the Internal Revenue Code.

Date: 2/26/03

_____, Mr. M. Norton, Director

_____, Mr. R. Lindquist, Director

_____, Mr. S. Stump, Director

_____, Mr. J. Gilmore, Director

_____, Mr. B. Scott, Director

_____, Mr. S. Sybrandy, Director

_____, Mr. Joe Garcia, Director

Sue Nash., Ms. S. Nash, Director

Philip N. Williams, Mr. P. Williams, Director

We, the above-mentioned initial directors of this corporation, hereby declare that we are the persons who executed the foregoing Articles of Incorporation, which execution is our act and deed.

Mark Norton, Mr. M. Norton, Director

Robert V. Lindquist Jr., Mr. R. Lindquist, Director

Stephen E. Stump, Mr. S. Stump, Director

Jim Gilmore, Mr. J. Gilmore, Director

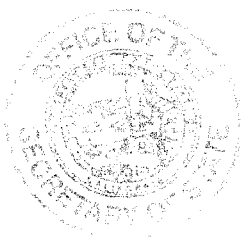
Bruce Scott, Mr. B. Scott, Director

Ted Sybrandy, Mr. S. Sybrandy, Director

Joe Garcia, Mr. Joe Garcia, Director

Sue Nash, Ms. S. Nash, Director

Philip N. Williams, Mr. P. Williams, Director



WARREN D. WILLIAMS
General Manager-Chief Engineer

1995 MARKET STREET
RIVERSIDE, CA 92501
951.955.1200
951.788.9965 FAX

RIVERSIDE COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT

May 6, 2005

Mr. Jim Gilmore, President
San Jacinto Watershed Council
16485 Lash Street
Lake Elsinore, CA 92530

Dear Mr. Gilmore:

Re: Cooperation on Proposed Proposition 50
Chapter 8 Planning Grant

This letter is in response to Pat Boldt's request for the Riverside County Flood Control and Water Conservation District's (District) support in the administration of any State grant funds received by the San Jacinto Watershed Council (Council) from its Proposition 50, Chapter 8 Planning Grant application. The District is in support of this grant effort and is willing to provide support to this effort in the following ways:

- Technical review of documents generated in support of the proposed IRWM;
- Potentially performing lead agency role and contributing toward Task 4 of the proposed Planning Grant Work Plan;
- Contribution of District generated work products that apply to the overall effort; and
- Using our role as Principal Permittee of the Santa Ana Region NPDES MS4 Permit to coordinate the response and participation of Cities within the San Jacinto Watershed.

The District views the San Jacinto Watershed as a unique and complex region with competing and overlapping long-term watershed management needs including water supply, water quality, critical habitat protection and conservation, flood control, water conservation, and well planned housing and development. The District believes that collaboration and integration of these watershed management needs is necessary to best manage available resources within the San Jacinto Watershed. The proposed grant application will be a much-needed first step in building a framework for addressing these long-term needs and a forum for collaboration. We look forward to participating with you and other stakeholders on this project.

Very truly yours,

WARREN D. WILLIAMS
General Manager-Chief Engineer

JEU:cw
PC/94675