

DRAFT

CENTRAL VALLEY PROJECT
SCHEDULE OF IRRIGATION COST OF SERVICE
WATER RATES PER ACRE-FOOT BY CONTRACTOR
2021 IRRIGATION WATER RATES

A	B	C	D	E	F	Estimated O&M Costs Per Acre Foot					Project Use Energy			
						G	H	I	J	K	L	M	N	
Facility/Contractor	Construction Cost Per A/F <Sch. A-2Ba>	DMC Aqueduct Interline Construction Cost Per A/F <Sch. A-2Bc>	Water Marketing <Sch. A-8>	Storage (Includes Offset) <Sch. A-8>	Direct Pumping Offset <Sch. A-11>	Conveyance <Sch. A-8>	Conveyance Pumping <Sch. A-8>	Credit for Other PUE Remittance 1/ <Sch. A-11>	Total O&M (D+E+F+G+H+I)	Deficit Cost Per A/F <Sch. A-8B>	Cost of Service Rate (B+C+J+K)	Direct Pumping <Sch. A-11>	Other PUE Remittance 1/ <Sch. A-11>	
Delta-Mendota Canal														
Banta-Carbona ID	\$ 21.03	\$ 1.00	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ -	\$ 50.20			
Byron Bethany ID	\$ 68.62	\$ 0.75	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ -	\$ 97.54			
Del Puerto WD	\$ 31.88	0.87	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ -	\$ 50.39			
Eagle Field WD	\$ 22.76	\$ 0.90	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ -	\$ 51.83			
Mercy Springs WD	\$ 15.56	\$ 0.99	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ -	\$ 44.72			
Oro Loma WD	\$ 115.22	\$ -	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ -	\$ 143.39			
Pacheco WD - DMC	\$ 202.40	\$ 1.04	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ 0.05	\$ 231.66			
Panoche WD - DMC	\$ 20.81	\$ 1.01	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ -	\$ 49.99			
Patterson WD	\$ 17.48	\$ 0.92	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ -	\$ 46.57			
San Luis WD - DMC	\$ 56.25	\$ 1.03	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ -	\$ 85.45			
West Side ID	\$ 80.78	\$ 0.49	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ -	\$ 109.44			
West Stanislaus ID	\$ 54.89	\$ 0.87	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ -	\$ 83.93			
Delta-Mendota Pool														
Coelho Trust	\$ 55.07	\$ 1.02	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ -	\$ 84.26			
Fresno Slough WD	\$ -	\$ 0.99	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ -	\$ 29.16			
James ID	\$ 18.73	\$ 0.90	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ -	\$ 47.80			
Laguna WD	\$ 21.15	\$ 0.90	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ -	\$ 50.22			
Red Dist #1606	\$ 84.41	\$ 0.75	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ -	\$ 113.33			
Tranquillity ID	\$ 28.30	\$ 0.87	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ -	\$ 57.34			
Tranquillity PUD	\$ 110.97	\$ 1.08	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ -	\$ 140.22			
Westland WD - DMP ^{2/}	\$ -	\$ -	\$ 11.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 28.17	\$ -	\$ 28.17			
Friant Dam - Class 2														
Gravelly Ford WD	\$ -	\$ -	\$ 8.68	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8.68	\$ -	\$ 8.68			
Friant-Kern Canal - Class 1														
Arvin-Edison WSD	\$ -	\$ -	\$ 8.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 25.17	\$ -	\$ 25.17			
Delano-Earlimart ID	\$ -	\$ -	\$ 8.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 25.17	\$ -	\$ 25.17			
Exeter ID	\$ -	\$ -	\$ 8.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 25.17	\$ -	\$ 25.17			
Garfield WD	\$ -	\$ -	\$ 8.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 25.17	\$ -	\$ 25.17			
Hills Valley ID	\$ -	\$ -	\$ 8.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 25.17	\$ -	\$ 25.17			
International WD	\$ 22.30	\$ -	\$ 8.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 25.17	\$ -	\$ 47.47			
Ivanhoe ID	\$ -	\$ -	\$ 8.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 25.17	\$ -	\$ 25.17			
Kaweah Delta WCD	\$ -	\$ -	\$ 8.68	\$ 16.49	\$ -	\$ -	\$ -	\$ -	\$ 25.17	\$ -	\$ 25.17			

IX A.

COMPARISON OF 2020 WATER RATE TO ESTIMATED 2021 WATER RATE AFTER CONTRACT CONVERSION

ILLUSTRATION ONLY Component:		2020 Ag	2021 Ag
Bureau Cost of Service Rate (estimate per 2021 Ratebooks)	Estimate based on a 35% Ag Service Allocation for O & M and the 7-year average deliveries for Construction Repayment	\$ 26.98 \$ 45.05	\$ 28.17
Authority O & M Rate	Estimate based on projected actual deliveries of all water types in a 25% Allocation year	\$ 22.69	\$ 22.69
Restoration Fund Rate		\$ 10.91	\$ 11.11
Trinity Public Utilities District Assessment (Final)		\$ 0.12	\$ 0.12
Rounding Profit/(Subsidy) of Basic Rate from Rate Stabilization Fund		\$ 0.25	\$ 0.91
		\$ 106.00	\$ 63.00

Del Puerto Water District
CERBT Strategy 2
Entity #: SKB7-7038407484
Quarter Ended June 30, 2020



Market Value Summary:

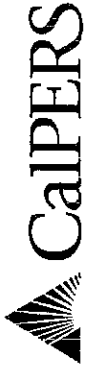
	QTD Current Period	Fiscal Year to Date
Beginning Balance	\$677,925.62	\$694,815.58
Contribution	0.00	30,829.00
Disbursement	0.00	(16,167.00)
Transfer In	0.00	0.00
Transfer Out	0.00	0.00
Investment Earnings	75,513.03	38,398.63
Administrative Expenses	(88.11)	(352.44)
Investment Expense	(64.42)	(257.65)
Other	0.00	0.00
Ending Balance	\$753,286.12	\$747,266.12
FY End Contrib per GASB 74 Para 22	0.00	0.00
FY End Disbursement Accrual	(3,476.79)	2,543.21
Grand Total	\$749,809.33	\$749,809.33

Unit Value Summary:

	QTD Current Period	Fiscal Year to Date
Beginning Units	41,583.204	40,763.752
Unit Purchases from Contributions	0.000	1,730.924
Unit Sales for Withdrawals	0.000	(911.472)
Unit Transfer In	0.000	0.000
Unit Transfer Out	0.000	0.000
Ending Units	41,583.204	41,583.204
Period Beginning Unit Value	16.302865	17.192611
Period Ending Unit Value	18.115145	18.115145

Please note the Grand Total is your actual fund account balance at the end of the period, including all contributions per GASB 74 paragraph 22 and accrued disbursements. Please review your statement promptly. All information contained in your statement will be considered true and accurate unless you contact us within 30 days of receipt of this statement. If you have questions about the validity of this information, please contact CERBT4U@calpers.ca.gov.

IX. B.



Market Value Summary:

	QTD Current Period	Fiscal Year to Date
Beginning Balance	\$749,809.33	\$749,809.33
Contribution	0.00	0.00
Disbursement	(3,476.79)	(3,476.79)
Transfer In	0.00	0.00
Transfer Out	0.00	0.00
Investment Earnings	31,304.43	31,304.43
Administrative Expenses	(96.22)	(96.22)
Investment Expense	(70.37)	(70.37)
Other	0.00	0.00
Ending Balance	\$777,470.38	\$777,470.38
FY End Contrib per GASB 74 Para 22	0.00	0.00
FY End Disbursement Accrual	3,476.79	3,476.79
Grand Total	\$780,947.17	\$780,947.17

Unit Value Summary:

	QTD Current Period	Fiscal Year to Date
Beginning Units	41,583.204	41,583.204
Unit Purchases from Contributions	0.000	0.000
Unit Sales for Withdrawals	(188.663)	(188.663)
Unit Transfer In	0.000	0.000
Unit Transfer Out	0.000	0.000
Ending Units	41,394.541	41,394.541
Period Beginning Unit Value	18.115145	18.115145
Period Ending Unit Value	18.865939	18.865939

Please note the Grand Total is your actual fund account balance at the end of the period, including all contributions per GASB 74 paragraph 22 and accrued disbursements. Please review your statement promptly. All information contained in your statement will be considered true and accurate unless you contact us within 30 days of receipt of this statement. If you have questions about the validity of this information, please contact CERBT4U@calpers.ca.gov.

Del Puerto Water District
CERBT Report
9.30.20

Date	Description	Amount
6/30/2011	CERBT Initial Investment	\$ 359,316.44
9/30/2020	CERBT Ending Balance	\$ 777,470.38
To Date	CERBT Disbursements	\$ 80,478.79
	Total Return on Investment	
9/30/2020	(including Disbursements)	\$ 498,632.73

DPWD CERBT Disbursements 3-1-2014 to Present

Date	Paid Name	Investment Name	Description	Amount
7/6/2020	Del Puerto Water District	CERBT Strategy 2	Distribution	\$ (3,476.79)
3/3/2020	Del Puerto Water District	CERBT Strategy 2	Distribution	\$ (10,147.00)
8/1/2019	Del Puerto Water District	CERBT Strategy 2	Distribution	\$ (6,020.00)
4/5/2019	Del Puerto Water District	CERBT Strategy 2	Distribution	\$ (11,470.00)
8/2/2018	Del Puerto Water District	CERBT Strategy 2	Distribution	\$ (5,644.00)
4/3/2018	Del Puerto Water District	CERBT Strategy 2	Distribution	\$ (11,695.00)
8/3/2017	Del Puerto Water District	CERBT Strategy 2	Distribution	\$ (5,915.00)
4/4/2017	Del Puerto Water District	CERBT Strategy 2	Distribution	\$ (11,490.00)
8/4/2016	Del Puerto Water District	CERBT Strategy 2	Distribution	\$ (3,663.00)
4/5/2016	Del Puerto Water District	CERBT Strategy 2	Distribution	\$ (3,563.00)
8/4/2015	Del Puerto Water District	CERBT Strategy 2	Distribution	\$ (1,743.00)
4/6/2015	Del Puerto Water District	CERBT Strategy 2	Distribution	\$ (3,251.00)
8/5/2014	Del Puerto Water District	CERBT Strategy 2	Distribution	\$ (2,401.00)
				<u>\$ (80,478.79)</u>

IX C.



P.O. Box 1596 Patterson, CA 95363-1596

Phone (209) 892-4470 • Fax (209) 892-4469

Mr. & Mrs. Patrick McCafferty
1208 Shearwater Drive
Patterson, Ca. 95363

October 12, 2020

RE: Stanislaus County APN 026-013-017


Dear Mr. & Mrs. McCafferty,

Please be advised that the Annual Assessments on the Assessor's Parcel Number referenced above became delinquent per California Water Code Sec. 36950 et seq. on July 1, 2019, which is six months from the due date of January 1, 2019.

If these assessments remain unpaid as of October 22, 2020, the District will publish a notice specifying, in part, that the "...delinquent property will, on that date (to be specified), be sold to the district for nonpayment of the delinquent assessments and penalties." (Sec. 36951.)

As our previous attempts to contact you via telephone and U.S. Mail have gone unanswered, we are sending this courtesy notice via private delivery in the hope that we can reach you, as we wish to provide you with an opportunity to avoid additional costs associated with the publication of notice and the recording of the certificate of sale.

Please contact me at your soonest convenience regarding the unpaid assessment. I can be reached at (209)892-4470.

Sincerely,

Anthea G. Hansen
General Manager
Del Puerto Water District

Notice of Delinquency

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Delinquency notice for APN(s) 026-013-017. This land is assessed to Patrick and Lisa D. McCafferty, husband and wife as joint tenants. Amount of assessments and penalties due are \$4,337.95 plus any additional interest and penalties due through the payment date. Amount of assessments and penalties delinquent are \$4,337.95 plus any additional interest and penalties due through the payment date. Unless the delinquent assessments and penalties are paid at 17840 Ward Ave., Patterson, CA 95363 by 12:00 p.m. on November 30, 2020, the delinquent property will, on January 28, 2024, be sold to Del Puerto Water District for non-payment of the delinquent assessments and penalties. Subsequent to the sale of the delinquent property to Del Puerto Water District, the property may be redeemed by payment of the amount specified in section 37150 and, if applicable, section 37155.2 or, if Del Puerto Water District has elected pursuant to Chapter 7 (commencing with section 37175) to permit installment redemption pursuant to that chapter, the delinquent property may be redeemed under an installment plan of redemption. Anthea G Hansen, 17840 Ward Ave., Patterson, CA 95363, 209-892-4470, shall furnish all information concerning redemption. After three years from the date of sale of the delinquent property to Del Puerto Water District the right of redemption may be terminated upon execution and delivery to Del Puerto Water District of a collector's deed pursuant to Chapter 6 (commencing with Section 37150).

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**CVPWA Financial Affairs Committee (FAC) Meeting Notes
July 17, 2020**

The meeting began at 10:00 a.m. via Microsoft Teams meeting (courtesy of Reclamation) due to the impacts of the ongoing COVID-19 pandemic.

Attendees: Jon Bauer – EBMUD
 Larry Bauman – CVPWA
 Nicole Branum – Westlands WD
 Cyndi Calvillo – Reclamation (CGB-3300)
 Heather Casillias – Reclamation (CGB-410)
 Lizz Cook – Contra Costa WD
 Skye Grass – Kern-Tulare WD
 Mike Hagman – Lindmore ID
 Anthea Hansen – Del Puerto WD
 Robert Harvie – Santa Clara Valley WD
 Angelique Hinesley – Reclamation (CGB-3300)
 Lisa Holm – Reclamation (CGB-440)
 Dana Jacobson – Santa Clara Valley WD
 Sheri Looper – Reclamation (CGB-400)
 Ansel Lundberg – SMUD
 Minnie Moreno – Del Puerto WD
 Shelly Murphy – Colusa County WD
 Paul Olmstead – SMUD Consultant
 Jesus Reynoso – Reclamation (CGB-3400)
 Regina Rieger – Northern California Power Agency
 Cori Stewart – Western Area Power Administration
 Jeff Sutton – Tehama-Colusa Canal Authority
 Ana Ulloa – East Bay MUD
 Juan Vega – Stockton East WD
 Christiane Washington – Reclamation (CGB-3600)
 Don Willard – Friant Water Authority
 Michelle Williams – Reclamation (CGB-110)
 Jody Wootton – Western Area Power Administration

1. Opening Business

Larry chaired the meeting and reported that the next scheduled FAC meetings were on August 21st (Contractors Only conference call) and September 18th currently tentatively scheduled for Reclamation's cafeteria conference room C-1003.

Larry asked if there were any comments on the May 15, 2020 draft FAC meeting notes (**Handout 1**). There were no responses, so he noted that the subject meeting notes could be finalized. *Action Item. Larry to finalize the May 15th meeting notes. Action Completed 07/17/20.*

2. Report on Executive Committee (EC) Meeting

Attendees: Michelle Williams, Ann Lubas-Williams, Jesus Reynoso, Anthea Hansen, Ansel Lundberg, Dana Jacobson and Larry Bauman.

➤ Opening Business

Larry reported that after evaluating the past 3 or so EC meetings he noted that many of the agenda items were similar. So, he's trying something new to eliminate the redundancy by focusing the EC meeting on brainstorming topics at the 30,000 foot level. He also wanted to acknowledge and thank Reclamation for setting up our Microsoft Teams meetings for the EC and FAC. While we encountered some problems we were able to get past them and make them work for the FAC meeting. Michelle noted that we can continue using Microsoft Teams for future meetings that include Reclamation staff.

➤ MP Region Staffing Vacancies

Financial Management Division. Ann noted that there weren't many changes from our June meeting and she asked Jesus to report on the one possibly affecting the Ratesetting group:

- a. Jesus is working with the Human Resources Office on hiring a GS-11 Accountant.
- b. Retires Masako Altman and Fildres Quirante (both of MP-3400) have returned to CGB-3400 part-time (20 hours per week) as rehired annuitants to mentor the new staff on the ratesetting team.

Michelle reported that the Region is in a Phase 1 transition process regarding employees returning to the building to work. The phase is currently on an "as needed" basis, limits the amount of employees in a certain area and requires management approval. She also noted that the Region is: 1) transitioning from Monsters.gov to USA.gov for vacancy announcements and 2) that the ongoing pandemic has made employee hiring more difficult and time consuming.

Other MP Region Positions

Michelle reported on the following:

- a. Mary Lee Knecht has been hired as the Public Affairs Office Manager.
- b. Mike Rosenberger, Information Management Services Manager (IMS), has accepted a position in the Enterprise Operation Division. This division will be under the Denver Information Resources Office, but Mike will for the time being be located in the Deputy Regional Directors Office. Ted Asmus, one of original creators of BOR-WORKS was offered a position here too, but he declined and decided to retire. Syd Poulton will assume those duties.
- c. As a result of "b" above, the Region will need to fill the IMS Manager position.

Regional Retirements

- a. Lisa Ranger (Planning Division) has retired.
- b. Ted Asmus (Information Management) has retired as noted previously.

➤ Finalization of M&I Water Ratesetting Policy

Jesus reported that the Region's draft signature memo to the Commissioner's Office was returned with a number of suggested changes. The Region has updated the draft based on those comments and has started routing it back through the Regional Office. Larry noted that, due to this being an election year, it's very important to get this policy approved before the end of the year.

➤ Ratesetting's Water Contractor Notices Website

Larry reported that the subject website was established a number of years ago to assist water (and in some cases power) contractors with correspondence that was directed to them but for one reason or another didn't get to them. It gave them a place to go to make sure they had the latest correspondence. It was also beneficial to CVPWA, as they don't have access to correspondence directed to water or power contractors unless a copy is sent to them by a contractor.

Larry noted that there has been no activity shown on this website since July 2017 and requested that Reclamation start posting these documents again. Jesus reported that they will plan on doing that again now that they have administrative staff again and Michelle thanked Larry for bringing this matter to her attention.

➤ BOR-WORKS – System Migration to and Control of by Denver Office

As previously reported, BOR-WORKS, even though it was built in this region and is only being used by this region, has been determined to be a "mission system" and will be migrated, centralized and shifted to Denver for control. The California-Great Basin Region has requested that two dedicated resources from IMS be allowed access to work on and maintain this system. As noted above, Mike Rosenberger and Syd Poulton will be the region's two dedicated staff members.

➤ San Luis Joint Use O&M Cost Reallocation Study

As noted at the June EC meeting, the Region has started to work on the next 5-year allocation (2021-2025) study and noted that this will be done using the old reallocation methodology. Larry stated that this item has been on the CVPWA FAC agenda item for a long time and that this should have been taken care of by now. To complete it now under the old methodology will require an unnecessary future adjustment. Thanks to Michelle's efforts, a letter was sent from the SCCAO to DWR on June 25th stating that they would like to meet and formally agree to modify the method for calculating this cost allocation.

➤ Other – MP Region Business Practice Guidelines #8 – Development of Rate for Rescheduled Water (October 24, 2014)

Anthea reported that she would like to add this matter to the August 21, 2020 Executive Committee meeting agenda. She noted that her district paid ~\$140,000 for 14,000 acre-feet of rescheduled water last year. And, that she lost 13,000 acre-feet to spill adjustment / allowance with no refund provision.

Jesus noted that the rescheduling guidelines are handed by the area offices ... SCCAO in this case and that they would need to be involved in the discussions. Anthea agreed but she wanted to limit our initial discussion on this matter to the rate development at the Executive Committee meeting before opening it up to a broader topic at the Financial Affairs Committee meeting. **Action Item. Larry to add MP Region Business Practice Guidelines #8 – Development of Rate for Rescheduled Water (October 24, 2014) to the August 21st EC Meeting Agenda.**

3. Follow-up Action Items – the following is a status update on these items:

- Larry to finalize the March 20 2020 FAC meeting notes. Action Item completed.
- Aging Infrastructure. Reclamation was to put together a White Paper which was to include definitions of construction, capitalized, Extraordinary O&M, etc. as used in Reclamation's and WAPA's financial statements, ratesetting policies and contracts. **Action Item. Reclamation needs to complete this item and share with the FAC.** This item was discussed later on in agenda item #6.
- Shasta Dam Raise. (1) Reclamation stated that if this activity moved forward, it would be considered new construction and not extraordinary O&M. The FAC questioned this and it is still a work in progress and ties into the White Paper noted in the 2nd bullet above. **Action Item. This item will be put on hold until this project moves toward construction.** (2) The FAC wanted to know to whom the additional water, created as a result of the raise, would be allocated to. At the November 15th FAC meeting, Scott Taylor reported that there are currently no cost share agreements in place to do the raise. In addition, he stated that if cost share agreements were in place and the project moved forward to construction then 168,000 acre-feet would be going to Fish and Wildlife and the remainder to

Irrigation and M&I contractors who participated in the cost share of the raise. Larry noted that this was the first time that he had heard this and suggested that Reclamation send out a letter to all CVP contractors notifying them of this decision. It was also noted at the March 20th meeting that there are many other questions that need to be answered before work on this project could take place. *Action Item. This item will be put on hold until this project moves toward construction.*

- Trinity PUD assessment schedules. Reclamation has completed its true-up showing payment and charges through Fiscal Year 2018. They had to put this project aside once again to work on the regions Statement of Project Construction Cost and Repayment (SPCCR's). *Action Item. Reclamation to complete draft and send to the FAC for review and comment.*

4. CVPIA True-Up & Draft Business Practice Guidelines (BPG)

This item was moved to the end of the meeting to accommodate Reclamation personnel who had conflicting appointment during the first half of the FAC meeting.

Heather reported that the team has been working hard on the stakeholders comments to the draft BPG, True-up, and the FY 2020 CVPIA Workshop. During that time they have made a number of adjustments to how CVPIA costs are allocated to reimbursable vs. non-reimbursable functions. Some examples are as follows:

- Fish screens were initially spread across all project purposes. Now it has been moved to non-reimbursable.
- Level 2 water was initially spread 100% to water and power contractors and now its spread across all project purposes.
- CVPIA costs incurred on non-CVP facilities is now allocated as non-reimbursable.

In early July, Reclamation, Fish & Wildlife Service and the Solicitor's Office started having small group meetings with those stakeholders who submitted comments. They have completed those small group meetings and stated that their next meeting will be with the entire group where they will discuss, among other things, reinstituting the CVPIA Round Table and what proportionality will mean in the future.

5. Finalization of M&I Water Ratesetting Policy

This item was discussed in the second bullet of agenda item #2.

6. Aging Infrastructure

Lisa reported that this item has been moved up to a high priority one and has expanded beyond Financial Management and Resources Management Divisions staff to a cross functional group including staff from the Denver Office and Western Area Power Administration. She noted that once Reclamation (Region and Denver Offices) has agreed to definitions for construction, capitalization, Extraordinary O&M, etc. they will

work with Western Area Power Administration to ensure that all are in agreement. And from those meetings a white paper for these definitions will be developed and shared with the FAC.

7. **BOR-WORKS**

Jesus reported that they will be sending out an e-mail survey to water contractors to get feedback as to how Reclamation's new way of sending out WDR and payment reports is working out.

8. **Other**

Sherri Looper gave everyone a heads-up that there have been discussions again involving Warren Act Contract changes regarding excess capacity. Larry stated that he was surprised by hearing this unwelcomed news and Sherri noted and recognized that this region's contractors had serious concerns about the last proposed changes to these contracts. In addition, she noted that the Regional Director's Office would be briefed on this matter as well.

Larry was "bumped" off the meeting and before he could get back in he was informed that the meeting had ended at 11:20 a.m. Michelle called Larry and informed him of what he had missed out on.