



TO: Governance Committee (GC)
FROM: Executive Director's Office (EDO)
SUBJECT: PRRIP Indexing
DATE: June 4, 2013

Action

On June 3, 2013, the PRRIP Finance Committee approved the following motion:

“The Finance Committee recommends the Governance Committee approve the revised indexing methodology.”

Details regarding the revised methodology are included in the attached spreadsheets from the Bureau of Reclamation.

Indexing the Platte River Recovery Implementation Program

Index Calculation¹

	October 2012		October 2011		Index Factor to Apply on 10/1/12
Land Index (Nebraska Land Index)	460	÷	364	=	1.26
Water Index (General Property Index)	334	÷	326	=	1.02
Other Cost Index (Federal Salary Index)	334	÷	334	=	1.00

Index Application

	A Program Budget as of 10/1/2011	B Expenditures Through 9/30/2012	C Budget Remaining As of 10/1/12 (A minus B)	D Index Applied on 10/1/2012 (C times Index)	E Total Budget Change (D minus C)	F New Program Ceiling (E plus A)
Land	\$25,829,971.29	\$17,897,290.13	\$7,932,681.16	\$9,995,178.26	\$2,062,497.10	\$27,892,468.39
Colorado	\$3,311,402.32	\$1,842,891.84	\$1,468,510.48	\$1,850,323.20	\$381,812.72	\$3,693,215.04
Wyoming	\$829,142.08	\$461,441.71	\$367,700.37	\$463,302.47	\$95,602.10	\$924,744.18
Interior	\$21,689,426.89	\$15,592,956.58	\$6,096,470.31	\$7,681,552.59	\$1,585,082.28	\$23,274,509.17
Total	\$25,829,971.29	\$17,897,290.13	\$7,932,681.16	\$9,995,178.26	\$2,062,497.10	\$27,892,468.39
Water	\$92,617,360.83	\$4,435,537.26	\$88,181,823.57	\$89,945,460.04	\$1,763,636.47	\$94,380,997.30
Colorado	\$11,873,545.66	\$274,578.80	\$11,598,966.86	\$11,830,946.20	\$231,979.34	\$12,105,525.00
Wyoming	\$2,973,017.28	\$68,751.79	\$2,904,265.49	\$2,962,350.80	\$58,085.31	\$3,031,102.59
Interior	\$77,770,797.89	\$4,092,206.67	\$73,678,591.22	\$75,152,163.04	\$1,473,571.82	\$79,244,369.71
Total	\$92,617,360.83	\$4,435,537.26	\$88,181,823.57	\$89,945,460.04	\$1,763,636.47	\$94,380,997.30
Other	\$78,067,778.62	\$25,150,231.63	\$52,917,546.99	\$52,917,546.99	\$0.00	\$78,067,778.62
Colorado	\$10,008,289.22	\$2,739,012.48	\$7,269,276.74	\$7,269,276.74	\$0.00	\$10,008,289.22
Wyoming	\$2,505,975.69	\$685,821.45	\$1,820,154.24	\$1,820,154.24	\$0.00	\$2,505,975.69
Interior	\$65,553,513.71	\$21,725,397.70	\$43,828,116.01	\$43,828,116.01	\$0.00	\$65,553,513.71
Total	\$78,067,778.62	\$25,150,231.63	\$52,917,546.99	\$52,917,546.99	\$0.00	\$78,067,778.62
Total	\$196,515,110.74	\$47,483,059.02	\$149,032,051.72	\$152,858,185.29	\$3,826,133.57	\$200,341,244.31
					Colorado	\$25,807,029.26
					Wyoming	\$6,461,822.46
					Interior	\$168,072,392.59
						\$200,341,244.31

Maintaining the Original Cost Share - Original Program Budget of \$317,330,000 (\$187,140,000 Cash; \$130,190,000 Cash Equivalents)

State Contributions	$\frac{\$160,190,000.00}{\$317,330,000.00}$	=	0.5048	=	States Cost Share Ratio
Total Program					
Federal Contributions	$\frac{\$157,140,000.00}{\$317,330,000.00}$	=	0.4952	=	Federal Cost Share Ratio
Total Program					
New Federal Program Ceiling (Cash)	$\frac{\$168,072,392.59}{\$157,140,000.00}$	=	1.070	=	Index Factor for State Cash & Equivalents
Original Federal Program Ceiling (Cash)					
	Cash & Equivalents		Index Factor		New Value State Cash & Equivalents
Original Value State Cash & Equivalents	\$ 160,190,000.00	X	1.070	=	\$171,403,300.00
New Value State Cash & Equivalents	\$171,403,300.00				
New Federal Ceiling	$\frac{\$168,072,392.59}{\$339,475,692.59}$				
New Total Program					
New Federal Ceiling	$\frac{\$168,072,392.59}{\$339,475,692.59}$	=	0.4951	=	Federal Cost Share Ratio
New Total Program					
New Value State Cash & Equivalents	$\frac{\$171,403,300.00}{\$339,475,692.59}$	=	0.5049	=	State Cost Share Ratio
New Total Program					

1) Index calculated using the Bureau of Reclamation's Construction Cost Trends; Process approved by the Program Governance Committee on 3/9/2010, and the Director of Policy and Administration on 8/31/2010

	Expenditures Through 9/30/2011												
Land	\$13,937,803.18												
Water	\$1,847,690.11												
Other	\$18,942,348.15												
Total	\$34,727,841.44												