



United States Department of the Interior

BUREAU OF RECLAMATION
Mid-Pacific Regional Office
2800 Cottage Way
Sacramento, California 95825-1898

IN REPLY
REFER TO:

MP-3400
WTR-4.00

Oct. 01, 2004

Subject: Statement of Central Valley Project (CVP) Cumulative Municipal and Industrial Operations for the Fiscal Year Ending September 30, 2003

Dear Water Contractor:

Enclosed is a statement of the cumulative financial results of operations applicable to your CVP Municipal and Industrial water service contract as of September 30, 2003. This statement is provided for informational purposes and is not a bill.

The statement shows the beginning cumulative balances from the prior fiscal year, an adjustment to the prior year ending balances due to Sugar Pine/Sly Park D&R title transfers, the current fiscal year results of operations, the ending capital repayment and deficit balances, as applicable, as of September 30, 2003. The statement reflects interest accrued and voluntary payments through fiscal year 2003.

As indicated above, the enclosed statement is provided for informational purposes only and is not a bill. However, if you wish to voluntarily reimburse the Bureau of Reclamation for all or a portion of your deficit(s), if any, please contact Ms. Masako Altman at 916-978-5365 to determine the appropriate payoff amount as interest continues to accrue from September 30, 2003, until Reclamation receives payment. Such payments should be remitted to the Bureau of Reclamation, File No. 11546, P.O. Box 60000, San Francisco, CA 94160-1546. A copy of the documents supporting the payment should also be sent to the attention of Ms. Altman at the Bureau of Reclamation's Mid-Pacific Regional Office, 2800 Cottage Way – MP-3400, Sacramento, CA 95825-1898. Please state that the payment is to be applied to your deficit account on your transmittal and remittance.

Any questions concerning the foregoing should be addressed to Ms. Altman at the above address, at 916-978-5365, TDD 916-978-5608 or maltman@mp.usbr.gov.

Sincerely,

/S/

Lawrence J. Bauman
Manager, Ratesetting Services

Enclosure