



United States Department of the Interior

BUREAU OF RECLAMATION
Mid-Pacific Regional Office
2800 Cottage Way
Sacramento, CA 95825-1898

APR 20 2017

IN REPLY REFER TO:

MP-3600
1.3.11

Ms. Sonja A. Anderson
Power Marketing Manager
Western Area Power Administration
114 Parkshore Drive
Folsom, California 95630-4710

Subject: Mid-Year Adjustment to the Allocation of Fiscal Year (FY) 2017 Mitigation and Restoration Payments, Central Valley Project Improvement Act, Central Valley Project (CVP)

Dear Ms. Anderson:

This letter notifies Western Area Power Administration (WAPA) that there will be no mid-year adjustment to the FY 2017 mitigation and restoration payment allocation associated with the Central Valley Project Improvement Act, Title XXXIV of Public Law 102-575. Consistent with the Bureau of Reclamation's (Reclamation) hydrologic projections for the CVP and continuing the Maximum Restoration Payment Policy, the power contractor's FY 2017 obligation has not changed. The power contractor's obligation is estimated within \$500,000 of the original power payment obligation of \$35,853,809. Therefore, Reclamation will not revise the allocated portion of mitigation and restoration payments to power contractors for FY 2017.

The revised allocation is based on factors delineated herein: 1) Reclamation's April 11, 2017, updated water supply allocation for the CVP, 2) actual mitigation & restoration receipts for the first 6 months of FY 2017, and 3) the FY 2017 ceiling amount. Reclamation will continue to monitor receipts throughout the rest of the fiscal year.

FY 2017 mitigation and restoration receipts collected above the ceiling will be applied against the FY 2018 power contractors' obligation. In August 2017, WAPA will receive official notification of the FY 2018 mitigation and restoration payment allocation to power contractors.

Please contact Ms. Gail Trujillo-Bixby should you require additional information regarding the above amounts at (916) 978-5263, gtrujillobixby@usbr.gov, or for TTY access call the Federal Relay Service at 800-877-8339.

Sincerely,

Rodney D. Whitfield
Regional Financial Manager

Enclosure

as of 4/17/2017

FY 2017 ACTUAL & PROJECTED RESTORATION PAYMENTS

	<u>1st - 6 months actual receipts (10/01/16 thru 3/31/2017)</u>	<u>2nd - 6 months projected (04/01/17 thru 9/30/2017)</u>	<u>12 months total (10/01/16 thru 9/30/2017)</u>
Restoration Payments - Water	7,516,834	12,048,835	19,565,669
Restoration Payments - Power	<u>12,509,308</u>	<u>23,531,023</u>	<u>36,040,331</u>
Total	20,026,142	35,579,858	55,606,000
FY 2017 Total Restoration Payments Budgeted	55,606,000		
FY 2017 Restoration Payments Projected - Water	<u>19,565,669</u>		
Total Needed from Power as of 4/14/2017	36,040,331		
Original FY 2017 Power Allocation	<u>35,853,809</u>		
Difference	186,522		

If the difference from the initial Restoration Payment allocation to Power is less than \$500,000, then no mid-year adjustment needed.

note: differences due to rounding

ENCLOSURE