

Parker Davis Project  
Balance Sheet  
As of September 30, 2006

|   | MWD                 | AOF                  | BOR                     | TOTAL                   |
|---|---------------------|----------------------|-------------------------|-------------------------|
| <b>Assets</b>                           |                     |                      |                         |                         |
| <b>Current Assets</b>                   |                     |                      |                         |                         |
| Fund Balance with Treasury              |                     |                      |                         |                         |
| Funds Available                         | 1,143,788.89        | 2,624,575.39         | -                       | 3,768,364.28            |
| Funds Obligated - Unpaid                |                     |                      |                         |                         |
| Undelivered                             | -                   | 1,237,088.57         | -                       | 1,237,088.57            |
| Delivered                               | -                   | 1,125,974.13         | -                       | 1,125,974.13            |
| Total Funds Obligated - Unpaid          | -                   | 2,363,062.70         |                         | 2,363,062.70            |
| Total Fund Balance with Treasury        | 1,143,788.89        | 4,987,638.09         |                         | 6,131,426.98            |
| Accounts Receivable                     | -                   | -                    | (277,527,914.29)        | (277,527,914.29)        |
| <b>Total Current Assets</b>             | <b>1,143,788.89</b> | <b>4,987,638.09</b>  | <b>(277,527,914.29)</b> | <b>(271,396,487.31)</b> |
| <b>Long-Term Assets</b>                 |                     |                      |                         |                         |
| Construction in Progress                | 32,548.95           | 15,009.23            | -                       | 47,558.18               |
| <b>Fixed Assets</b>                     |                     |                      |                         |                         |
| Equipment                               | -                   | 111,461.95           | 606,922.31              | 718,384.26              |
| Less Accumulated Depreciation           | -                   | (24,581.31)          | (528,121.25)            | (552,702.56)            |
| Net Equipment                           | -                   | 86,880.64            | 78,801.06               | 165,681.70              |
| <b>Structures</b>                       |                     |                      |                         |                         |
| Parker Dam & Reservoir                  | -                   | -                    | 7,792,232.66            | 7,792,232.66            |
| Parker Power Plant                      | 3,960,160.33        | 3,960,160.33         | 11,904,550.60           | 19,824,871.26           |
| Parker Power Switchyard                 | -                   | -                    | 2,229,363.56            | 2,229,363.56            |
| Less Accumulated Depr Parker            | (294,505.13)        | (294,505.12)         | (21,926,146.82)         | (22,515,157.07)         |
| Net Parker Structures                   | 3,665,655.20        | 3,665,655.21         | -                       | 7,331,310.41            |
| Davis Dam & Reservoir                   | -                   | -                    | 41,565,636.81           | 41,565,636.81           |
| Davis Power Plant                       | -                   | 6,568,173.11         | 25,306,745.95           | 31,874,919.06           |
| Davis Power Switchyard                  | -                   | -                    | 2,279,178.62            | 2,279,178.62            |
| Less Accumulated Depr Davis             | -                   | (896,549.08)         | (68,085,278.17)         | (68,981,827.25)         |
| Net Davis Structures                    | -                   | 5,671,624.03         | 1,066,283.21            | 6,737,907.24            |
| Total Structures                        | 3,665,655.20        | 9,337,279.24         | 1,066,283.21            | 14,069,217.65           |
| Land & Land Rights                      | -                   | -                    | 845,415.00              | 845,415.00              |
| <b>Total Long-Term Assets</b>           | <b>3,698,204.15</b> | <b>9,439,169.11</b>  | <b>1,990,499.27</b>     | <b>15,127,872.53</b>    |
| <b>Total Assets</b>                     | <b>4,841,993.04</b> | <b>14,426,807.20</b> | <b>(275,537,415.02)</b> | <b>(256,268,614.78)</b> |
| <b>Liabilities</b>                      |                     |                      |                         |                         |
| <b>Current Liabilities</b>              |                     |                      |                         |                         |
| Accounts Payable                        | -                   | 555,114.70           | -                       | 555,114.70              |
| Contract Holdbacks                      | -                   | 5,000.00             | -                       | 5,000.00                |
| Accrued Other Liabilities               | -                   | -                    | -                       | -                       |
| Accrued Funded Leave                    | -                   | 139,741.00           | -                       | 139,741.00              |
| Post-Employment Benefits Payable        | -                   | 426,118.43           | -                       | 426,118.43              |
| Advances                                | 658,905.96          | 3,022,638.96         | -                       | 3,681,544.92            |
| Contingent Liabilities                  | -                   | -                    | -                       | -                       |
| <b>Total Liabilities</b>                | <b>658,905.96</b>   | <b>4,148,613.09</b>  | <b>-</b>                | <b>4,807,519.05</b>     |
| <b>Net Assets</b>                       |                     |                      |                         |                         |
| Current Results of Operations           | -                   | (111,317.82)         | 2,438,875.48            | 2,327,557.66            |
| Prior Results of Operation              | 484,882.93          | 950,342.82           | (279,966,789.77)        | (278,531,564.02)        |
| Capitalized Assets                      | 3,698,204.15        | 9,439,169.11         | 1,990,499.27            | 16,129,582.70           |
| <b>Total Net Assets</b>                 | <b>4,183,087.08</b> | <b>10,278,194.11</b> | <b>(275,537,415.02)</b> | <b>(260,074,423.66)</b> |
| <b>Total Liabilities and Net Assets</b> | <b>4,841,993.04</b> | <b>14,426,807.20</b> | <b>(275,537,415.02)</b> | <b>(256,268,614.78)</b> |