



## Foreword

The final Central Valley Project (CVP) water Special rates for contract year (CY) 2023 have been posted to the Bureau of Reclamation website.

Special water rates for the years 2004 through 2023 can be found at <https://www.usbr.gov/mp/cvpwaterrates/ratebooks/index.html>.

If you have any questions or need additional information, please contact Sabir Ahmad at 916-978-5362 or by email at [sahmad@usbr.gov](mailto:sahmad@usbr.gov).

## Warren Act Pricing Methodology per New Direct and Standards

Two new Directives & Standards for non-project use of excess capacity, Contracting (PEC 05-10) and Pricing, (PEC 05-11) were approved for implementation. PEC 05-11 requires assessing operation and maintenance (O&M) charges for the use of excess capacity and adds new replacement or “R” component.

In accordance with PEC 05-11, the Region will charge a component for the annual applicable share of O&M and an annual R-component for Reserved works.<sup>1</sup> Reclamation will retain the R-component revenues to fund non- recurring major replacement and extraordinary maintenance (XM) needs. The Operating Non- Federal Entities (ONFE)<sup>2</sup> will charge an R-component for Transferred works and retain the Transferred works R-component revenue to fund their future extraordinary maintenance (XM) needs.

The excess capacity O&M charge for the non-project contractor will reflect the share of contract administrative costs associated with the administration of the Warren Act contract. The O&M charge methodology will utilize the last 7-years of Warren Act deliveries and associated project deliveries to determine the proportional share (percentage) of Warren Act deliveries associated with project. The Warren Act proportional percentage is then multiplied to the contractor’s administrative cost to reflect the Warren Act share of the administrative cost. This share of administrative cost is then divided by the 7-year average Warren Act deliveries to determine the O&M charge for non-project excess capacity use.

The R-component of the excess capacity rate for use of CVP Reserved works will be equal to the CVP construction conveyance rate.

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<sup>1</sup> Only applicable to Folsom South Canal

<sup>2</sup> Friant Water Users Authority, San Luis and Delta-Mendota Water Authority, and Tehama-Colusa Canal Authority

## Questions

Please direct any questions regarding the CVP 2023 Special water rates to Sabir Ahmad at 916-978-5362 or by email at [sahmad@usbr.gov](mailto:sahmad@usbr.gov).