

FEDERAL ENERGY REGULATORY COMMISSION
Washington, D.C. 20426

OFFICE OF ENERGY PROJECTS

Docket No. HB65-15A-116
Farmington River Power Company

July 21, 2015

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Theodore C. Morris, Esq.
Assistant General Counsel
and Assistant Secretary
Stanley Black & Decker
c/o Farmington River Power Company
701 E. Joppa Road
Towson, MD 21286

Subject: 2015 Annual Headwater Benefits Bill - Farmington River Basin, Docket No. HB65-15A-116

Dear Mr. Morris:

By order issued November 13, 2008, Docket No. HB65-06-1-000,¹ the Commission established annual fees for benefits derived from headwater projects in the Farmington River Basin. The Colebrook federal headwater project benefits your Rainbow Hydroelectric Project. The table below describes the headwater benefits assessment for the period January 1, 2014, through December 31, 2014:

Downstream Project Name	FERC Project No.	Headwater Benefits Assessment
Rainbow	Unlic.	\$13,902.00
Admin. Charges to FERC		\$743.00
Sub-Total		\$14,645.00

¹ *Farmington River Company*, 125 FERC ¶ 62,145 (2008).

The payment thereof is to be considered final until such time that changes in the basin occur that would warrant a reassessment of the determination of the amount owed. Please review the attached instructions to remit payment, either by check or money order, to:

By Mail

Federal Energy Regulatory
Commission
P.O. Box 979010
St. Louis, MO 63197-9000

By Courier

ATTN: Government Lockbox
US Bank
1005 Convention Plaza
SL-MOC1GL
St. Louis, MO 63101

By ACH Credit

Federal Reserve Bank of Richmond
ABA #051036706
FERC's Account #540032
Bill Number

By Wire

Federal Reserve Bank of NYC
ABA # 021030004
BENEFICIARY: FERC 89000004
Bill Number

Payment is due by the date indicated. Payment must reach the Lockbox on or before the due date to prevent the assessment of penalty and administrative charges. FERC staff will not receive correspondence sent to the Lockbox. Make your check or money order payable to the Federal Energy Regulatory Commission. Please write the **Bill Number(s)** on your check or money order. Return the summary sheet with your check or money order. Include **Bill Number(s)** on instructions for ACH transfer. For general information about headwater benefits, visit the Commission's Internet site at: <http://www.ferc.gov/> and follow the links to the hydropower page.

Sincerely,

Kelly Houff
Chief, Engineering Resources Branch
Division of Hydropower Administration
and Compliance

Enclosure

cc: Public Files

Department of the Army (with enclosure)
U.S. Army Corps of Engineers
Resource Management, 3P16
Attn: Glenda F. Hood
441 G Street, N.W
Washington, DC 20314-1000

**CALCULATION SHEET-
RAINBOW PROJECT - FARMINGTON RIVER BASIN**

Replacement Value of Energy

By letter dated July 16, 2015, the Farmington River Power Company provided the replacement value of \$64.58/MWH for the year 2014.

$$\$64.58/\text{MWH} * 0.85 = \$ 54.89/\text{MWH}$$

Assessment = Replacement value of Energy * Average Annual Energy Gains under Docket No. HB65-06-1-000, issued November 13, 2008.

$$\$54.89/\text{MWH} * 982.3 \text{ MWH} = \$53,918.00$$

Annual Headwater Benefits Assessment Calculation

1.	Original Capital Cost	\$8,982,358.00
2.	Interest @ 3.125%	\$ 280,699.00
3.	Depreciation @0.8543%	\$ 76,736.00
4.	Maintenance for the year ²	\$ 280,288.00
5.	Annual 10(f) Cost ³	\$ 637,723.00
6.	10(f) Cost Allocated to Power ⁴	\$ 22,752.00
7.	Assessment due to Replacement value for the 2014 year ⁵	\$ 53,918.00
8.	Assessment due to 10(f) Costs ⁶	\$ 13,902.00
9.	Farmington's Assessment ⁷	\$ 13,902.00

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- 2 Maintenance cost of \$637,018.38 was provided by the Corps on July 2, 2015, via electronic filing.
2014 Maintenance cost is 44% of the Maintenance cost provided by the Corps.
- 3 Annual 10(f) Cost = Interest + Depreciation + Maintenance
- 4 3.56777% of Annual 10(f) Cost
- 5 See above calculation
- 6 $(982.3/1,607.6) * 10(f) \text{ Cost allocated to Power}$
- 7 Smaller of 7 and 8

DISBURSEMENT OF HEADWATER BENEFIT ASSESSMENTS

River Basin: Farmington

Docket Nos.: HB65-15A-116 (Farmington River Power Company)

Disbursement: Department of the Army
U.S. Army Corps of Engineers
Resource Management, 3P16
Attn: Glenda F. Hood
441 G Street, N.W.
Washington, DC 20314-1000

The table below represents the disbursement of the total headwater benefits assessment for the Colebrook River Lake federal reservoir providing energy gains for the period January 1, 2014, through December 31, 2014.

DISBURSEMENT TO THE CORPS OF ENGINEERS:

UPSTREAM RESERVOIR	APPORTIONMENT
Colebrook River Lake	\$13,902.00
Admin. Charges to FERC	\$743.00
TOTAL	\$14,645.00

GENERAL PAYMENT INSTRUCTIONS

Make your check or money order payable to **FERC**. Please write **BILL NUMBER(S)** on your check or money order. Return the summary sheet with your check or money order. Include **BILL NUMBER(S)** on instructions for ACH transfer.

* We must receive your payment at the Lock Box by the due date to avoid penalty and administrative charges. FERC staff will NOT receive correspondence sent to the Lock Box.*

ACH Credit: Federal Reserve Bank of Richmond
ABA Number 051036706
FERC's Account Number 540032
Bill Number

Wire: Federal Reserve Bank of NYC
ABA Number 021030004
BENEFICIARY: FERC 89000004
Bill Number

Courier: US Bank
Attn: Government Lockbox
1005 Convention Plaza
SL-MOC1GL
St. Louis, MO 63101

Mail: Federal Energy Regulatory Commission
P.O. Box 979010
St. Louis, MO 63197-9000

REQUIREMENTS

The basis for the submission of this statement of annual charges is Section 10(e) (annual charges) or 10(f) (headwater benefits assessments) of Part I of the Federal Power Act for licensees and Section 3401 of the Omnibus Budget Reconciliation Act of 1986 for exemptees.

Payment is due 45 days from the statement issue date. Penalty and administrative charges accrue on an unpaid balance after the due date, and possibly assessed monthly. We will place payments made "under protest" in a suspense account until we make a determination on the appeal (and subsequent rehearing, if it is one filed). Making a payment "under protest" alone is not sufficient to appeal the bill.

This statement of annual charges is subject to subsequent correction in case of error, even though you already made the payment. In such event, if the correction shows a decrease in the total charges, you will get a credit on the statement for the following year. If the correction shows an increase, additional remittance will be required, upon notification.

APPEALS

If you believe this statement is incorrect, you must file an appeal with the Chief Financial Officer, no later than 45 days after rendition of the statement. Written appeals may be sent to: Federal Energy Regulatory Commission, Chief Financial Officer, 888 First Street, NE, Washington, DC, 20426. You may call Mr. Norman Richardson at (202) 502-6219 or Ms. Raven Rodriguez at (202) 502-6276, with any questions. You must still make timely payment of the charges assessed to avoid penalty and administrative charges.

REQUESTS FOR REHEARING

For the Commission to consider an argument of law or policy, you must file a Request for Rehearing, no later than 30 days from the Chief Financial Officer's decision on the appeal (18 CFR, 385.713). The request for rehearing is not a stay of the Commission's statement, and if you have not yet paid or, of the disposition result of your appeal, now owe additional sums, you must still pay the charges to avoid any penalty and administrative charges. Send requests for rehearing to: Federal Energy Regulatory Commission, Secretary Kimberly Bose, 888 First Street, NE, Washington, DC, 20426.

FERC's Federal ID: 52-1383541

FEDERAL ENERGY REGULATORY COMMISSION
WASHINGTON, D.C. 20426

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701 E. Joppa Road
Towson, MD 21286

BILL NUMBER:	HB1547	BILLED AMOUNT:	\$14,645.00
INT. RATE:	05.00%		
BILL DATE:	7/21/15		
DUE DATE:	9/04/15		
DOE CID REFERENCE:	HB1547	RECEIPTS:	\$0.00
		TOTAL DUE:	\$14,645.00

Dear Farmington River Power Company:

The attached letter describes the breakdown of annual charges for Headwater Benefits. Payment must be received at our LOCKBOX on or before the due date to avoid the assessment of penalty and administrative charges. If you have any questions regarding payment, please contact Mr. Norman Richardson at (202) 502-6219.