

Bitterman, Deborah

From: Sokolowski, Rosana
Sent: Monday, May 13, 2013 2:13 PM
To: 'kgroverwier@fs.fed.us'; 'beichdwb@dfw.wa.gov'; korthjwk@dfw.wa.gov; 'lcmarkle@blm.gov'
Cc: 'Andrea Lyons'; Erik Ellis (edellis@blm.gov); Ron Fox (ron.fox@dfw.wa.gov); 'Dave.Burgess@dfw.wa.gov'; Pope, Von; Smith, Michelle; Truscott, Keith; Loidhamer, Amber; Bitterman, Deborah; Nelson, David; Hemstrom, Steven
Subject: Rocky Reach No. 2145: Funding Provisions Annual Statement per Settlement Agreement Section 18.4 (dated May 6, 2013)

PUBLIC UTILITY DISTRICT NO. 1 of CHELAN COUNTY
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To: Kari Grover-Wier, U.S. Forest Service
Linda Coates-Markle, Bureau of Land Management
Dennis Beich, Washington Department of Fish and Wildlife
Jeff Korth, Washington Department of Fish and Wildlife

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

Re: Rocky Reach Project No. 2145 -
Funding Provisions Annual Statement dated May 6, 2013

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 2013 dollars using the CPI adjustment as of January 31, 2013 as outlined in Section 18.1 of the Settlement Agreement. The CPI adjustment for 2012 was 2.07%.

The measures that receive annual funding were calculated as follows: The unspent balance of annual payments to date was adjusted based on the 2013 CPI. The future year payments were adjusted based on the 2013 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 2013 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 2012 SPENT – YEAR 2013 ACTIVITIES – YEAR 2014 PROPOSED ACTIVITIES
DRAFT - Calendar Year Beginning 2013 (May 6, 2013)

AGMT ARTICLE	DESCRIPTION	2012 SPENT	ESTIMATED ACTIVITIES 2013	ESTIMATED COSTS 2013	PROPOSED ACTIVITIES 2014	ESTIMATED COSTS 2014	TOTAL FUNDING AVAILABLE AS OF JANUARY 31, 2013
RR06c/06d One Time (Combo)	WDFW Recreation Fishing Evaluation/Resident Fish Monitoring	\$50,730.13	Task 1: Resident Fish Study 2012-2013	\$34,509.57	Task 1: Resident Fish Study 2012-2013....	---	\$385,737.22
RR07ab	WDFW Wildlife Habitat (Per 2011-2015 Agreement)	\$264,947.07	Task 1: Chelan Butte Task 2: Swakane..... Task 3: Entiat..... Task 4: Field Restoration..... Task 5: Project Oversight..... Task 7: Cultural	\$8,952.33 \$34,324.08 \$8,801.45 \$263,749.23 \$31,258.81 \$10,668.48	Task 1: Chelan Butte..... Task 2: Swakane Task 3: Entiat Task 4: Field Restoration Task 5: Project Oversight.....	\$3,572.68 \$3,572.68 \$4,465.85 \$245,927.91 \$18,498.00	\$2,795,224.16
RR07c1	BLM Wildlife Habitat Includes PUD's 2/3, plus 18.4% OH only (per final agreement)	\$18,021.38	Task 1: Permitting Task 3: Swakane..... Task 4: Azwell..... Task 5: Weed Control..... Task 6: WDFW Field Restoration..... Task 8: Tenas George.....	\$29,887.55 \$4,104.53 \$0.00 \$13,080.31 \$12,177.26 \$37,583.32	Task 1: Permitting Task 3: Swakane Task 4: Azwell Task 5: Weed Control Task 6: WDFW Field Restoration..... Task 8: Tenas George.....	\$0.00 \$0.00 \$50,260.01 \$24,920.31 \$5,096.03 ---	\$2,031,825.81
RR07d1	USFS Wildlife Habitat	\$3,421.02	Task 1: Swakane Thinning Task 2: Swakane Spencer..... Task 3: Tenas George Seeding	\$8,078.00 \$6,676.32 \$0.00	Task 1: Swakane Thinning Task 2: Swakane Spencer..... Task 3: Tenas George Seeding.....	--- \$3,365.66 ---	\$138,257.82
RR07d2	USFS Wildlife Habitat Match	\$5,990.05	Task 1: Swakane Thinning Task 2: Swakane Spencer.....	\$12,363.61 \$2,132.81	Task 1: Swakane Thinning Task 2: Swakane Spencer.....	\$1,351.07 \$2,154.00	\$129,144.72
RR07f	Noxious Weed	\$24,413.39	Task 1	\$16,000.00	(TBD)	---	\$258,580.57
	TOTALS	\$367,523.04	2013 YEAR START	\$534,347.66	2014 PROPOSED	\$363,184.20	