

QBR Follow-Ups

November 2016



Breakout of Fed Hydro Underspend for Expense and Capital

- The expense underspend can be attributed mostly to delays in non-routine projects and staffing vacancies for both Reclamation and Army Corps of Engineers. Reclamation's most significant contributions came from delays in Grand Coulee's Asphalt Paving and Powerhouse Fire Alarm projects; Hungry Horse Window project conversion from expense to capital; reversal of FY15 accruals and a few delays in receiving invoices for cultural resource projects. Corps of Engineers' most significant contributions came from delays in two projects at Lower Monumental and high number of staffing vacancies at Chief Joseph.
- The capital underspend can be attributed to delays in Reclamation's Keys Plant Impeller project; Minidoka Unit 8 & 9 modernization project; Microwave backbone project; and Hungry Horse SCADA project. The Corps of Engineers experienced delays at Lower Monumental, primarily due to cavitation repairs taking longer than anticipated and impacting capital projects. Chief Joseph underspent due to delays in their major governors replacement project.

Details Behind the \$11 million FY 2017 Slice True-Up Credit

- This information will be shared at the Q1 QBR, scheduled for January 31, 2017.