

**MIDDLE FORK PROJECT FINANCE AUTHORITY**

**2009 Budget Schedule**

**Exhibit A**

	<b>2008 Adopted Budget</b>	<b>2008 Adjusted Budget</b>	<b>Year to Date Actual as of (11/07/2008)</b>	<b>2008 Projected Year End</b>	<b>2009 Budget</b>
<b><u>Administration Budget</u></b>					
<b>Financing Sources:</b>					
Bond proceeds including interest expense (New draws)	\$ 7,593,866	9,431,468	9,462,505	9,462,505	\$ 9,321,925
Carryover amount from prior year(s)	-	-	1,100,000	-	-
Investment earnings	80,000	80,000	40,213	46,000	40,000
<b>Total financing sources</b>	<b>7,673,866</b>	<b>9,511,468</b>	<b>10,602,718</b>	<b>9,508,505</b>	<b>9,361,925</b>
<b>Expenses: (Note 1)</b>					
<b>Administration expense:</b>					
Office expense	3,000	3,000	1,290	1,500	3,000
Audit services	12,000	12,000	11,000	11,000	13,000
Legal services	50,000	50,000	1,263	2,500	24,000
	65,000	65,000	13,553	15,000	40,000
Estimated Bond Interest expense (Note 2)	1,275,000	1,275,000	845,284	1,206,639	1,974,925
<b>Total Administration expense</b>	<b>1,340,000</b>	<b>1,340,000</b>	<b>858,837</b>	<b>1,221,639</b>	<b>2,014,925</b>
<b>Reimbursement for MFP Relicensing Expense</b>	<b>(6,318,866)</b>	<b>(7,128,866)</b>	<b>(5,626,557)</b>	<b>(7,128,866)</b> (Note 4)	<b>(5,652,000)</b>
<b>Reimbursement for MFP Business &amp; Marketing Plan</b>		<b>(380,000)</b>	<b>(82,052)</b>	<b>(380,000)</b>	<b>(680,000)</b>
<b>Reimbursement for Betterments, Improvements &amp; Modernizations</b>		<b>(747,000)</b>	<b>(347,870)</b>	<b>(747,000)</b> (Note 4)	<b>(1,015,000)</b>
<b>Total Reimbursements</b>	<b>(6,318,866)</b>	<b>(8,255,866)</b>	<b>(6,056,479)</b>	<b>(8,255,866)</b>	<b>(7,347,000)</b>
<b>Transfer to Designation for future use</b>	<b>(15,000)</b>	<b>(15,000)</b>	<b>(15,000)</b>	<b>-</b>	<b>-</b>
<b>Amount available</b>	<b>\$ -</b>	<b>280,602</b>	<b>3,754,454</b>	<b>31,000</b> (Note 5)	<b>-</b>

**MFP Relicensing, Business & Marketing Plan, and Betterments, Improvements & Modernizations Projects** (Note 3)

<b>Expenses:</b>	<b>Project-to-Date Budget</b>	<b>Project-to-Date Expense</b>	<b>Budget Available</b>	<b>2009 Budget</b>
<b>MFP Relicensing</b> (see detail on Exhibit B)	\$ 22,363,518	20,047,932	2,315,586	<b>5,652,000</b>
<b>MFP Business &amp; Marketing Plan</b>	380,000	93,819	286,181	<b>680,000</b>
<b>MFP Betterments, Improvements and Modernizations:</b>				
Hell Hole Seasonal Storage Increase	-	-	-	<b>185,000</b>
Ralston Powerhouse Efficiency Upgrade	140,000	68,010	71,990	<b>20,000</b>
French Meadows Powerhouse Efficiency Upgrade	90,000	82,446	7,554	<b>220,000</b>
Risk Assessment & Management	50,000	25,792	24,208	-
Standard Operating Plan and Procedures	115,000	27,872	87,128	<b>180,000</b>
System Controls/Instrumentation/Communications	264,000	121,459	142,541	<b>410,000</b>
Oxbow Powerhouse Efficiency Upgrade	88,000	48,734	39,266	-
Sub-total Betterments, Improvements & Modernizations	747,000	374,313	372,687	<b>1,015,000</b>
<b>Total</b>	<b>\$ 23,490,518</b>	<b>20,516,064</b>	<b>2,974,454</b>	<b>7,347,000</b>

**Note 1:** Administration expense are annual operating expenses, hence are budgeted annually and lapse at year end. Whereas, MFP Relicensing, Business & Marketing Plan, and Betterments, Improvements & Modernizations are project expenses and relate to multiple years. Thus, only project to date budget and expense information is provided.

**Note 2:** The bond interest expense is estimated because it is based on a floating interest rate and actual amounts will vary. As the bond documents bind the Authority, any variance between budget and actual will not require a budget adjustment.

**Note 3:** MFP Relicensing, Business & Marketing Plan, and Betterments, Improvements & Modernization budgets are funded from MFP Finance Authority via a County Treasurer draw in a quarterly basis, as approved.

**Note 4:** As noted above in Note 1, the MFP Relicensing, Business & Marketing Plan, and the Betterments, Improvements and Modernization projects are multi-year projects. Hence, depending on a variety of factors including weather, environmental, ect..requirements may need to draw upon prior resources resulting in delays.

**Note 5:** Amounts available reported in the actual column is cash available from prior draws. The 2008 Available Column deficit is funded by the 4th quarter draw and cash on hand.

**PLACER COUNTY WATER AGENCY**

**Middle Fork American River Hydroelectric Project Relicensing**

**Exhibit B**

**Project Budget and Expenses through November 7, 2008**

Category/Task	2008			2007 and prior Budgets	PROJECT TO DATE		
	Original Budget	Amendments	Amended Budget		Total Budget	Total Expenses	Available Budget
	A	B	C=(A+B)	D	E=(C+D)	F	G=(E-F)
<b>Preliminary Activities</b>							
Relicensing Activities Prior to 2006	\$ -	-	-	3,589,673	3,589,673	3,589,673	-
<b>General &amp; Administrative (Project level)</b>							
PCWA Direct Labor	460,000	-	460,000	867,688	1,327,688	1,358,028	(30,340)
MFP Finance Authority Administration	12,000	-	12,000	58,000	70,000	111,764	(41,764)
Placer County Direct Labor & Consultants	220,000	200,000	420,000	450,000	870,000	498,716	371,284
Program Coordination & Support - Consulting	520,000	80,000	600,000	1,005,000	1,605,000	1,925,939	(320,939)
Legal Services	40,000	-	40,000	190,000	230,000	245,212	(15,212)
Supplies & Services	38,000	-	38,000	120,000	158,000	489,891	(331,891)
Facilities	50,000	-	50,000	50,000	100,000	-	100,000
Contingency (working capital)	-	-	-	80,000	80,000	-	80,000
Category Total	1,340,000	280,000	1,620,000	2,820,688	4,440,688	4,629,550	(188,862)
<b>Relicensing Process Activities</b>							
Develop Relicensing Process Plan	-	-	-	85,000	85,000	45,040	39,960
Stakeholder Outreach	110,000	15,000	125,000	785,000	910,000	592,727	317,273
Settlement Negotiations	-	-	-	-	-	-	-
Category Total	110,000	15,000	125,000	870,000	995,000	637,767	357,233
<b>Relicensing Project Description</b>							
Resource Utilization Study	-	30,000	30,000	615,000	645,000	546,045	98,955
Develop Relicensing Project Description	-	-	-	239,800	239,800	349,859	(110,059)
Category Total	-	30,000	30,000	854,800	884,800	895,904	(11,104)
<b>Existing Environment Studies</b>							
Develop/Negotiate Study Plans	-	-	-	60,000	60,000	142,626	(82,626)
Water Temperature Study	-	-	-	321,000	321,000	116,039	204,961
Physical Habitat Characterization Study	-	-	-	1,075,000	1,075,000	1,359,511	(284,511)
Hydrology Studies & Model Development	-	65,000	65,000	607,927	672,927	833,949	(161,022)
Cultural Resource research	-	-	-	123,000	123,000	41,769	81,231
Category Total	-	65,000	65,000	2,186,927	2,251,927	2,493,894	(241,967)
<b>Prepare Pre-Application Document (PAD)</b>							
Prepare Existing Resource Information Report	-	-	-	370,000	370,000	655,163	(285,163)
Prepare Pre-Application Document (PAD)	-	-	-	540,000	540,000	434,735	105,265
Notice of Intent/Notice of Preparation (NOI/NOP)	-	-	-	30,000	30,000	29,960	40
Category Total	-	-	-	940,000	940,000	1,119,858	(179,858)
<b>Technical Studies &amp; Activities</b>							
Develop/Negotiate Study Plans	200,000	-	200,000	688,000	888,000	1,285,414	(397,414)
Water Use/Water Quality	21,000	60,000	81,000	310,000	391,000	268,461	122,539
Geomorphology/Riparian Resources	342,000	10,000	352,000	360,000	712,000	320,189	391,811
Aquatic Resources	2,320,500	105,000	2,425,500	610,000	3,035,500	2,832,707	202,793
Terrestrial Resources	458,366	75,000	533,366	560,000	1,093,366	370,377	722,989
Recreation Resources	643,000	-	643,000	370,000	1,013,000	685,836	327,164
Land Management/Aesthetics	352,000	10,000	362,000	260,000	622,000	87,707	534,293
Cultural Resources	124,000	5,000	129,000	286,000	415,000	125,134	289,866
Mapping & GIS	228,000	15,000	243,000	485,000	728,000	393,649	334,351
Operations Modeling/Hydrology	150,000	110,000	260,000	43,564	303,564	311,812	(8,248)
Category Total	4,838,866	390,000	5,228,866	3,972,564	9,201,430	6,681,286	2,520,144
<b>License Application</b>							
Prepare License Application	-	-	-	-	-	-	-
Biological Assessment/Evaluation	30,000	30,000	60,000	-	60,000	-	60,000
Category Total	30,000	30,000	60,000	-	60,000	-	60,000
<b>Post-License Application Activities</b>							
Post-License Application Activities	-	-	-	-	-	-	-
401 Certification CEQA Process	-	-	-	-	-	-	-
Category Total	-	-	-	-	-	-	-
<b>Total</b>	<b>\$ 6,318,866</b>	<b>810,000</b>	<b>7,128,866</b>	<b>15,234,652</b>	<b>22,363,518</b>	<b>20,047,932</b>	<b>2,315,586</b>

**Placer County Water Agency**

**Middle Fork American River Project Relicensing**

**Project Budget**

**Exhibit C**

Activity/Task	Project To Date Budget						Total
		2009	2010	2011	2012	2013	
<b>MFP Relicensing:</b>							
Preliminary Activities	\$ 3,589,673	-	-	-	-	-	3,589,673
General & Administrative (Project level)	4,440,688	1,642,000	1,400,000	600,000	500,000	500,000	9,082,688
Relicensing Process Activities	995,000	1,270,000	1,100,000	600,000	225,000	225,000	4,415,000
Relicensing Project Description	884,800	-	-	-	-	-	884,800
Existing Environment Studies	2,251,927	-	-	-	-	-	2,251,927
Prepare Pre-Application Document (PAD)	940,000	-	-	-	-	-	940,000
Technical Studies & Activities	9,201,430	2,540,000	100,000	50,000	50,000	50,000	11,991,430
License Application	60,000	200,000	850,000	350,000	-	-	1,460,000
Post-License Application Activities	-	-	30,000	125,000	250,000	200,000	605,000
Total Relicensing	22,363,518	5,652,000	3,480,000	1,725,000	1,025,000	975,000	35,220,518
<b>MFP Business &amp; Marketing Plan</b>	380,000	680,000	680,000	600,000	600,000	600,000	3,540,000
<b>MFP Betterments, Improvements &amp; Modernizations</b>	747,000	1,015,000	3,115,000	2,910,000	80,000	453,000	8,320,000
<b>Total</b>	<b>\$ 23,490,518</b>	<b>7,347,000</b>	<b>7,275,000</b>	<b>5,235,000</b>	<b>1,705,000</b>	<b>2,028,000</b>	<b>47,080,518</b>