

FERC Project #77

- **❖ LICENSE EXPIRES on APRIL 14, 2022**
- On April 6, 2017, PG&E filed its Application to FERC to Relicense the Potter Valley Project
- License sale and transfer
- On January 25, 2019, PG&E withdrew its Application to Relicense the Project
- How do WE respond to PG&E's withdrawal from the Project?
- Will PG&E decide to engage with us, or will they take the pathway toward Surrender and Decommissioning?

UNITED STATES OF AMERICA BEFORE THE FEDERAL ENERGY REGULATORY COMMISSION

| Pacific Gas and Electric Company |) | Project No. 77 |
|----------------------------------|---|-----------------|
| |) | (Potter Valley) |

NOTICE OF WITHDRAWAL OF NOTICE OF INTENT TO FILE LICENSE APPLICATION AND PRE-APPLICATION DOCUMENT

On April 6, 2017, pursuant to 18 C.F.R. §§ 5.5 and 5.6, Pacific Gas and Electric Company ("PG&E"), filed with the Federal Energy Regulatory Commission ("Commission") notice of its intent to file an application for a new license ("NOI") for the Potter Valley Hydroelectric Project No. 77 ("Project" or "Potter Valley") and a Pre-Application Document ("PAD"). The Project license expires on April 14, 2022, requiring PG&E to submit its Final License Application ("Application") on or before April 14, 2020. PG&E is hereby withdrawing its NOI and PAD, and discontinuing the Integrated Licensing Process initiated to prepare a license application. PG&E is also terminating its efforts to transfer and sell the Project.

Presentation Outline

- Eel River and PG&E Potter Valley Project
- Huffman Ad Hoc Committee
- ❖ Two-Basin Solution and The PROJECT PLAN
- ❖ What Comes Next...



The Eel River

- Third Largest Watershed ENTIRELY in CA - 3,682 mi2
- o 5.8 million acre feet annual yield
- 412,000 acre feet annual inflow into Lake Pillsbury (7% of total basin)

Threatened Salmonids:

- o SONCC Coho Salmon
- o CA Coastal Chinook Salmon
- o NC Winter Steelhead
- o NC Summer Steelhead (?)

7 Sub-basins Listed Impaired (CWA) for Sediment and Water Temperature





Salmonid Abundance

Yoshiyama and Moyle (2010)

- o 1857-1921: 93,000 salmon caught per year on average
- o Peak abundance: 585,000 salmon caught in 1877
- Pre 1850: 100,000 to 800,000 unexploited salmon

NMFS (2014, 2016) Recovery Targets

Chinook: 20,600Coho: 26,100Steelhead: 59,700

Sonar Monitoring 2018-19 and 2019-20

Chinook: 7,582 6,324
 Coho: 1,980 276
 Steelhead: 3,382* 7,201**

*SF Eel only; ** Preliminary Data



NMSF Recovery Targets (for the entire Eel River basin)

Chinook: 20,600

- Larabee + Van Duzen = 2,900
- Upper Eel =10,400
- Lower Eel (includes SF) = 7,300

Coho: 26,100 + occupancy

- \circ SF = 9.300
- Mainstem = 2,600
- Lower Eel + Van Duzen = 7,900
- NF = 80% of available IP habitat must be occupied in years following spawning of brood years with high marine survival
- o MF = 80% of available IP habitat must be occupied ...
- Middle mainstem = 6,300
- Upper mainstem = 80% of available IP habitat must be occupied ...

Steelhead: 59,700

- o Lower Mainstem Eel River Tributaries = 996 1,995
- o SF = 19,000
- o Larabee = 2,600
- \circ MF = 9,400
- \circ NF = 6,300
- Upper mainstem = 6,400
- Van Duzen = 6,200
- Lower Interior Diversity Stratum (Woodman, Outlet, Tomki, etc.) = 8,800

Supplemental Information

2018-19 Sonar Monitoring

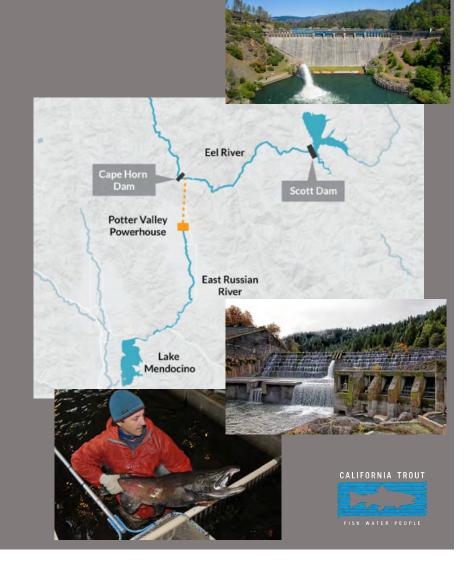
- Chinook: SF=3831 (3738 in master table); main=3844; total = 7582
- o Coho: SF=1980 (redd survey est)
- Steelhead: SF=3382; main=N/A

2019-20 Sonar Monitoring

- Chinook: SF=2093; main=4231; total=6324
- Coho: SF=276 (redd survey est)
- Steelhead: SF=3169*(prelim);main=4032 (through March 20); total = 7201

The Potter Valley Project

- 288 mi2 watershed above Scott Dam
- Scott Dam (1921) Max Storage 75,000 af*
- o 12 mile Reach
- Cape Horn Dam (1907) Diversion Facility 194
 af
- o 150 miles to Pacific Ocean
- Van Arsdale Fish Station (Fish Ladder)
- Tunnel 300 cfs Max Capacity (Constrained by Fish Screen)
- PG&E Powerhouse 9.4 MW Max Capacity
- East Branch Russian River (11 miles)
- o Lake Mendocino and Russian River
- Flow Releases (E11) NMFS 2002 Biological
 Opinion "RPA"
- Average Annual Diversion -78,100 af/yr (20%)



Congressman Huffman's Ad Hoc Committee

- Convened August 2017
- o Met ~20 times
- o Principles and Co-Equal Goals
 - o Fish Passage above Scott Dam
 - o Water Supply Reliability to Russian River
- Two Working Groups [7/2018 12/2019]
 - Fish Passage
 [*Fish Passage Profiles Evaluation Report;
 December 2019]
 - Water Supply
 [*Results of Initial Water Supply Modeling
 for Potter Valley Project and Russian River
 Alternatives; May 2019, Updated February
 2020]
- o Website: https://pottervalleyproject.org



Congressman Jared Huffman Potter Valley Project Ad Hoc Committee 08.01.2018

Proposed Goals and Principles for a Two-Basin Solution

We as interested parties in the Potter Valley Project Ad Hoc Committee are committed to joint problem solving and working toward an outcome of the PVP relicensing process that reflects the following goals and principles:

- · Co-equal goals:
 - Improve fish passage and habitat on the Eel River sufficient to support recovery
 of naturally reproducing, self-sustaining and harvestable native anadromous fish
 populations including migratory access upstream and downstream at current
 project dam locations; and
 - Minimize or avoid adverse impacts to water supply reliability, fisheries, water quality and recreation in the Russian River and Eel River basins
- · Other goals:
 - Respect tribal rights and their traditional connections to aquatic life, water and cultural resources in both basins
 - Minimize and mitigate adverse impacts to Lake County, including Lake Pillsbury businesses and residents
 - Ensure accountable governance and financially viable operations, including addressing potential liabilities
 - o Jointly pursue public funding based on environmental and water supply benefits
 - Ensure that implementation of fish passage improvements in the Eel River basin happens in parallel and ideally simultaneously with water supply solutions in the Russian River basin

Fish Passage Working Group

- Enlisted Expertise of State/Federal Agency and Consultants
- o 20 month effort (3/18 12/19)
- Described and evaluated nine different passage options to meet three objectives:
 - 1. Population viability of Upper Eel River anadromous fishes
 - 2. Access to abundant high quality habitat
 - 3. Functional fish passage
- Dismissed other options as infeasible (e.g., Whoosh, "Salmon Cannon")
- Toured sites in PNW (e.g., Clackamas River)
- Quantitative scoring approach based on set of criteria
- Vetted results with Ad Hoc Committee

- Craig Addley (Consultant to PG&E)
- Joshua Fuller (NMFS)
- o Damon Goodman (USFWS)
- Paul Kubicek (PG&E)
- Jon Mann (CDFW)
- David Manning (Sonoma Water)
- Scott McBain (Consultant to RVIT)
- Darren Mierau (CalTrout)
- Allen Renger (CDFW)
- Steve Thomas (NMFS)
- Larry Wise (PG&E)

| | 1 Fishway at Existing Scott Dam Options | 2 Trap & Haul | 3 Partial Scott Dam Removal | 4 Remove Scott Dam and Modify Cape Horn Dam |
|---------|---|--|--|--|
| Options | 1.1 Semi- Natural, Low- Gradient Bypass Channel 1.2 Original Mead & Hunt (M&H) Fish Ladder 1.3 Modified M&H Fish Ladder | 2.1 Trap & Haul, Van Arsdale to Scott Dam 2.2 Trap & Haul, at Scott Dam | 3.1 Lower Scott Dam to 80' – Meet PVID demand and environmental flows 3.2 Lower Scott Dam to 50' – Retain accumulated sediment | 4.1 Remove Scott Dam and Modify Cape Horn Dam 4.2 Remove both Scott Dam and Cape Horn Dam 1) With Diversion (provides another baseline for flows and fish) 2) No Diversion |

Fish Passage Working Group - Scoring Results

(Average of Scoring Committee)

| | Juvenile Steelhead | Smolt Steelhead | Adult Winter-Run | Adult Summer (Spring)- | Adult Summer (Spring)- | Juvenile Chinook | Adult Fall-Run Chinook | Pacific Lamprey | Sacramento |
|---|---|---|---|---|--|---|--|--|--|
| | | | Steelhead | Run Steelhead Migration | Run Steelhead Holding | | | | Sucker/other Native Fis |
| Habitat and Biological Feasability Catagories | Low Grad ByPass M&H Fish Ladder Mod M&H Fish Ladder Trap&Haul I (VAFS to SD) Trap&Haul I (VAFS to SD) Partial Dam Removal - Water Partial Dam Removal - Sediment | Con Grant By Pass N&H Fish Ladder Nod N&H Fish Ladder Nod N&H Fish Ladder Trap&Haul 1 (VAFS to SD) Partial Dam Removal - Water Partial Dam Removal - Sediment Partial Dam Removal - Sediment Removal - Sediment | ow Grad ByPass Viel Hish Ladder Viel M&H Fish Ladder Viel M&H Fish Ladder Trap&Haul 1 (VAFS to SD) Trap&Haul 2 (SD) Artial Dam Removal - Water Vartial Dam Removal - Sediment Vo Scott & Modify CHD | cem Dama, Alt Div cow Grad by Pass N&H Fish Ladder Nod M&H Fish Ladder Trap&Haul 1 (VAFS to SD) artial Dam Removal - Water artial Dam Removal - Sediment artial Cast & Modify CHD em Dams, Alt Div | ow Grad ByPass V&A Hish Ladder Vod M&H Fish Ladder Trap&Haul 1 (VAFS to SD) Trap&Haul 1 (VAFS to SD) Trap&Haul 2 (SD) TrapEHAUL 2 (SD) TrapEHA | ow Grad byPass V&H Fish Ladder Vod M&H Fish Ladder Trap&Haul 1 (VAFS to SD) Trap&Haul 2 (SD) Partial Dam Removal - Water Partial Dam Removal - Sediment | ow Greate, pressent and the first Ladder Mod M&H Fish Ladder Mod M&H Fish Ladder Mod M&H Fish Ladder | Ow Grad ByPass Well Fish Ladder Wod M&H Fish Ladder Wod M&H Fish Ladder Trap&Haul 1 (VAFS to SD) Trap&Haul 2 (SD) artial Dam Removal - Water artial Dam Removal - Sediment or Scott & Modify CHD | ow Grad by Pass N&H Fish Ladder rap&Haul 1 (VAFS to SD) rap&Haul 2 (SD) artial Dam Removal - Water varial Dam Removal - Sediment vo Scott & Modify CHD |
| Biological Feasibility for Upstream Passage | 3 3 3 3 4 4 8 9 |) | 7 6 7 7 7 7 8 9 | 0 6 5 7 7 7 7 8 9 10 | | | # 6 6 6 7 7 6 7 9 10 | 6 6 6 6 6 7 8 | 5 4 4 4 4 5 6 8 |
| Reservoir navigability | 3 3 3 3 3 5 1 | 0 ## ## ## ## ## ## ## ## | 7 7 7 9 8 7 9 10 1 | 0 6 6 7 8 7 7 8 10 10 | | <i></i> | # 7 6 6 8 8 6 7 10 10 | 6 6 6 6 6 6 7 10 1 | 0 5 5 5 5 5 7 9 1 |
| Passage efficiency (fishway, etc.) | 5 4 5 4 4 5 5 8 9 | | 7 6 7 7 8 7 8 9 1 | 0 6 5 7 7 8 7 8 9 10 | | ########## | # 6 5 6 7 8 6 7 9 10 | 7 6 6 6 6 7 9 1 | 0 5 4 4 5 5 4 5 8 1 |
| Predation | 2 2 2 3 3 3 4 7 | 3 | 7 7 7 8 8 7 7 9 | 9 6 7 7 8 8 7 7 9 9 | // | | # 6 6 6 8 8 6 6 8 9 | 6 6 6 7 6 6 6 8 9 | 5 5 5 5 5 5 8 |
| Biological Feasibility for Downstream Passage | 3 4 4 4 4 4 6 8 | 5 5 5 5 5 6 7 9 9 | 6 5 6 5 5 6 8 9 1 | 0 6 5 6 6 6 6 7 9 9 | | 4 4 4 4 5 6 8 9 | | 4 4 4 4 4 6 9 9 | 4 4 5 5 5 5 6 8 |
| Reservoir navigability | 4 4 4 4 4 4 6 9 1 | 0 6 5 5 6 5 6 8 10 10 | 6 6 6 6 6 7 8 10 1 | 0 6 6 6 6 6 7 8 10 10 | | 4 4 4 4 4 5 6 9 10 | 0 ## ## ## ## ## ## ## ## ## | 4 4 4 3 3 3 5 9 | 0 3 4 4 4 3 4 6 9 1 |
| Passage efficiency (fishway, etc.) | 5 5 5 5 5 6 8 1 | 0 6 6 6 6 6 6 8 9 10 | 6 5 5 5 5 6 8 9 | 0 6 5 6 6 6 6 7 9 10 | | 5 5 6 6 6 6 7 9 10 | 0 ## ## ## ## ## ## ## ## | 5 5 5 4 4 5 6 9 1 | 0 5 4 5 5 5 4 6 8 1 |
| Predation | 2 2 3 3 3 3 4 7 8 | 3 4 5 5 5 5 5 6 8 8 | 5 5 5 7 7 6 6 8 | 9 5 6 6 7 7 6 7 8 9 | | 3 4 4 5 5 5 5 7 8 | | 5 5 5 4 4 5 5 8 | 3 4 4 4 5 5 5 5 7 |
| labitat and Water Quality | 6 6 6 6 6 6 7 7 | 7 7 7 7 7 7 7 7 8 9 | 8 8 8 8 8 8 9 | 9 7 7 7 7 7 7 7 8 8 | 5 5 5 5 5 5 6 | 6 6 6 6 6 6 8 9 9 | 7 7 7 7 7 7 8 9 9 | 7 7 8 8 7 8 9 9 | 8 8 8 7 7 8 8 9 |
| Habitat upstream of Scott Dam | 7 7 7 7 7 8 8 9 9 | 7 8 8 7 7 8 8 9 9 | 8 9 9 9 9 9 9 9 | 9 7 8 8 7 8 8 8 9 9 | 7 7 7 7 7 7 8 8 8 | 7 7 7 7 8 8 9 9 | 8 8 8 7 7 8 8 9 9 | 9 8 8 8 8 8 9 9 9 | 7 8 8 7 7 8 8 9 |
| Vater quality within reservoir | 5 5 6 5 5 4 5 8 8 | 8 7 8 8 8 8 8 9 9 | 8 9 9 9 9 9 9 10 1 | 0 7 7 7 7 7 7 7 8 8 | 4 4 4 4 4 3 3 6 6 | 7 7 7 7 7 7 7 9 9 | 8 8 8 8 8 8 9 9 | 7 7 7 7 7 8 8 9 9 | 7 7 7 7 7 8 8 |
| labitat downstream of Scott Dam | 7 7 7 7 7 7 7 8 8 | 3 7 8 8 8 8 8 8 9 9 | 8 8 8 8 8 8 9 | 9 7 7 7 7 7 7 7 8 8 | 5 5 5 6 5 5 6 6 | 7 7 7 8 7 7 8 9 9 | 8 8 8 8 8 8 8 9 | 7 7 7 8 8 7 8 9 9 | 8 8 8 8 8 8 9 |
| Vater quality below reservoir | 5 6 6 6 6 5 4 5 5 | 5 7 7 7 7 7 7 7 8 8 | 8 8 8 8 8 8 9 | 9 7 7 7 7 7 7 7 7 7 | 5 5 5 5 5 3 3 4 | 6 6 6 6 6 5 7 7 8 | 7 7 7 7 7 7 7 8 8 | 7 8 8 8 8 8 8 9 9 | 8 8 8 8 8 8 9 |
| Hydrologic Implications | 5 5 5 5 5 6 7 8 9 | 6 6 6 5 5 6 7 9 9 | 7 7 7 6 6 7 7 9 | 9 6 6 6 6 6 6 7 8 9 | 5 5 5 6 5 5 6 8 9 | 5 5 5 5 5 6 7 9 9 | 6 6 6 5 5 6 7 8 9 | 6 6 6 6 6 7 7 9 9 | 6 7 7 7 7 7 7 8 |
| iological Viability (Spatial structure & Diversity) | 5 6 6 4 5 6 6 9 1 | 0 6 6 6 5 6 6 7 9 10 | 7 7 7 5 6 8 8 9 1 | 10 6 6 6 5 5 7 7 9 9 | 5 5 5 5 5 6 6 9 9 | 6 6 6 5 6 7 7 9 1 | 0 6 7 7 5 6 7 8 9 9 | 6 6 6 5 5 6 7 9 1 | 0 6 6 6 5 5 6 7 9 |
| verage (all rows) | 5 5 5 5 5 5 8 8 | 3 6 6 6 6 6 7 7 9 9 | 7 7 7 7 7 7 8 9 | 9 6 6 7 7 7 7 7 9 9 | 5 5 5 5 5 5 6 7 | 6 6 6 6 6 6 7 8 9 | 7 7 7 7 7 7 7 9 9 | 6 6 6 6 6 6 7 9 | 6 6 6 6 6 7 8 |
| verage Blue Headings | 5 5 5 5 5 6 8 9 | 6 6 6 6 6 6 7 9 9 | 7 7 7 6 6 7 8 9 | 9 6 6 6 6 6 6 7 9 9 | 5 5 5 5 5 6 8 8 | 5 5 5 5 5 6 7 9 9 | 7 7 7 7 7 7 7 9 9 | 6 6 6 6 6 6 7 9 | 6 6 6 6 6 7 8 |
| tverage Sub-Headings | 5 5 5 5 5 5 8 8 | 3 6 6 7 7 7 7 7 9 9 | 7 7 7 8 7 7 8 9 | 9 6 6 7 7 7 7 7 9 9 | 5 5 5 5 5 4 6 6 | 6 6 6 6 6 6 7 8 9 | 7 7 7 8 8 7 7 9 9 | 6 6 6 6 6 7 9 | 6 6 6 6 6 6 7 8 |
| Difference (Blue Headings - Sub-Headings) | 0 0 0 0 0 0 0 0 | 0 0 1 0 1 1 0 0 0 | 0 0 0 1 1 0 0 0 | 0 0 1 0 1 1 0 0 0 0 | 0 0 0 0 0 -1 -2 -2 -2 | 0 0 0 1 1 0 0 0 | 0 0 0 0 1 0 0 0 0 | 0 0 0 1 0 0 0 | 0 0 0 0 0 0 0 0 |

Summary

- Upstream passage with Trap and Haul or Ladders is feasible, but expensive (\$50-100 million in capital costs, high O&M)
- Non-Volitional passage options may not be acceptable to Agencies
- The biological feasibility for downstream passage were a primary concern:
 - Challenges with juvenile passage through reservoir
 - Difficulties for fish finding the "fish collector facilities"
 - high probability of predation on juvenile fish by non-native fish
- Full Scott Dam Removal was best option for Fish Passage





- Removal of both Scott and Cape Horn Dams greatly benefits all species and life stages evaluated. However, dam removal without alternative diversion infrastructure or other water supply options challenges a two-basin solution. Loss of Scott Dam would also eliminate the ability to store water for controlled releases into the Eel River.
- Various upstream passage options are available for adult salmonids and lamprey with varying degree of meeting long-term biological viability, but success is likely achievable.
- Fish Passage Working Group members had different perspectives on the value of Scott Dam releases during the dry season and associated water quality conditions downstream (i.e., temperature).
- Significant challenges exist for downstream passage of both salmonids and other species of interest (e.g., lamprey), and will likely be the most limiting factor when considering fish passage options that retain Scott Dam.
- Significant concerns exist with navigation, predation, and water quality within Lake
 Pillsbury relevant to fish passage, environmental cues, and habitat conditions for focal fish species.
- Engineering a successful fish passage facility on aging infrastructure will potentially be challenging and require special consideration.
- All passage scenarios and subsequent options assume that Cape Horn Dam/ Van Arsdale Fish Station will meet current NMFS/CDFW fish passage standards. Existing Cape Horn Dam infrastructure will need to be properly evaluated during future fish passage investigations, but as stated above it is likely that the existing Cape Horn Dam will require significant modifications to meet these current fish passage standards.

Water Supply Working Group

- Enlisted Expertise of State/Federal Agency and Consultants
- Updated, Calibrated, and Validated a HEC-ResSim Model for existing conditions:
 - Lake Pillsbury Storage
 - Eel River Releases
 - Diversions to Potter Valley
- Calibration/Validation Time Series: WY2007-2017
- Used RPA flows for simulated compliance below Cape Horn Dam
- Scenario 2 used Run-of-River Winter Diversions up to 300 cfs
- Simulation Time Series: WY1911-2017

- o Craig Addley (Consultant to PG&E)
- Chris Delaney (Sonoma Water)
- Jared Emery (Consultant to PG&E)
- Michelle Lent (PG&E)
- Scott McBain (Consultant to RVIT)
- John Mendoza (Sonoma Water)
- Peter Pyle (Consultant to RVIT)
- o Don Seymour (Sonoma Water)
- o Andres Ticlavilca (Contractor to NMFS)

| Modeling Scenarios Updated 4/16/19 | | Russian River & Lake Mendocino Alternatives | | | | |
|---------------------------------------|--|---|--|---|--|--|
| | | Current Operations | Lake Mendocino FIRO (Hybrid) with Fish Flow EIR Operations ⁵ | Raise Coyote Valley Dam ⁶ | | |
| Potter Valley Project Alternatives | Current Operations ¹ | Baseline: Existing Climate (n=1) | | | | |
| | | Baseline FC: Future Climate (n=4) | | | | |
| | PVP Revised Operations ² | Scenario 4: Existing Climate (n=1) | | | | |
| | Run-of-the- River ³ | | Scenario 2: Existing Climate (n=1) | | | |
| | | | Scenario 2FC: Future Climate (n=4) | | | |
| | PVP Decommission ⁴ | Scenario 1: Existing Climate (n=1) | Scenario 3: Existing Climate (n=1) | Scenario 5: Preliminary analysis with Existing Climate | | |

Supplemental Information

Eel River Assumptions

- o Daily Time Step
- o Existing Hydrology by Western Hydrologics and Cardno
 - o 07-years: WY1911 WY2017
 - Unimpaired inflow calculations
 - Downstream tributary accretions between Scott
 Dam and Cape Horn Dam
- Lake Pillsbury Storage
 - o 2016 PG&E Bathymetric Survey (76,876 ac-ft)
- Current PVP Operations
 - 2002 Biological Opinion RPA flows (as implemented post-2006) for Eel River and EBRR
 - Block Water
 - o Based on 2017 blockwater release
 - 2017 blockwater release hydrograph occurs after April 1 when E-11 flows drop below 250 cfs
 - Discretionary diversions: Simulates current operational practices
 - Storage > Target Storage Curve
 - Maximum diversion=170 cfs based on model calibration process mass balance
 - Diversions turned off when E-11 flows exceed 7,000 cfs
 - Drought, equipment testing, and maintenance variance releases excluded
 - Buffer Flows: 5-20 cfs on Eel River (E-11), 5 cfs on EBRR (E-16)
 - Gate closure

Russian River Assumptions

- o Daily Time Step
- o Existing Hydrology by USGS flow data
 - o 107-years: WY1911 WY2017
 - Unimpaired inflow calculations from USGS Basin Characterization Model
- Lake Mendocino Storage
 - 2001 Bathymetric Survey (111,000 ac-ft)
- o Current Lake Mendocino Operations
 - 2008 Biological Opinion RPA and 1986 Decision 1610, with 5-20 cfs buffers
 - Minimum flood control release based on existing ACOE rule curve (no FIRO)
 - PVID water supply met by PVP diversions
 - Assumes 8,600 ac-ft of losses between E-16 to Calpella (riparian diversions), none from Calpella to Lake Mendocino
 - Uses Lake Pillsbury inflow as flow index rather than Russian River

Modeling Scenario 2

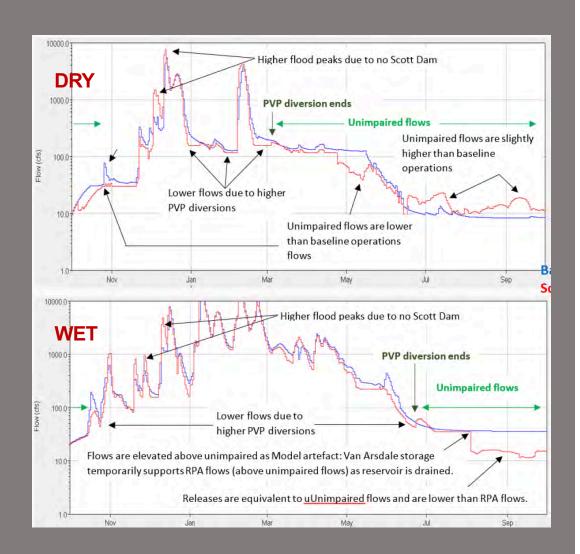
Scott Dam Removed + Run-of-River Winter Diversion at Cape Horn Dam

- Modeling results available for Eel River below CHD, PVP diversion, Lake Mendocino, and Russian River
- Average Eel River flow release volumes below CHD match current conditions (~330,700 af or 80 % of unimpaired)
- Average annual water diversion volumes exceeded current conditions:

78,100 af -> 82,800 af

 Lake Mendocino and Russian River operations matched or performed better than current conditions

IT WORKS!!



Planning Agreement Partnership

❖ May 21, 2019:

PLANNING AGREEMENT TO UNDERTAKE FEASIBILITY STUDY OF A POTENTIAL LICENSING PROPOSAL FOR THE POTTER VALLEY PROJECT

- CalTrout, Sonoma Water, Mendocino County Inland
 Water and Power
- o Humboldt County and Round Valley Indian Tribe
- June 2019 FERC Filing: Pre-Application Document (PAD) & Notice of Intent (NOI)
 - FERC Issued Notice of Continuation of Relicensing













Feasibility Study Phase I

October 2019 - May 2020

- Solicitation (RFQ) and Consultant Selection
 - Regional Entity
 - o Project Plan
 - Restoration Plan
 - o FERC ILP Study Plan
 - o Finance Plan
- o Draft Technical Memos in March 2020
- Currently being revised for public release (~October 1)
- Helped inform the NOI Parties' submittal of Feasibility Study Report
- Feasibility Study Report Submitted to FERC May 13, 2020.

Project Plan Alternatives Evaluated

| Dams In With Generation | Scott Out/Cape Horn In With Generation | Dams Out With Generation |
|-------------------------|---|--------------------------|
| Scott Dam Remains | Scott Dam Removed | Scott Dam Removed |
| Cape Horn Remains | Cape Horn Remains | Cape Horn Removed |

Shared Objectives:

- Minimizing or avoiding adverse impacts to water supply reliability, fisheries, water quality, and recreation
- Improving fish passage & habitat on the Eel River sufficient to support recovery of native anadromous fish populations, including passage at existing dam locations
- Continued hydroelectric generation



https://www.twobasinsolution.org/reports/

Project Plan

- o FERC Project Plan Elements
 - o Scott Dam Removal
 - Lake Pillsbury Sediment Management
 - Lake Pillsbury Vegetation Management
 - Cape Horn dam Fish Passage Modifications
 - Van Arsdale Diversion Modifications
 - o Revised Operations Plan
- Non-FERC Element
 - PVID Water Supply







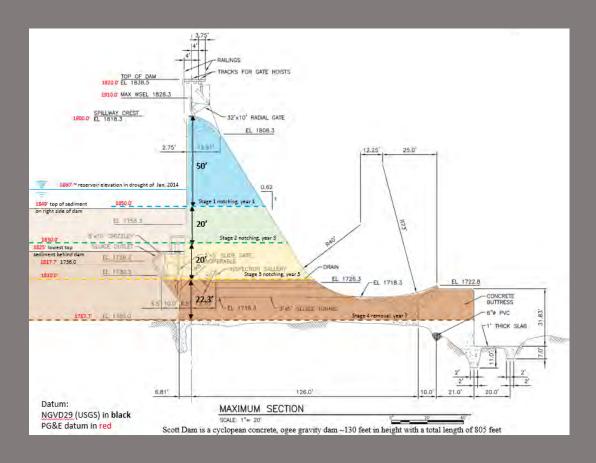






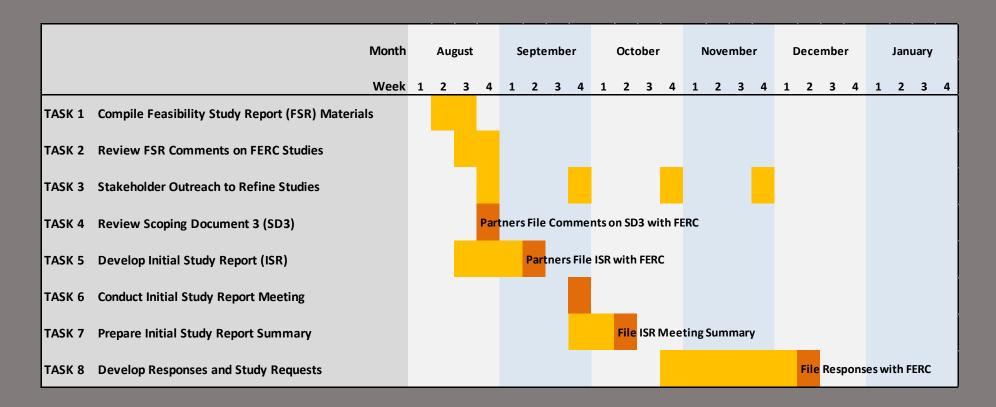
Phase 2: Feasibility Study

May 2020 - June 2021

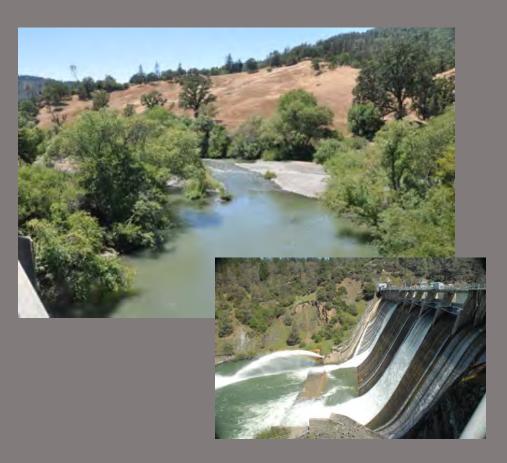


- Release technical information from Phase 1
- o Analyze Project Plan
 - Scott Dam removal as best outcome to achieve fish passage
 - Run-of-River winter diversions to achieve water supply reliability
 - o Minimize impacts of sediment
 - Modify Cape Horn Dam fish passage
 - Improve Van Arsdale flow
 bypass and fish screens
- Refine cost estimates for infrastructure modifications
- o Fisheries Restoration Plan

FERC Integrated License Process (ILP) August 2020 - License Application



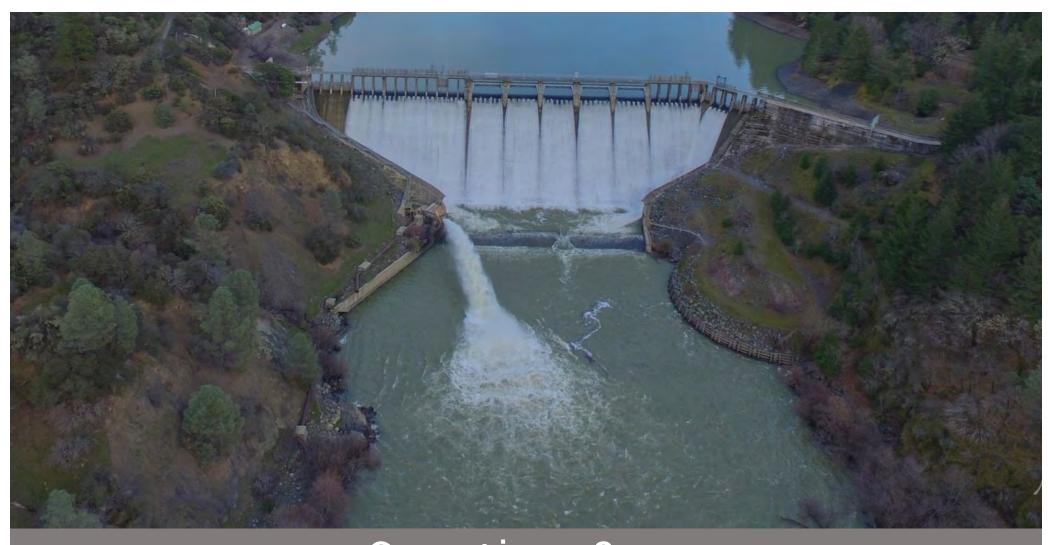
Still to Come



- Development of a Cooperative Agreement among the Partners
- Negotiations with PG&E for funding and asset transfer
- Form Regional Entity
- o Develop Finance Plan
 - o Relicensing Costs
 - Scott Dam Removal
 - Sediment Management
 - o Cape Horn Dam Modifications
 - o Powerhouse Upgrades
 - o Potter Valley Water Supply







Questions?