

## United States Department of the Interior

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



CGB-3400 2.2.4.22

To: All Central Valley Project Water Contractors

Subject: New Process to Repay Trinity Public Utilities District (PUD) Assessment

Dear Water Contractor:

Beginning in March 2007, Reclamation had a process where collections for the Trinity Public Utility District (PUD) Assessment were made by water users based on an assessment per acrefoot of water delivered. This assessment was collected from CVP project contractors as a separate charge. The accounting for this process was burdensome for both Reclamation and the water users.

Starting with 2024 water rates, Reclamation is taking a different approach which significantly streamlines the recovery of the Trinity PUD Assessment and the remittance to Trinity PUD. We are beginning a pilot program with Delano-Earlimart Irrigation District to pay the annual amount in a lump sum to Reclamation each year and have a corresponding amount credited to them through the O&M rates and Water Contractor Accountings of the same year. The Trinity PUD rate will be collected from all CVP project contractors through the O&M water marketing cost pool. Please do not remit Trinity PUD surcharge after March 1st, 2024.

Delano-Earlimart Irrigation District will receive a credit against their obligation of O&M in exchange for their lump sum payment to cover the Trinity PUD Assessment and an offset will be required for all other water users to pay. The amount added to O&M will be assessed based on delivered water. This will increase the Water Marketing rate by approximately 15 cents an acrefoot beginning with the 2024 Water Rates.

If there are any questions, please contact Robert Ward at 916-978-5359 or rward@usbr.gov.

Sincerely,

SABIR AHMAD Digitally signed by SABIR AHMAD Date: 2024.01.17 11:47:42 -08'00'

Sabir Ahmad Financial Manager