



# United States Department of the Interior

BUREAU OF RECLAMATION  
Mid-Pacific Region  
2800 Cottage Way  
Sacramento, California 95825-1898

IN REPLY REFER TO:  
MP-3600  
1.3.11

APR 18 2019

Mr. Arun Sethi  
Power Marketing Manager  
Western Area Power Administration  
114 Parkshore Drive  
Folsom, California 95630-4710

Subject: Mid-Year Adjustment to the Allocation of the Fiscal Year (FY) 2019 Mitigation and Restoration Payments, Central Valley Project Improvement Act, Central Valley Project (CVP)

Dear Mr. Sethi:

This letter notifies Western Area Power Administration (WAPA) of the mid-year adjustment to the FY 2019 mitigation and restoration payment allocation. Included is the portion assigned to the CVP power contractors 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 2019 obligation has been revised. The power contractor's obligation is estimated at \$30,721,844, a decrease of \$3,802,502. This takes into account the initial FY 2019 power obligation of \$38,677,620 and the FY 2018 carryover of \$4,153,274.

The revised allocation is based on factors delineated herein: 1) Reclamation's April 2019, water supply allocation for the CVP, 2) actual mitigation & restoration receipts for the first 6 months of FY 2019, and 3) the FY 2019 ceiling amount. Reclamation will continue to monitor receipts throughout the rest of the fiscal year.

In August 2019, WAPA will receive official notification of the FY 2020 mitigation and restoration payment allocation to power contractors.

Should you require additional information regarding the above amounts, please contact Mr. Spencer Walden at [swalden@usbr.gov](mailto:swalden@usbr.gov) or by telephone (916) 978-5311. For TTY access, call the Federal Relay Service at 800-877-8339.

Sincerely,

Ann Lubas-Williams  
Regional Financial Manager

Enclosure

NOTE: Scenario based on original acre-feet projection. Reduced IAW Historical averages for CVO water allocation.  
18-Apr-19

### FY 2019 ACTUAL & PROJECTED RESTORATION PAYMENTS

	1st - 6 months actual receipts (10/01/18 thru 3/31/2019)	2nd - 6 months projected (04/01/19 thru 9/30/2019)	12 months total (10/01/18 thru 9/30/2019)
Restoration Payments - Water	10,556,718	20,428,438	30,985,156
Restoration Payments - Power	<u>15,101,474</u>	<u>15,620,370</u>	<u>30,721,844</u>
Total	25,658,193	36,048,807	61,707,000
FY 2019 Total Restoration Payments Budgeted	61,707,000		
FY 2019 Restoration Payments Projected - Water	<u>30,985,156</u>		
Total Needed from Power as of 4/18/2019 Original	30,721,844		
FY 2019 Power Allocation	38,677,620		
FY 2018 Credit (taken into account for Sept. 2019)	<u>(4,153,274)</u>		
Difference	(3,802,502)		

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

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OFFICIAL BUSINESS

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BY:   
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