

**From:** Sokolowski, Rosana

**Sent:** Wednesday, May 09, 2018 11:59 AM

**To:** 'jamesbrown@dfw.wa.gov' <jamesbrown@dfw.wa.gov>; 'acking@blm.gov' <acking@blm.gov>; 'jsimino@fs.fed.us' <jsimino@fs.fed.us>

**Cc:** 'Fox, Ron A (DFW)' <Ron.Fox@dfw.wa.gov>; Erik Ellis (edellis@blm.gov) <edellis@blm.gov>; Pope, Von <Von.Pope@chelanpud.org>; Saberhagen, Felicity <Felicity.Saberhagen@chelanpud.org>; Osborn, Jeff <Jeff.Osborn@chelanpud.org>; Gallaher, Becky <becky.gallaher@chelanpud.org>; Syria, Diane <diane.syria@chelanpud.org>; Miracle, Beth <Beth.Miracle@chelanpud.org>; Lenderman, Micah <Micah.Lenderman@chelanpud.org>; 'Cerro-Timpone, Ana V -FS' <avcerrotimpone@fs.fed.us>; 'kgroverwier@fs.fed.us' <kgroverwier@fs.fed.us>

**Subject:** Rocky Reach No. 2145: Funding Provisions Annual Statement per Settlement Agreement Section 18.4 for Wildlife Habitat Measures (dated May 9, 2018)

Resending this information to Mr. James Simino, who is the District Ranger for the Entiat Ranger District.  
Thank you!

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**From:** Sokolowski, Rosana

**Sent:** Wednesday, May 09, 2018 8:28 AM

**To:** 'kgroverwier@fs.fed.us' <kgroverwier@fs.fed.us>; 'jamesbrown@dfw.wa.gov' <jamesbrown@dfw.wa.gov>; 'acking@blm.gov' <acking@blm.gov>

**Cc:** 'Fox, Ron A (DFW)' <Ron.Fox@dfw.wa.gov>; Erik Ellis (edellis@blm.gov) <edellis@blm.gov>; Pope, Von <Von.Pope@chelanpud.org>; Saberhagen, Felicity <Felicity.Saberhagen@chelanpud.org>; Osborn, Jeff <Jeff.Osborn@chelanpud.org>; Gallaher, Becky <becky.gallaher@chelanpud.org>; Syria, Diane <diane.syria@chelanpud.org>; Miracle, Beth <Beth.Miracle@chelanpud.org>; Lenderman, Micah <Micah.Lenderman@chelanpud.org>; 'Cerro-Timpone, Ana V -FS' <avcerrotimpone@fs.fed.us>

**Subject:** Rocky Reach No. 2145: Funding Provisions Annual Statement per Settlement Agreement Section 18.4 for Wildlife Habitat Measures (dated May 9, 2018)

PUBLIC UTILITY DISTRICT NO. 1 of CHELAN COUNTY  
P.O. Box 1231, Wenatchee, WA 98807-1231 • 327 N. Wenatchee Ave., Wenatchee, WA 98801  
(509) 663-8121 • Toll free 1-888-663-8121 • [www.chelanpud.org](http://www.chelanpud.org)

**To:** James Simino, U.S. Forest Service  
Aaron King, Bureau of Land Management  
James Brown, Washington Department of Fish and Wildlife

**From:** Rosana Sokolowski  
Licensing & Compliance Coordinator  
[rosana.sokolowski@chelanpud.org](mailto:rosana.sokolowski@chelanpud.org)  
(888)663-8121, Ext. 4175

**Re:** Rocky Reach Project No. 2145 -  
Funding Provisions Annual Statement dated May 9, 2018

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Section 18.4 of the Rocky Reach Settlement Agreement requires Chelan PUD, on an annual basis, to make available a statement indicating the status of all funding provided by Chelan PUD under the Proposed License articles, including the amount of funding provided and the amount of funding remaining available. The attached table provides a summary of funds available, stated in net present value, where applicable. The amounts have been adjusted to 2018 dollars using the CPI adjustment as of January 31, 2018 as outlined in Section 18.1 of the Settlement Agreement. The CPI adjustment for 2017 was 2.13%.

The measures that receive annual funding were calculated as follows: The unspent balance of annual payments to date was adjusted based on the CPI. The future year payments were adjusted based on the CPI and then calculated as one NPV value (based on a 2.5% interest rate and 7% discount rate) and added to the adjusted unspent balance to calculate the total remaining value of the measure.

Section 18.3 of the Settlement Agreement requires Chelan PUD to enter into payment agreements with the agencies prior to allocation of funds. Chelan PUD coordinated with the WDFW, BLM and USFS to obtain a 2018 annual work plan, including estimated funding amounts, as prescribed under Section 18.3 of the Settlement Agreement and in the payment agreements.

If you have any questions or require additional information, please let me know. Thank you.

**ROCKY REACH PROJECT NO. 2145**  
**FUNDING PROVISIONS – YEAR 2017 SPENT - YEAR 2018 ACTIVITIES – YEAR 2019 PROPOSED ACTIVITIES**  
**Calendar Year Beginning 2018**  
**May 9, 2018**

	AGMT ARTICLE	DESCRIPTION	2017 SPENT	2018 ACTIVITIES	ESTIMATED COSTS 2018	PROPOSED ACTIVITIES 2019	PROPOSED COSTS 2019	TOTAL FUNDING AVAILABLE AS OF JANUARY 31, 2018 <sup>1</sup>
	RR07ab	WDFW Wildlife Habitat	\$337,306.18	Task 1: Chelan Butte ..... Task 2: Swakane..... Task 3: Entiat..... Task 4: Field Restoration..... Task 5: Project Oversight ..... Task 5: Stipend..... Task 7: Cultural.....	\$10,350.89 \$62,876.00 \$0.00 \$118,391.14 \$20,210.01 \$1,500.00 \$0.00	Task 1: Chelan Butte ..... Task 2: Swakane..... Task 3: Entiat..... Task 4: Field Restoration..... Task 5: Project Oversight ..... Task 5: Stipend..... Task 7: Cultural.....	\$19,094.00 \$28,438.00 \$6,875.00 \$48,063.00 \$20,000.00 \$1,500.00 \$0.00	Balance Available: \$352,993.73  2018 Contribution: \$746,527.22  Total with NPV: \$2,010,141.06
	RR07c1	BLM Wildlife Habitat	\$99,999.99	No activity planned.....	\$0.00	No activity planned.....	\$0.00	Balance Available: \$108,069.70  2018 Contribution: \$25,948.31  Total with NPV: \$555,947.36
	RR07c2	BLM Wildlife Habitat Match	\$20,820.45	Task 6: WDFW Field Restoration ..... Task 10: Fire Response .....	\$3,076.27 \$31,997.59	Task 1: Permit..... Task 3: Swakane..... Task 5: Weed Control..... Task 8: Tenas George Rehab.....	\$2,900.00 \$4,500.00 \$8,100.00 \$4,500.00	Balance Available: \$221,501.74  2018 Contribution: \$25,948.31  Total with NPV: \$669,379.39
	RR07d1	USFS Wildlife Habitat	\$0.00	Task 5: Winter Range Improvements ..... Task 6: Weed Control.....	\$13,893.27 \$2,966.00	No activity planned.....	\$0.00	Balance Available: \$53,594.94  2018 Contribution: \$6,487.08  Total with NPV: \$165,564.36
	RR07d2	USFS Wildlife Habitat Match	\$0.00	Task 5: Winter Range Improvements ..... Task 6: Weed Control.....	\$80,093.22 \$5,000.00	Task 6: Weed Control.....	\$5,000.00	Balance Available: \$29,903.56  2018 Contribution: \$6,487.08  Total with NPV: \$141,872.98
	RR07f	Noxious Weed	\$13,000.00	Task 1 .....	\$13,000.00	Task 1 .....	\$13,000.00	Balance Available: \$13,105.97  2018 Contribution: \$12,974.15  Total with NPV: \$237,044.80
	RR07h	ULT Noxious Weed	\$5,943.88	Task 1 .....	\$12,500.00	Task 1 .....	\$12,500.00	Balance Available: \$12,893.42  2018 Contribution: \$6,487.08  Total with NPV: \$124,862.84
		<b>TOTALS</b>	<b>\$522,935.21</b>	<b>2018 YEAR START</b>	<b>\$375,854.39</b>	<b>2019 PROPOSED</b>	<b>\$174,470.00</b>	

<sup>1</sup> For all measures: Balance Available – All contributions, including current year, minus net amount of expenditures.  
For measures with annual contributions: 2018 Contribution – 2018 contribution amount adjusted for CPI (2.13%).  
For measures with annual contributions: Total with NPV – Total of current balance and remaining net present value of future contributions calculated at an assumed 7% discount rate and 2.5% inflation.