



United States Department of the Interior

BUREAU OF RECLAMATION
Interior Region 10
2800 Cottage Way
Sacramento, California 95825-1898

IN REPLY REFER TO:

CGB-3400

2.2.4.22

Contractor
Address Line 1
Address Line 2

Subject: Conversion from a Water Service Contract to a Repayment Contract as Authorized
Under the Water Infrastructure Improvement for the Nation (WIIN) Act for
Contract XX-XX-XXX-XXXXX-XXXX

Dear Contractor:

The Bureau of Reclamation has received Contractor's notification of interest to convert from a water service contract, to a repayment contract as outlined in the WIIN Act, Public Law 114-322, Section 4011. Under this section of the WIIN Act, Reclamation is required to provide an estimate of the Central Valley Project construction costs allocated to the contractor. The law provides for two choices of repayment. The contractor could choose to pay in a lump sum payment, or to pay within 3 years of the effective date of the repayment contract.

Your water service contract with Reclamation currently has estimated unpaid costs for construction as outlined in the enclosed schedules. The costs take into account water service construction costs currently being allocated to Contractor, that are unpaid as of September 30, 2018.

Please note, the attached amounts are only estimated unpaid construction costs as they are required to be provided to you within 90 days of your request. Unpaid construction amounts identified for irrigation are discounted as required by the legislation based on ½ of the 20-year Treasury rate.

Also note there are other cost recovery and cost allocation provisions that are identified in the WIIN Act, Section 4011. I recommend that Contractor representatives review the provisions included in the legislation, so there is a good understanding of requirements of the law. The cost recovery process can also be discussed further with Reclamation Finance Staff. Other questions can be discussed with your Reclamation Contract Representative.

INTERIOR REGION 10 • CALIFORNIA-GREAT BASIN

CALIFORNIA*, NEVADA*, OREGON*

* PARTIAL

If you have cost recovery questions, you may contact Jesus Reynoso at jreynoso@usbr.gov or by phone (916) 978-5362. If you have contract related questions, you may contact Barbara Hidleburg at bhidleburg@usbr.gov or by phone (916) 978-5193.

Sincerely,

Ann Lubas-Williams
Regional Financial Manager

Enclosure/s