



**Nacimiento Project Commission
 Notice of Meeting and Agenda
 Thursday, February 24, 2011 – 4:00 pm
 Templeton Community Services District Offices**

- I. Call to Order First Meeting of the Year
 - a. Call to Order, Roll Call, and Flag Salute
 - b. Nomination and Election of Commission Officers
- II. Public Comment
 This is the opportunity for members of the public to address the Commission on items that are not on the agenda, subject to a three minute time limit.
- III. Meeting Notes from November 18, 2010
 (RECOMMEND APPROVAL)
- IV. COMMISSION INFORMATION ITEMS – written reports with brief verbal overview by staff or consultant. No action is required.
 - a. Project Management Report
 - b. Project Schedule
 - c. Project Budget
- V. PRESENTATIONS – no action required.
 - a. FY 2011/12 Nacimiento Water Operating Fund Draft Budget
- VI. COMMISSION ACTION ITEMS
 (No Subsequent Board of Supervisors Action Required)
 - a. (none)
- VII. COMMISSION ACTION ITEMS
 (Board of Supervisors Action is Subsequently Required)
 - a. Transition to Operations and Maintenance Phase
- VIII. FUTURE AGENDA ITEMS DESIRED BY COMMISSION

Commissioners
Grigger Jones, Vice Chair,
 Atascadero MWC

John Hamon, City of El Paso de Robles

Judith Dietch, Templeton CSD

Andrew Carter, City of San Luis Obispo

Frank Mecham, SLO County Flood Control & Water Conservation District

**Next Commission meeting scheduled for
 Thursday, April 21, 2011, at 4:00 pm at
 Templeton Community Services District offices**



Nacimiento Project Commission
 February 24, 2011
Agenda Item I.b – Nomination and Election of Commission Officers
 (Commission Action – No Board of Supervisors Action Subsequently Required)

TO: Nacimiento Project Commission

FROM: Dean Benedix, P.E., Utilities Division Manager

DATE: February 24, 2011

In accordance with the Commission’s adopted Rules of Procedure, the Commission is to elect a Chair and Vice-Chair at the first meeting of each year. Terms of office are for one year.

Appointed Commissioners for 2011 by each Participant and the District are:

San Luis Obispo County Flood Control & Water Conservation District (also representing CSA 10A)	Frank Mecham
City of el Paso de Robles	John Hamon Duane Picanco, Alternate Commissioner
City of San Luis Obispo	Andrew Carter John Ashbaugh, Alternate Commissioner
Atascadero Mutual Water Company	Grigger Jones John Neil, Alternate Commissioner
Templeton Community Services District	Judith Dietch John Gannon, Alternate Commissioner

During calendar year 2010, Director David Brooks served as Committee Chair and Director Grigger Jones served as Vice-Chair. Nominations and elections for 2011 will be held at the February 24, 2011, Commission meeting.

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Nacimiento Project Commission

Agenda Item III – Meeting Notes from November 18, 2010

I. Call to Order, Roll Call and Flag Salute

Chairman Brooks convened the meeting at 4:00 pm.

Commissioners Present: Chairman Dave Brooks, Templeton CSD
Vice Chairman Grigger Jones, Atascadero MWC
David Romero, City of San Luis Obispo
John Hamon, City of Paso Robles

There was no public comment.

III. Meeting Notes from August 26, 2010

Vice Chairman Jones moved approval of the meeting notes for the August 26, 2010, Commission meeting; Commissioner Romero seconded; passed unanimously.

IV. Commission Information Items

Construction Status: Project Manager John Hollenbeck reported that the District's 30 day performance test is scheduled to begin on November 29, 2010. Participant deliveries are projected to begin by January 2011 according to Water Systems Superintendent Rick Meeks.

Commissioner Romero asked about the deformation of Camp Roberts Tank and Mr. Hollenbeck explained that during low flow events such as wintertime deliveries, the Intake Pumps would be operating inefficiently. Rather than install a set of smaller capacity, more efficient pumps, the operational plan is to by-pass the Camp Roberts Tank during low flows and pressurize the system all the way to Rocky Canyon Tank. This mode increases the pressure within the pipeline in the vicinity of Camp Roberts Tank. The tank is isolated from the pipeline by closing a butterfly valve located just outside the inlet and outlet nozzles of the tank. Apparently, design of the tank inlet and outlet nozzles by the Spec 2 Contractor's tank supplier did not take into account these higher operational pressures. The result was deformation of the steel tank wall at the nozzle location from the high pressure in the water pipe pushing on the closed valve. The deformation in the tank wall was permanent and needs to be corrected by the Contractor. The Contractor relocated the isolation valves to a position further away from the tank nozzles, and this helped distribute the forces into the buried steel pipe; however, the tank walls still needs repaired and this will occur once the 30-day test is complete.

The Spec 2 Notice of Substantial Completion will be issued once the 5-day commissioning test is completed.

The fitting ruptures at the Stenner Creek crossing, constructed by the Spec 5 Contractor, apparently resulted from use of inappropriate fittings and have since been repaired.

The internal inspection of the 30-inch diameter Unit C1 pipeline is still in planning. The District will ask Black & Veatch to prepare details for the cut-ins required to access the pipe. Commissioner Romero asked for background on the inspection omission. Jacobs informed the District that it was against their safety protocols for manned entry during pipeline installation, but only after a significant amount of the Spec 3 work had been installed. Jacobs began performing internal pipe inspections utilizing a subconsultant to enter the pipeline, and at the conclusion of their inspection of the pipes in Units A, A1, C and C1, they issued a report to the

District. The District noted a pipeline footage shortage in Jacobs' inspection reports for Unit C1. In other words, the pipeline had been installed and backfilled before the District learned of the inspection omission. Mr. Hollenbeck's concern is the high potential for consequential damages associated with a rupture of the pipe within Unit C1. His engineering judgment is that Unit C1 should undergo internal inspection to identify if there is any damaged lining, and if so, then to make repairs as-needed. The inspection looks for pipe deflections in excess of that specified in the construction documents, and for damage to the cement lining. Concerns have been voiced about cutting into the new pipe which Mr. Hollenbeck pointed out is standard practice in the industry. A safe inspection environment can be achieved within the 30-inch diameter buried line in preparation for manned entry. Robotic entry was considered but limitations on length of reach would require more points of entry. The potential for using a robotic system with an 8,000 foot range is being investigated by Jacobs. The City of Paso Robles has provided encroachment permit/indemnification language for the Teichert/Jacob inspection program. Commissioner Hamon asked if Jacobs could post a bond to protect the District in the event of a future defect. Mr. Hollenbeck's research found limited products on the market to provide such coverage that likely would not meet the intent of such coverage. Moreover, the inspection-and-repair approach reduces the risk of such damage ever occurring, thus negating the need for a bond.

Commissioner Brooks inquired as to the District's insurance coverage, particularly earthquake coverage for the Nacimiento Water Project. Christine Halley recalled that the contemplated earthquake policies had limited coverage and a relatively high deductible. Further, the relationship of an earthquake policy to San Luis Obispo County/District's standard public works insurance coverage is not clear. The County is self-insured up to an established amount, then the California State Association of Counties coverage picks up thereafter.

Design Team Activities: Jacobs and Black & Veatch still maintain staff at the Construction Management offices. ESA submitted a draft Excavation Report for District review. TJCross continues to support Commission and TSG activities and is working on the Project history book.

Invasive Species: Christine Halley recapped the 2010 prevention program and the desire to plan future invasive species prevention steps at Lake Nacimiento in partnership with Monterey County and with Monterey County Water Resources Agency (MCWRA). MCWRA secured a \$50,000 grant for past costs but has \$0 prevention budget for the current fiscal year. No prevention funding from MCWRA is expected through June 2012. A boater fee study is contemplated such that increased boater fees, if authorized through the 218/ballot petition process, may be effective by July 2013.

A working group is engaged once again to define the prevention program, to identify cost-sharing among affected agencies, and to convene an Elected Official's meeting. Achieving a more robust inspection program with a decontamination element will require funding from both San Luis Obispo and Monterey agencies. Mrs. Halley observes a failure to recognize the fiscal steps needed to fund the program. In her opinion, a full decontamination program may be four years away.

Commissioner Romero indicated that his likely replacement on the Commission has asked if the San Luis Obispo County Flood Control and Water Conservation District, through the Participants in the Nacimiento Water Project, have considered fully funding a mussel prevention program as a preventative measure to keep the mussels out of the lake since MCWRA and Monterey County Parks are not being proactive in managing this problem. Mr. Hollenbeck indicated that he will agendize this with the Technical Support Group to identify management

strategies available. Options for funding a full prevention program ahead of that date may be possible.

Commissioner Hamon asked if MCWRA and/or Monterey County Parks would be liable for damages if the lakes are infested. The merits of seeking a legal opinion on responsibility for protecting Lake Nacimiento from infestation were mentioned. The State Fish & Game code, for example, speaks to liabilities and immunities in this regard.

The Commission asked what the impacts to MCWRA and Monterey County Parks if mussels infest the lake, and Mr. Hollenbeck pointed out that in addition to recreational and habitat impacts, MCWRA's hydroelectric facility would be negatively impacted if mussels were to infest the lake.

Questions from the Commissioners about Monterey agencies' overall Lake Nacimiento program funding and priorities ensued, noting the benefits of hearing directly from Monterey County Parks and/or MCWRA. Commissioner Hamon moved to invite MCWRA General Manager Curtis Weeks and Director of Parks John Pinio to address the Commission on their intent to protect Lake Nacimiento from invasive species. Mrs. Halley is to draft the letter, to include a statement of the problem and characterization of what is at stake. Commissioner Jones seconded the motion; passed unanimously. Consider a special Commission meeting in January 2011 for this presentation (and election of officers) as needed to coincide with the planned Elected Official's Meeting on mussel prevention.

PG&E Savings by Design: Mr. Hollenbeck expects a lump sum check in the range of \$100,000 to \$600,000 from PG&E. Commissioner Hamon has seen such rebates credited back on power bills over time.

Water Supply Permit: Chemist Lisa Wallender submitted the Financial, Managerial, and Technical report to the State Dept of Public Health, thus securing the Project Water Supply Permit. This is a milestone in the District's operation of the Project.

Project Management Transition: At the next scheduled Commission meeting on February 24, 2011, Utilities Division Manager Dean Benedix will take over as staff liaison to the Commission. This marks the transition from Mr. Hollenbeck's construction phase role to the District's sustained operations of the Project. Mr. Hollenbeck will continue to staff the TSG meetings through resolution of the Intake Pipe repairs and Unit C1 inspection.

Q1 Budget Report: In addition to the customary construction phase budget report, a report of the Operating Fund O&M costs was reviewed. Of the \$750,000 Total Routine O&M budget for the first quarter,¹ actual costs were \$16,892. The majority of quarterly costs were Countywide Overhead which is tracked according to overall budget, not as a percent of actual costs. Participants will continue to be invoiced per budgeted amounts and credits/adjustments will be made later to reconcile actual costs. Commissioner Romero recalled an overhead billing issue pertaining to the Salinas Project, advising care in tracking such reconciliations.

V. Presentations

Acknowledgement of Retiring Commissioners: Mr. Hollenbeck presented both Commissioner Romero and Commissioner Brooks with framed certificates of appreciation commemorating their contributions to the Commission.

¹ \$3.0 million annual budget = \$750,000 per quarter.

Operational Readiness: Doug Bird spoke to the Utilities Division's readiness to staff Project operations.

Intake Pipe Damage and Repair Report: John Hollenbeck described damage to the multi-port intake pipe and Black & Veatch's determination that the facility was not designed to carry the weight of lake water when the intake pipe was dewatered. Steve Foellmi, Black & Veatch, was in attendance at this meeting. Mr. Hollenbeck described the proposed installation of stiffener rings to this stainless steel pipe. Welding will be done "in the dry" to the extent possible. One section will need to be retrofitted by underwater welding. Another section will require internal stiffener ring(s) which will somewhat impair flow. Mr. Hollenbeck estimated that headloss associated with internal stiffening represents ~\$30,000 net present value over 30-years. Mr. Hollenbeck reminded Mr. Foellmi that salvage of this operation is for credit of the District.

Commissioner Hamon asked if the intake would ever be dewatered again. Mr. Hollenbeck said yes, possibly for future internal recoating of the tunnel, which is lined with a carbon steel pipe that is protected from corrosion with paint.

Installation of the stiffeners and repair section will interrupt deliveries, particularly to City of San Luis Obispo who requests year-round 2011 deliveries. Such interruptions will be coordinated among operators/TSG.

VI. Business Items

Meeting Calendar: The date under "Discussion" in the staff report should be April **22**, 2011. Consider a special meeting in January 2011 to hear a presentation on invasive species prevention by Monterey agencies, or possibly the Elected Official's meeting on invasive species. Officer elections are held at the first meeting of 2011; TCSD and SLO City will have new representatives seated.

Surplus Water Declaration and Pricing: Doug Bird described how the 10,095 acre-feet figure was calculated. Gary Henderson noted that \$0 variable energy is shown to the Paso Robles turnout and asked if surplus water deliveries would share in energy costs. Mr. Bird confirmed that once water flows, variable energy costs would be included. Commissioner Jones moved to accept the declaration and pricing reports; Commissioner Romero clarified that this only pertains to Water Year 2011; Commissioner Hamon seconded the motion; passed unanimously.

VIII. Future Agenda Items Desired by Commission

None requested other than topics recorded above.

Chairman Brooks adjourned the meeting at 5:43 pm.

Submitted by Christine Halley

Nacimiento Project Commission
February 25, 2010
Agenda Item IV.a– Project Management Report
(Information Only – No Action Required)

For newly appointed Commissioners' reference, please see the Project Unit Map and Schematic included at the end of Agenda Item IV.a Project Management Report.

PROJECT UPDATES

Project Status Update

The Project's construction is substantially complete as of mid-November, 2010. The District completed the 30-day start-up test at 5:00 p.m. on January 7, 2011, and the Participant's Delivery Entitlement is now available for delivery. The transfer to the Operation and Maintenance Phase of the Project occurred on February 1, 2011.

The Design and Construction Phase of the Project, is nearing completion, estimated to be 96-percent complete as of December 31, 2010, and estimated to be 100-percent complete by May 1, 2011. Currently, the Nacimiento Project Manager estimates that there will be a savings at the conclusion of the Design and Construction Phase.

The summary of the Design and Construction Phase activities include the following:

- Spec 1 (Intake) - Finalized on January 25, 2011.
- Spec 2 (Facilities) - Contractor completing punch list activities. Final Completion expected in March 2011.
- Spec 3 (Pipeline North) - Substantial Completion obtained. Retainage released. Additional inspection inside Unit C1 pipe to be accomplished before finalization of the construction contract.
- Spec 4(Pipeline Central) - Complete
- Spec 5 (Pipeline South) - Substantial Completion obtained. Retainage and Liquidated Damages being held to satisfy contractual and statutory withholdings. Contractor has filed civil suit against the District which is pending resolution.
- Project Engineering Services (TJ Cross Engineers) - Ongoing, supporting aquatic invasive species prevention and other miscellaneous activities.
- Design Professional Services (Black & Veatch Corporation)- Finalization of scope of work expected in April 2011.
- Right-of-Way Professional Services (Hamner-Jewell & Associates) - None (Completed)
- Environmental Permitting Professional Services (Environmental Science Associates) - Finalized the excavation report in January 2011. Services complete.
- Construction Management (Jacobs Engineering Group)/ Environmental Monitoring Services (Environmental Science Associates) - Estimated to be completed Spring 2011. The Construction Management firm, Jacobs Engineering, is working with the Spec 3 Contractor to perform the Unit C1 pipe inspection.

The design engineering firm has assumed responsibility for correcting damage to the stainless steel intake pipe located at the lake. The damage is the consequence of a design calculation error and omission. The design engineering firm is designing the repair. They will construct the repair beginning in mid-2011.

Outside Agency Issues

Monterey County Water Resources Agency: Paavo Ogren continues to represent the District at the monthly Reservoir Operations Committee meetings.

Elected Officials from both SLO and Monterey Counties met to discuss invasive species prevention on January 28, 2011—refer to the discussion of Invasive Species Prevention included below for more information.

PG&E Savings by Design: The PG&E incentive program called “Savings-By-Design” was concluded on Thursday February 3, 2011, when Mr. Steve Spratt from PG&E presented a check for \$387,962 to the Nacimiento Project Manager John Hollenbeck (see Figures 1 and 2). This money has been deposited into the Project Fund. A comparison of the incentive analyzed in 2006 versus the actual incentive provided is presented in Table 1.

Table 1. Savings by Design—Comparison of Incentive Estimate to Incentive Received.

Savings-By-Design Project	2006 Incentive Estimate	2011 Incentive Provided
Unit A/A1 Pipeline Enlargement by 6-inches	\$150,000	\$266,209
Intake Pump Station	\$44,026	\$43,381
Santa Ysabel Pump Station	\$33,541	\$36,012
Rocky Canyon Pump Station	\$75,545	\$42,360
Total	\$303,112	\$387,962



Figure 1. Photo of PG&E’s Steve Spratt presenting the District’s John R. Hollenbeck, P.E., with the District’s Savings by Design check.

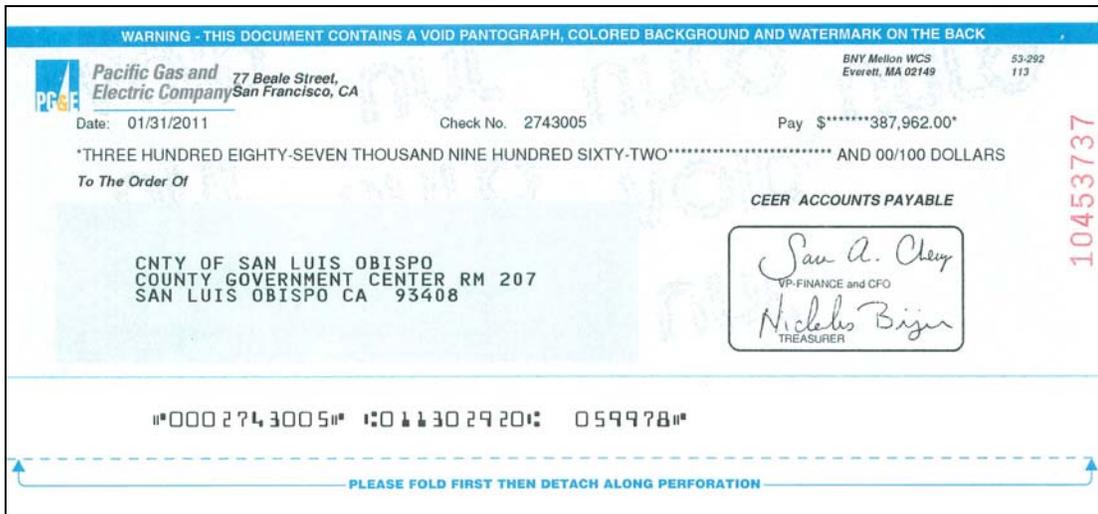


Figure 2. Savings by Design Check Received on February 3, 2011.

New Participants: Nothing noteworthy to report this period.

Fiber Optics Reimbursement from County ITD: The Nacimiento Project Manager distributed the MOU to the County’s GSA-IT for their review and comment.

Invasive Species Prevention

Elected Officials’ Meeting with Monterey County: District Commissioner Mecham and the newly-appointed TCSD Commissioner Judy Dietch represented the Nacimiento Project Commission at the Elected Officials meeting held between SLO and Monterey Counties on January 28, 2011. Staff reviewed the 2010 boating season mussel prevention efforts with the officials, and presented a recommended 2011 prevention program.

Meeting attendees expressed general concurrence with the recommended 2011 prevention program. Monterey County Supervisor Salinas and MCWRA General Manager Weeks confirmed a mid-year budget adjustment request would be made in February 2011, and would be routed to the Finance Committee as needed. In parallel, Monterey will include the prevention program in its FY 2011/12 budget requests. The 2011 cost sharing approach will proceed by assigning allowable costs by lake, and splitting Lake Nacimiento costs 50-percent to SLO and 50-percent to Monterey, and Lake San Antonio costs 100-percent to Monterey. Means of cost sharing remains undetermined.

Concurrently, the District has begun to update the private ramp outreach materials, and make initial contact with private ramp managers/ coordinators. SLO County, via Paavo Ogren, and Monterey County, via Bill Phillips, will coordinate a revised mussel prevention legislative platform based on Santa Barbara County’s legislative platform related to mussel prevention. The idea is to create a coordinated Central Coast legislative effort while seeking increased leadership and funding at the state (Department of Fish and Game) level.

Cost of Invasive Species Infestation Study: TJCross is estimating the operational and maintenance cost impacts associated with a quagga/ zebra mussel infestation affecting the Nacimiento Water Project. The first technical memo regarding anticipated effects of mussel infestation is underway, and will describe the forecasted effects of an infestation in terms of the nature and amount of encrustation that could occur and where it may build up within the Project. This will be based on published information regarding the mussel phenomenon and on contacts with operators of infested systems. The draft technical memo was submitted last week, and is under review.

Subsequently, a technical memo will be submitted regarding cleaning methods for water systems in late February, and a report that combines findings of both technical memos. The final report on this study is anticipated by late March 2011, depending on response time from initial contact made with agencies of infested water systems.

Discussion of Fully Funding 2011 Prevention Program: The final study on the cost of invasive species infestation will characterize the level of damage and increased maintenance posed by a mussel infestation, which will better guide the appropriate level of public resources spent on mussel prevention, and the best management strategy for that level of prevention.

Nacimiento Reservoir Status

Reservoir status as reported by MCWRA is 59-percent full, or 222,988 acre-feet as of February 18, 2011. MCWRA releases are reported as 60 cfs.

Administration of Surplus Water

On November 18, 2010, District staff requested that the Nacimiento Project Commission declare Surplus Water in an amount of 10,095 acre-feet of water available for Water Year 2011.

The 10,095 acre-feet of Surplus Water consists of 6,095 acre-feet of Reserve Water and 4,000 acre-feet of Turnback Pool Water, as depicted in Figure 3. In the event that any of the Participant agencies or any Third Parties were to request Surplus Water, the amount requested would come from the Reserve Water Pool.

To-date there have been no requests made to District staff for Surplus Water.

Nacimiento Water Project 2011

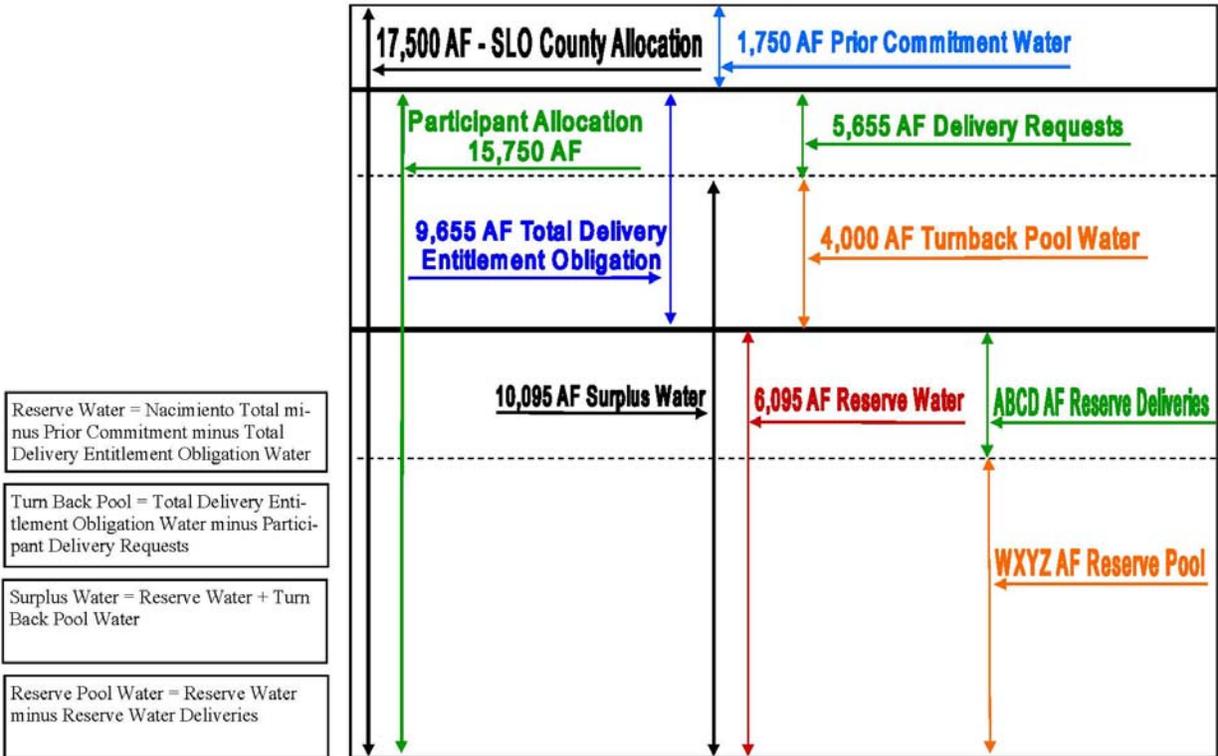


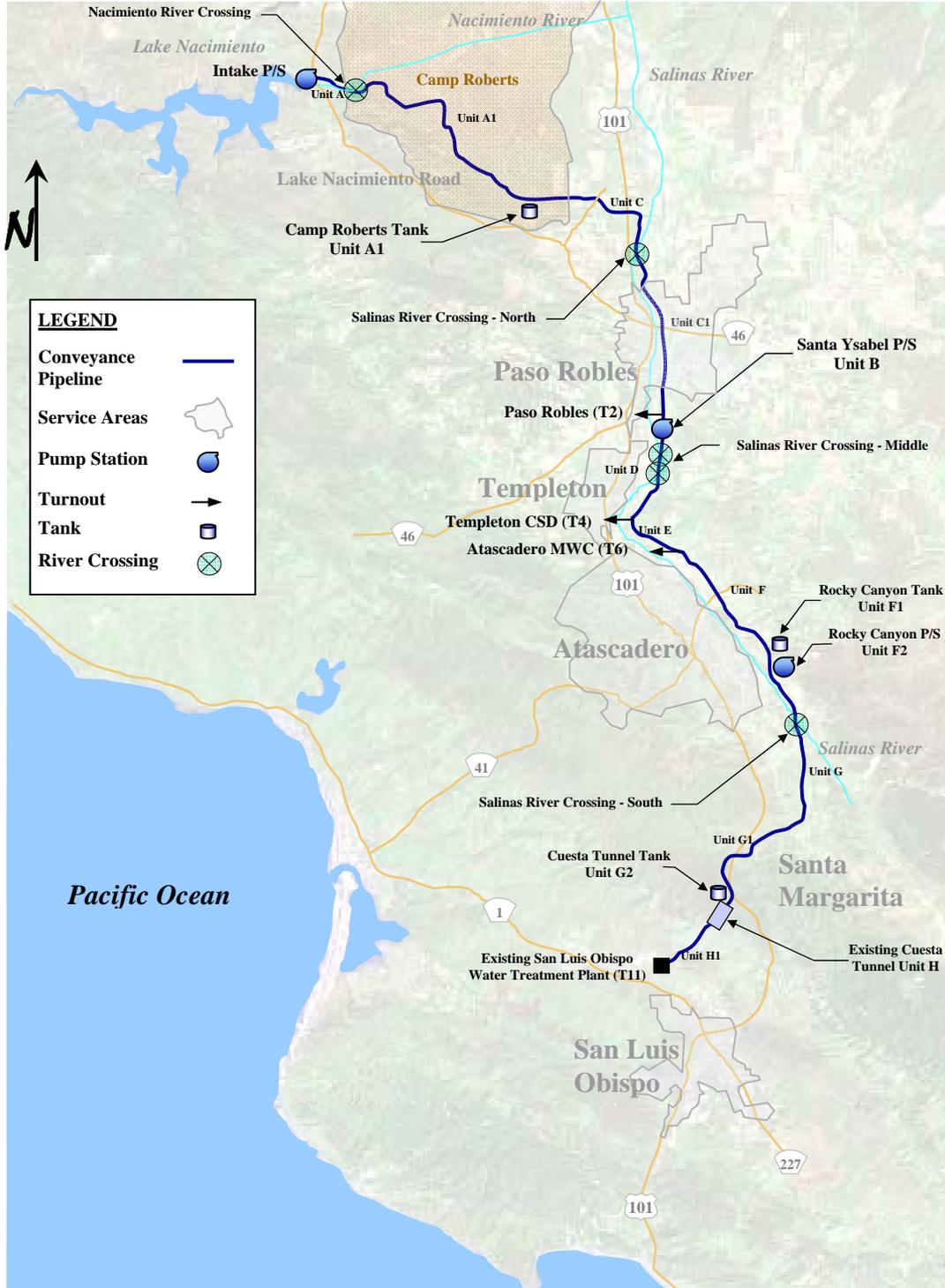
Figure 3. Nacimiento Water Project Entitlement Structure for 2011.

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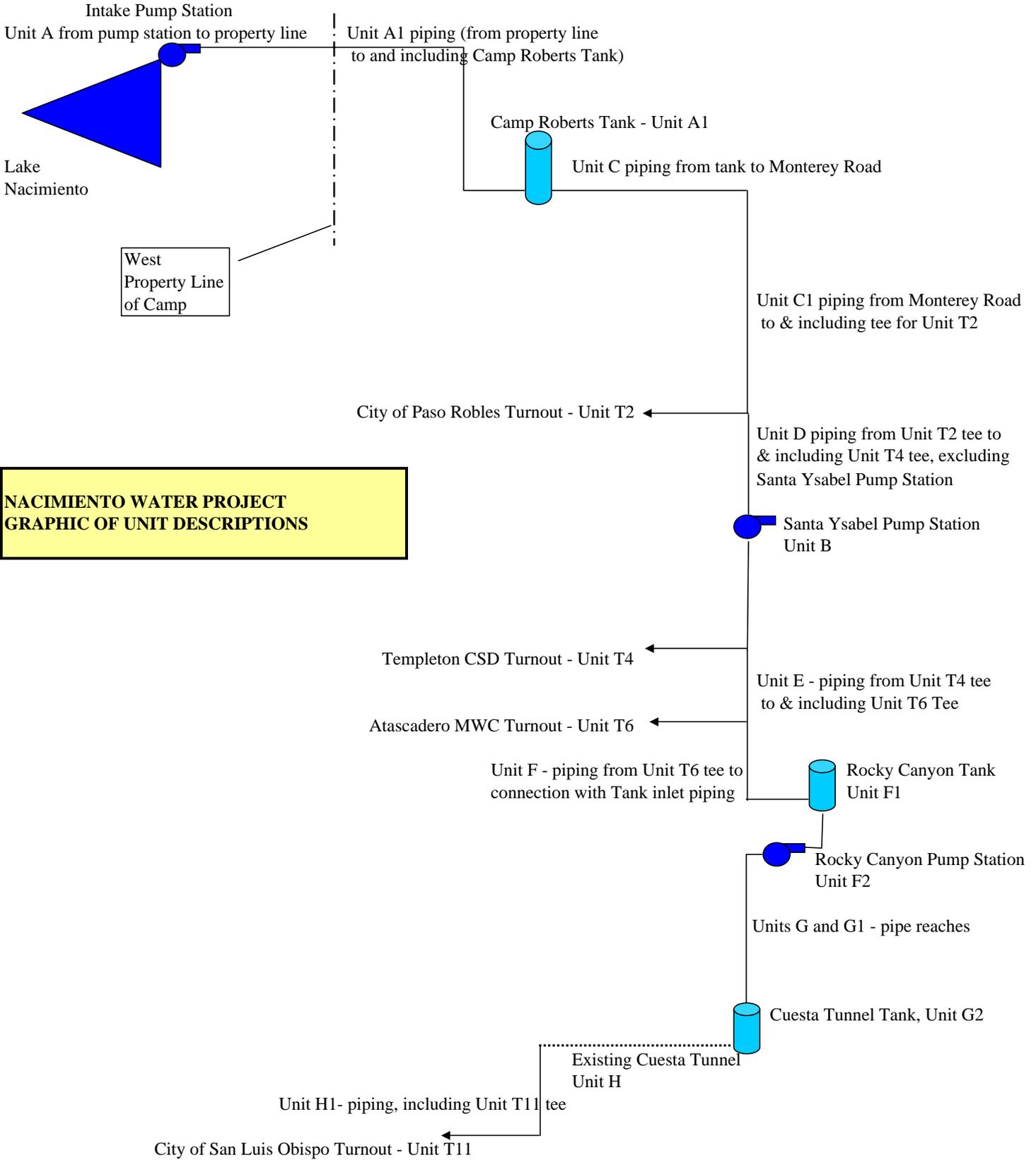


NWP NACIMIENTO WATER PROJECT

San Luis Obispo County Flood Control & Water Conservation District



**Unit Map for
Nacimiento Water Project**



Nacimiento Project Commission
February 24, 2011
Agenda Item IV.b– Project Schedule
(Information Only – No Action Required)

The following items remain to be completed:

Unit C/C1 Pipe Inspection: TBD.

Intake Pipe Repair: Repair work is slated to occur throughout the remainder of 2011, with various delivery outages expected from the beginning of September 2011 through the end of November 2011.

Fiber Optic Pullbox Repair, Spec 4—Pipeline Central: Work is slated for completion in mid-April 2011.

Nacimiento Project Commission
February 24, 2011
Agenda Item IV.c– Project Budget
(Information Only – No Action Required)

Operation and Maintenance Phase Budget

Please refer to Agenda Item No. V.a for a presentation of the second annual Operation and Maintenance Phase Budget for the Nacimiento Water Project.

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Nacimiento Project Commission
February 24, 2011
Agenda Item V.a - FY 2011/12 Nacimiento Project Draft Budget
(Presentation - No Action Required)

TO: Nacimiento Project Commission
FROM: Will Clemens, Public Works Administrator
VIA: Dean Benedix, Utilities Division Manager
DATE: February 24, 2011

The Flood Control District's fiscal year runs from July 1st to June 30th such that we are currently in fiscal year 2010/2011 (FY 2010/11). Article 4(C) of the delivery entitlement contracts states that "...the District shall determine the amount of Capital Reserves necessary for the Nacimiento Facilities for the upcoming Water Year and shall prepare its draft annual budget by no later than March 1 to reflect such Capital Reserves".

Staff presents the draft budget to the Commission. The District will adhere to the following schedule through adoption of the proposed Project budget:

February 24, 2011	Present proposed FY 2011/12 budget to Commission
March 10, 2011	Convene meeting of TSG and Finance Committee to review the proposed budget and discuss Participant comments
April 14, 2011	Return to TSG with any revisions to proposed budget
April 21, 2011	Special meeting of Commission to approve budget per Article 4(C) of the delivery entitlement contracts
Early May 2011	Include FY 2011/12 Nacimiento Water Project budget in Board of Supervisor's overall budget for consideration
June 2011	Board of Supervisors Budget Hearing

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Nacimiento Project Commission
February 24, 2011
Agenda Item VII.a – Transition to Operation and Maintenance Phase
(Commission Action –Subsequent Board Action Required)

TO: Nacimiento Project Commission

FROM: Dean Benedix, Utilities Division Manager
John R. Hollenbeck, P.E., Nacimiento Project Manager

DATE: February 24, 2011

Recommendation

We recommend that your honorable Commission approve February 1, 2011, as the date establishing the beginning of the Nacimiento Water Project's (Project's) Operation and Maintenance Phase, and forward your approval to the San Luis Obispo County Flood Control and Water Conservation (District) Board of Supervisors for ratification.

Discussion

The startup and testing associated with the Project was successfully concluded at 5:00 p.m. on January 7, 2011, and Participants' Delivery Entitlement was made available as of January 8, 2011. The District's operation staff will coordinate with each Participants' operations staff to provide the amounts specified by each Participant via the delivery amounts and schedules provided to the District under Article 7 of the Water Delivery Entitlement Contract (WDEC).

Project start-up has practical, financial, and contractual implications. Not only do Participant water deliveries begin, but transition occurs from bond-financed costs to annual Operation and Maintenance Costs. Moving into the Operation and Maintenance Phase has direct implications on various costs, including the District's ability to charge Participants for Variable Energy Costs incurred while pumping water.

Other Agency Involvement

The Technical Support Group, at their meeting held on January 13, 2011, has recommended February 1, 2011, as the date establishing the beginning of the Operation and Maintenance Phase of the Project. After approval by your Commission, this item will be presented to the District's Board of Supervisors for ratification in March 2011.

Financial Considerations

Costs associated with making Delivery Entitlement available to the Participants began February 1, 2011, and will be accounted towards the Nacimiento Water Operating Fund, which is the fund associated with the Operation and Maintenance Phase of the Project. Construction related costs



associated with closing out construction contracts will be accounted towards the Nacimiento Project Fund (the fund for the Design and Construction Phase) until work associated with construction is complete. Any remaining bond proceeds from the Nacimiento Project Fund will be transferred to the Nacimiento Water Operating Fund in accordance with applicable laws and the WDEC. Accounting adjustments will be made if either the Commission or the Board of Supervisors determines to modify the transition date for the Operation and Maintenance Phase.

Results

Approval of the Operation and Maintenance Phase beginning on February 1, 2011, will allow the Project to formally transition into operations, and begin accounting for associated activities under the Operation and Maintenance Phase.

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