STATE OF CALIFORNIA – CALIFORNIA NATURAL RESOURCES AGENCY

ARNOLD SCHWARZENEGGER, *Governor*

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The Supplemental Report of the 2007 Budget Act (Item 3860-001-0001) requires the Department of Water Resources to report quarterly to the Legislature (including budget and fiscal committees from both houses) on the capital outlay projects it has undertaken and plans to undertake with the funds appropriated. This report is submitted in compliance with this requirement and reports the cumulative expenditures and remaining commitments through the quarter ending March 31, 2008.

If you have any questions, please contact me at (916) 653-7007, or your staff may contact Mark W. Cowin, Deputy Director Integrated Water Management at (916) 653-7180.

Sincerely,

Lester A. Snow
Director

Attachment
cc: (See attached list.)

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Report to Legislature

EXPENDITURES AND COMMITMENTS FOR CAPITAL OUTLAY PROJECTS (Multiple Funds)

As of March 31, 2008

State of California

California Natural Resources Agency

Department of Water Resources

INTRODUCTION

The Supplemental Report of the 2007 Budget Act requires the Department of Water Resources (DWR) to prepare and submit reports to the Legislature starting on [October 1, 2007] and quarterly thereafter. Specifically, the requirement reads as follows:

> "Item 3860-301-Multiple Funds-Department of Water Resources-Capital Outlay
>
> **State Flood Control System, Capital Outlay Project Funding.** Beginning on October 1, 2007, [DWR] shall report quarterly to the Legislature (including budget and fiscal committees from both houses) on the projects it has undertaken and plans to undertake with the funds appropriated. The report shall include information on the project title, the date the project was begun or is anticipated to begin, the total amount encumbered on the project to date, and the total estimated cost."

DWR previously defined the first report due on October 1, 2007, to contain expenditure and encumbrance data through June 30, 2007. Subsequent quarterly reports contain project data cumulatively to the end of each quarter of the fiscal year.

PROJECT EXPENDITURES AND COMMITMENTS

This report represents the fourth report in the series of quarterly reports required by the Supplemental Report of the Budget Act of 2007.

The following table lists the project information required by the Supplemental Report, as well as provides the cumulative project expenditures, the commitments remaining as of March 31, 2008, and the appropriation balances by project.

TABLE 1: Capital Outlay Project Expenditures and Commitments (FY 07/08)
Reporting Period through March 31, 2008

Funding Source	Project Title	Beginning or Anticipated Project Start Date	Current Estimate of Total Project Cost[1]	FY 07/08 Appropriations[2]	Expenditures through March 31, 2008	Remaining Commitments through March 31, 2008	FY 07/08 Appropriation Balance thru March 31, 2008
Proposition 1E							
	American River Flood Protection Project - Natomas Features (Phases 1B and 2)	Funds will not be used[3]	$ 51,990,000	$ 3,740,000	$ -	$ -	$ 3,740,000
	American River Watershed - Folsom Dam Raise Project	7/1/2010	$ 227,700,000	$ 20,232,000	$ -	$ -	$ 20,232,000
	American River Watershed - Folsom Dam Raise Project, Bridge Element	3/14/2008	$ 104,156,000	$ 4,401,000	$ -	$ -	$ 4,401,000
	Mid-Valley Levee Reconstruction Project (Areas 2, 3, and 4)	4/4/2000	$ 43,204,000	$ 641,000	$ 217	$ -	$ 640,783
	South Sacramento County Streams Project	5/20/2005	$ 87,445,000	$ 6,233,000	$ -	$ -	$ 6,233,000
	State-Federal Flood Control Evaluations						
	Floodplain Mapping	1/15/2008	$ 71,000,000	$ 12,008,922	$ -	$ -	$ 12,008,922
	Hydrology Development USACE LOA	3/1/2008	$ 7,991,078	$ 7,991,078	$ -	$ -	$ 7,991,078
	Sutter Bypass East Water Control Structures	8/24/2007	$ 11,000,000	$ 7,000,000	$ 897,767	$ -	$ 6,102,233
	Sutter Pumping Plants Control Systems	8/24/2007	$ 4,500,000	$ 4,500,000	$ 50,629	$ -	$ 4,449,371
	Systemwide Levee Evaluations and Repairs						
	Erosion Repairs	3/6/2006	$ 195,000,000	$ 75,000,000	$ 3,722,791	$ 1,342,875	$ 69,934,334
	Levee Repairs	3/6/2006	$ 125,000,000	$ 20,000,000	$ 1,476,376	$ -	$ 18,523,624
	Levee Evaluations	10/19/2006	$ 240,000,000	$ 70,000,000	$ 20,017,844	$ 13,263,860	$ 36,718,296
	West Sacramento Project	7/12/1996	$ 44,100,000	$ 8,510,000	$ 271,088	$ 1,093,683	$ 7,145,229
Subtotal Prop. 1E			**$ 1,213,086,078**	**$ 240,257,000**	**$ 26,436,713**	**$ 15,700,418**	**$ 198,119,870**
Proposition 84							
	Frazier Creek-Strathmore Creek Feasibility Study	No anticipated date	$ 3,000,000	$ 327,000	$ -	$ -	$ 327,000
	Rock Creek-Keefer Slough Feasibility Study	8/1/1999	$ 2,354,000	$ 327,000	$ -	$ -	$ 327,000
	West Stanislaus-Orestemba Creek Project	No anticipated date	$ 5,900,000	$ 755,000	$ -	$ -	$ 755,000
	White River-Deer Creek Feasibility Study	No anticipated date	$ 3,000,000	$ 327,000	$ -	$ -	$ 327,000
Subtotal Prop. 84			**$ 14,254,000**	**$ 1,736,000**	**$ -**	**$ -**	**$ 1,736,000**
General Fund							
	West Sacramento Project	7/12/1996	See Footnote 4	$ 428,000	$ 418,618	$ 9,232	$ 150
Subtotal GF				**$ 428,000**	**$ 418,618**	**$ 9,232**	**$ 150**
Total			**$ 1,227,340,078**	**$ 242,421,000**	**$ 26,855,331**	**$ 15,709,649**	**$ 199,856,020**

Footnotes:

[1]The amounts shown include the State, federal, and local shares of the project.

[2]The amounts only show the State's (payable) portion of the appropriation. The reimbursable portion (local share) of the appropriation has been subtracted.

[3]The $3.74 million appropriation was intended to partially reimburse SAFCA for the State's share of the Natomas Features Project, which was completed by SAFCA in 1998. After receiving the appropriation, DWR determined that the funds could not be expended on work completed prior to the enactment of the Bond Act. DWR has requested a transfer of these Prop 1E funds to the Folsom Dam Modifications Project.

[4]West Sacramento Project is being funded by Proposition 1E and General Fund. The total estimated project cost in Table 1 is shown only under Proposition 1E.