



United States Department of the Interior

BUREAU OF RECLAMATION
2800 Cottage Way
Sacramento, CA 95825-1898



IN REPLY REFER TO:

MP-3400
2.2.4.22

To: All Central Valley Project Water Contractors

Subject: Rate methodology for Extending Repayment on Reimbursable Extraordinary Operation & Maintenance (XM) Costs on Reserved Works in accordance with the Omnibus Public Lands Management Act of 2009 (P.L. 111-11) for the Central Valley Project (CVP) and Computing a Replacement (R) Component for Excess Capacity Charges in the CVP.

Dear Water Contractor:

Bureau of Reclamation Commissioner approved the basis of negation to extend repayment for XM cost and recovery of those costs through rates in accordance with the CVP Irrigation and M&I Ratesetting Policies and PEC 05-03.

Additionally, in accordance with PEC 05-10 & PEC 05-11, region has received approval from Commissioner to develop and charge (R) component for Non-Project Use of Excess Capacity (Warren Act) in Reclamation Projects.

CGB Financial Management Division, Ratesetting Branch is holding two technical workshops to explore methods of XM rate and (R) Component for Excess Capacity Charges in the CVP. In order to be transparent and to continue our commitment to excellent customer service we will be sending meeting invitations for your valuable participation. Initially, there will be two virtual meetings on these subjects.

For computing Replacement (R) Component for Excess Capacity Charges in the CVP, a meeting will take place on July 8th from 10am to noon.

For development of new XM rate methodology, a meeting will be held on July 22nd from 10am to noon.

If you have any questions or need additional information, please contact Mr. Travis Hawkins at thawkins@usbr.gov/916-978-5356, or Mr. Sabir Ahmad at sahmad@usbr.gov. For TTY access call the Federal Relay Service at 800-877-8339.

Sincerely,

ANN LUBAS-WILLIAMS

Digitally signed by ANN LUBAS-
WILLIAMS
Date: 2022.06.15 15:27:40 -07'00'

Ann Lubas-Williams
Financial Manager

INTERIOR REGION 10 • CALIFORNIA-GREAT BASIN

CALIFORNIA*, NEVADA*, OREGON*

* PARTIAL

WBR:SAhmad:ALubasWilliams:

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CC: Area offices, CGB-400, NCCAO, SCCAO, CCAO, NCAO