Irrigation and M&I
Contract No. 14-06-200-7823J-P
(Oro Loma Water District Assignment)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF RECLAMATION
Central Valley Project, California

CONTRACT BETWEEN THE UNITED STATES AND WESTLANDS WATER DISTRICT PROVIDING FOR PROJECT WATER SERVICE AND FACILITIES REPAYMENT

Exhibits

Exhibit A – Map of Contractor's Service Area

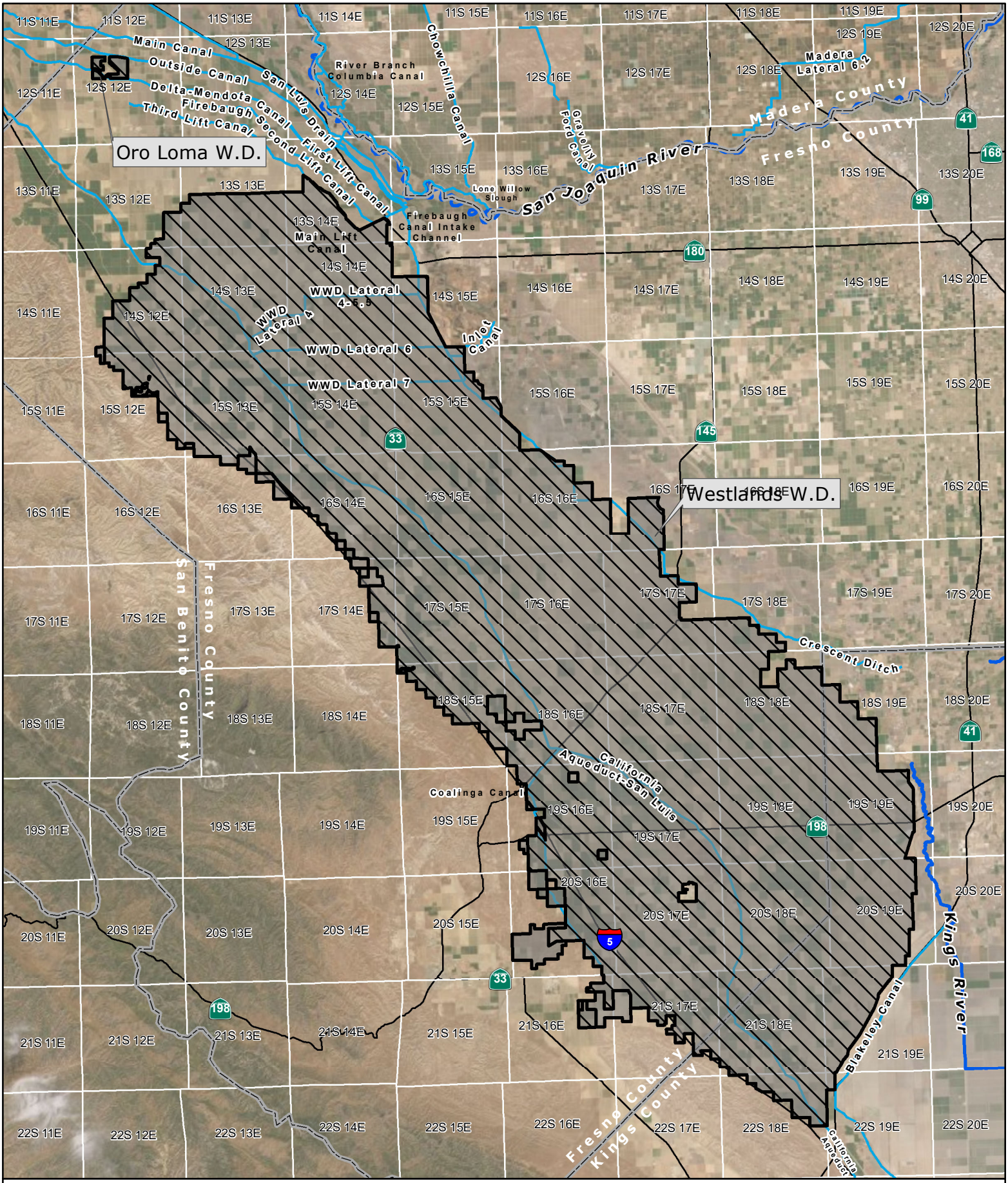
This Exhibit is unchanged from current Contract.

Exhibit B – Rates and Charges

This Exhibit template is unchanged from current Contract and is updated annually. Rate Schedules may be found at: https://www.usbr.gov/mp/cvpwaterrates/ratebooks/index.html

Exhibit C – Repayment Obligation

This Exhibit template was developed during the WIIN Act Negotiations. Relevant data will be incorporated upon contract execution.



District Boundary
Contractor's Service Area

Agreement for Partial Assignment of Oro Loma W.D. Water Service Contract to Westlands W.D.

Contract No. 14-06-200-7823J-LTR1-P
Exhibit A

BUREAU OF RECLAMATION

Date: 6/26/2020
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EXHIBIT B
WESTLANDS WATER DISTRICT
(PARTIAL ASSIGNMENT OF ORO LOMA WATER DISTRICT)
2020 Rates and Charges
(Per Acre-Foot)

	Irrigation Water SLC	M&I [3] Water SLC
COST-OF-SERVICE (COS) RATE		
Construction Costs	$63.95	
DMC Aqueduct Intertie	$1.15	
O&M Components		
Water Marketing	$8.97	
Storage	$18.01	
Credit for other PUE Remittance [1]	($2.28)	
Direct Pumping		
American Recovery and Reinvestment Act (ARRA)	$0.00	
TOTAL COS RATE	$89.80	
Project Use Energy Payment [2]		
Direct Pumping	$11.35	
Other PUE Remittance	$2.28	
IRRIGATION FULL-COST RATE		
Section 202(3) Rate is applicable to a Qualified Recipient or to a Limited Recipient receiving irrigation water on or before October 1, 1981.	$134.66	
Section 205(a)(3) Rate is applicable to a Limited Recipient that did not receive irrigation water on or before October 1, 1981.	$169.27	
M&I FULL COST RATE		
Above)		
IRRIGATION		
Tier 2 Rate: >80% <=90% of Contract Total [Section 202(3) Irrigation Full Cost Rate - Irrigation COS Rate]/2 (Amount to be added to Tier 1 Rate)	$22.43	
Tier 3 Rate: >90% of Contract Total [Section 202(3) Irrigation Full Cost Rate - Irrigation COS Rate] (Amount to be added to Tier 1 Rate)	$44.86	
M&I		
Tier 2 Rate: >80% <=90% of Contract Total [M&I Full Cost Rate - M&I COS Rate]/2 (Amount to be Added to Tier 1 Rate)		
Tier 3 Rate: >90% of Contract Total [M&I Full Cost Rate - M&I COS Rate] (Amount to Be Added to Tier 1 Rate)		
CHARGES AND ASSESSMENTS *(Payments in addition to Rates)*		
P.L. 102-575 Surcharge (Restoration Fund Payment) [Section 3407(d)(2)(A)]	$10.91	
P.L. 106-377 Assessment (Trinity Public Utilities District) [Appendix B, Section 203]	$0.12	

EXPLANATORY NOTES

1 Project Use Energy payment is being remitted to Western Area Power Auithority for storage and direct pumping based on the deliveries of a select few contractors. The rates for the select few contractors are reduced as a credit in the O&M rates. All Contractors will ultimately pay for the storage and direct pumping service but as an offset to the amount paid by the select few.

2 Project Use Energy payment is in addition to the Contract Rate and Full-Cost Water Rates. Refer to the water rate books for more information.

3 The Contractor has not projected any delivery of M&I Water for the 2020 contract year. A temporary M&I Rate will be applied upon any M&I water delivery.

The CVP M&I Water Shortage Policy per EIS/EIR dated August 2015 and Record of Decision dated November 2015 defines the M&I Historic Use as the average quantity of CVP water put to beneficial use during the last three years of water deliveries, unconstrained (100% allocation) by the availability of CVP water for South of the Delta. Contractor's last three years in acre feet (AF) are: 2006 = 0 AF; 2011 = 0 AF; 2017 = 0 AF; equals a M&I Historic use average quantity of 0 AF.

Additional detail of rate components is available on the Internet at:
http://www.usbr.gov/mp/cvpwaterrates/ratebooks/index.html

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Exhibit C

Repayment Obligation - Current Calculation under the WIIN Act, Section 4011 (a) (2)

Unpaid Construction Cost from the 2020 Water Rate Books*

Contractor: **Westlands Water District from Oro Loma WD**
Facility: **San Luis Canal**
Contract: **14-06-200-7823J-LTR1-P**

Irrigation Construction Cost (2020 Irrigation Ratebook, Schedule A-2Ba and A-2Bc)				
		Unpaid Cost		**Discount**
Construction Cost (Excludes Intertie):		$ 309,069		
2019 Repayment (Estimate) **		$ -		
Adjusted Construction Cost (Excludes Intertie):		$ 309,069	$	297,993
Intertie Construction Cost:		$ 22,245	$	19,457
Total		$ 331,314	$	317,451
If Paid in Installments (Used 20 yr CMT)				
	Due****			
Payment 1	6/1/2020		$	80,577
Payment 2	6/2/2021		$	80,577
Payment 3	6/2/2022		$	80,577
Payment 4	6/2/2023		$	80,577
Total Installment Payments			$	322,306
20 yr CMT Rates - 06/01/2020				1.220%
Discount Rate (1/2 of the Treasury Rate per the WIIN Act, Section 4011(a)(2)(A))				0.610%

M&I Construction Cost (2020 M&I Ratebook, Sch A-2Ba)		
		Unpaid Cost
Construction Cost:		$ -
2019 Repayment (Estimate) **		$ -
Adjusted Construction Cost***:		$ -

Calculation Support: Irrigation Lump Sum or First Payment**** 6/1/2020
Days Until the End of the Fiscal Year 121

	Unpaid Allocated Construction Cost			Unpaid Intertie Construction Cost			Total
Fiscal Yr	Beginning Balance	Straight Line Repayment	Present Value	Beginning Balance	Straight Line Repayment	Present Value	Present Values
2020	$ 309,069	$ 28,097	$ 27,871	$ 22,245	$ 506	$ 501	$ 28,372
2021	$ 280,972	$ 28,097	$ 27,757	$ 21,740	$ 506	$ 499	$ 28,257
2022	$ 252,874	$ 28,097	$ 27,589	$ 21,234	$ 506	$ 496	$ 28,086
2023	$ 224,777	$ 28,097	$ 27,422	$ 20,728	$ 506	$ 493	$ 27,915
2024	$ 196,680	$ 28,097	$ 27,256	$ 20,223	$ 506	$ 490	$ 27,746
2025	$ 168,583	$ 28,097	$ 27,090	$ 19,717	$ 506	$ 487	$ 27,578
2026	$ 140,486	$ 28,097	$ 26,926	$ 19,212	$ 506	$ 485	$ 27,411
2027	$ 112,389	$ 28,097	$ 26,763	$ 18,706	$ 506	$ 482	$ 27,244
2028	$ 84,291	$ 28,097	$ 26,601	$ 18,201	$ 506	$ 479	$ 27,079
2029	$ 56,194	$ 28,097	$ 26,439	$ 17,695	$ 506	$ 476	$ 26,915
2030	$ 28,097	$ 28,097	$ 26,279	$ 17,189	$ 506	$ 473	$ 26,752
2031-63				$ 16,684	$ 16,684	$ 14,095	$ 14,095
Total, Lump Sum Payment			$ 297,993			$ 19,457	$ 317,451
Amount of Reduction, Lump Sum			$ 11,075			$ 2,788	$ 13,863

* Costs are assumed to be paid and all charges are assumed to be accurate. If at a later date charges are determined to need update, they are still required. Also, unpaid charges are still a requirement under contract.
** 2019 Repayment is based on a conservative estimate. If not sufficient, the remainder will be billed.
*** Excludes Interest to payment date as Interest will be computed as an annual expense as usual.
****Contractor has 60 days from the effective date of the contract or installment dates to make payment.