

CENTRAL VALLEY PROJECT
CFO ADJUSTMENT DEFERRED AND ASSOCIATED CONTRACTORS PFR ADJUSTMENT
2006 M&I WATER RATES

Note: PFR credit does not include an adjustment for past interest charges.

Facility/Contractor	CFO Adjustment 1/	PFR Credit 1/	Net 1/	Annual Cost	Annual PFR Adjustment Cost 2/	Adjusted Annual Cost	Projected 2006 Deliveries (Sch A-12)	20 % of Contract Maximum	CFO/PFR Adjustment Rate
<u>Black Butte D & R</u>									
County of Colusa	522.15	10.42	511.73	102.35	0.36	102.70	32	8	3.21
Elk Creek CSD	175.01	3.88	171.13	34.23	(0.03)	34.20	15	3	2.28
US Forest Service - BB							45	9	
Whitney Const Inc.	746.64	6.97	739.67	147.93	(0.26)	147.68	25	5	5.91
Total BB D & R	<u>1,443.80</u>	<u>21.27</u>	<u>1,422.53</u>	<u>284.51</u>	<u>0.07</u>	<u>284.57</u>			
<u>Clear Creek Unit</u>									
Clear Creek CSD	22,670.70	518.35	22,152.35	4,430.47	0.09	4,430.56	1,909	2,060	2.15
<u>Contra Costa Canal</u>									
Contra Costa WD									
<u>Cow Creek Unit</u>									
Bella Vista WD	5/ 39,294.52	964.75	38,329.76	7,665.95	(0.06)	7,665.89	3,981	1,516	2.11
<u>Cross Valley Canal</u>									
County of Fresno	504.25	26.61	477.64	95.53	(1.35)	94.18	300		0.31
County of Tulare									
Total CV Canal	<u>504.25</u>	<u>26.61</u>	<u>477.64</u>	<u>95.53</u>	<u>(1.35)</u>	<u>94.18</u>			
<u>Delta-Mendota Canal</u>									
Byron Bethany ID	6/ 2,481.15	190.88	2,290.27	458.05	2.97	461.02	780	208	0.59
City of Tracy									
Del Puerto WD									
Department of VA	113.54	8.24	105.30	21.06	(0.04)	21.02	60	90	0.23
Panoche WD - DMC									
San Luis WD - DMC									
Total DM Canal	<u>2,594.69</u>	<u>199.12</u>	<u>2,395.57</u>	<u>479.11</u>	<u>2.93</u>	<u>482.04</u>			
<u>Folsom D & R</u>									
City of Roseville									
El Dorado ID - FD&R	88,830.35	1,900.80	86,929.55	17,385.91	(0.05)	17,385.86	6,414	1,510	2.71
Sacramento County WA	596.15	20.48	575.66	115.13	0.12	115.25	3,106	4,400	0.03
San Juan WD	124,531.86	2,205.44	122,326.42	24,465.28	(0.39)	24,464.89	3,067	4,840	5.05
Total Folsom D & R	<u>213,958.36</u>	<u>4,126.72</u>	<u>209,831.63</u>	<u>41,966.33</u>	<u>(0.32)</u>	<u>41,966.01</u>			
<u>Folsom-South Canal</u>									
East Bay MUD	333,065.16	9,582.85	323,482.31	64,696.46	0.71	64,697.17	43,665	11,000	1.48
Sacramento MUD	106,746.12	4,124.98	102,621.15	20,524.23	30.00	20,554.22	29,257	12,000	0.70
Total FS Canal	<u>439,811.29</u>	<u>13,707.83</u>	<u>426,103.45</u>	<u>85,220.69</u>	<u>30.71</u>	<u>85,251.40</u>			

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<u>Friant Dam</u>									
County of Madera	1,126.55	75.64	1,050.91	210.18	0.16	210.34	114	40	1.85
Fresno County WW #18	1,740.44	821.45	918.99	183.80	45.86	229.66	150	30	1.53
Total Friant Dam	2,866.98	897.09	1,969.89	393.98	46.02	440.00			
<u>Friant-Kern Canal</u>									
Arvin-Edison WSD									
City of Fresno	582,056.74	51,442.84	530,613.90	106,122.78	(4,317.79)	101,804.99	59,516	12,000	1.71
City of Lindsay	27,970.68	1,091.40	26,879.28	5,375.86	(6.65)	5,369.21	1,867	500	2.88
City of Orange Cove									
Delano-Earlimart ID									
Lindsay-Strathmore ID									
Shafter-Wasco ID									
Terra Bella ID									
Total FK Canal	610,027.42	52,534.24	557,493.18	111,498.64	(4,324.44)	107,174.20			
<u>Sacramento River</u>									
City of Redding - SR	49,284.59	1,369.24	47,915.35	9,583.07	0.06	9,583.13	2,968	752	3.23
City of West Sacramento	35,623.82	1,059.74	34,564.07	6,912.81	(0.06)	6,912.75	7,260	1,936	0.95
Diamond Lands Corp.	2,068.85	87.95	1,980.90	396.18	(0.01)	396.17	173	46	2.30
Lake California P.O.A.	2,389.30	56.50	2,332.81	466.56	0.38	466.94	200	40	2.33
Riverview Golf & CC	366.98	8.38	358.60	71.72	0.10	71.82	25	5	2.87
Total Sacramento River	89,733.54	2,581.81	87,151.73	17,430.35	0.45	17,430.80			
<u>San Felipe Unit</u>									
SB County WD - IB									
SC Valley WD - IB	1,063,230.34	33,374.35	1,029,855.98	205,971.20	(141.66)	205,829.53	97,500	26,000	2.11
Total SF Unit	1,063,230.34	33,374.35	1,029,855.98	205,971.20	(141.66)	205,829.53			
<u>San Luis Canal - Fresno</u>									
City of Avenal	26,519.33	2,453.55	24,065.78	4,813.16	(9.86)	4,803.29	2,625	700	1.83
City of Coalinga									
City of Huron	12,225.72	1,902.63	10,323.09	2,064.62	(77.09)	1,987.53	822	600	2.42
State of CA	83.40	11.72	71.68	14.34	(0.32)	14.02	8	2	1.75
Westlands WD									
Total SLC - Fresno	38,828.44	4,367.89	34,460.55	6,892.11	(87.27)	6,804.83			

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<u>San Luis Canal - Tracy</u>									
Broadview WD	283.80	22.49	261.31	52.26	0.37	52.63	15	4	3.51
Pacheco WD - SLC									
Panoche WD - SLC									
San Luis WD - SLC									
Total SLC - Tracy	<u>283.80</u>	<u>22.49</u>	<u>261.31</u>	<u>52.26</u>	<u>0.37</u>	<u>52.63</u>			
<u>Shasta Dam</u>									
Centerville CSD	147.07		147.07	29.41		29.41	1,504	580	0.02
Mountain Gate CSD	5/ 4,084.92	110.01	3,974.91	794.98	0.50	795.48	898	270	2.29
Shasta CWA	5/ 13,646.16	392.67	13,253.49	2,650.70	0.17	2,650.86	292	104	2.26
Total Shasta Dam	<u>17,878.15</u>	<u>502.68</u>	<u>17,375.47</u>	<u>3,475.09</u>	<u>0.67</u>	<u>3,475.76</u>			
<u>Spring Creek Conduit</u>									
City of Redding - SCC	10,155.26	333.54	9,821.71	1,964.34	(0.11)	1,964.23	4,540	1,098	0.43
Shasta CWA (Shasta County #25) 7/	1,657.38	41.24	1,616.14	323.23	0.06	323.29	195	100	1.66
Shasta CSD	7,644.43	197.14	7,447.29	1,489.46	0.03	1,489.49	667	200	2.23
Total SC Conduit	<u>19,457.07</u>	<u>571.92</u>	<u>18,885.15</u>	<u>3,777.03</u>	<u>(0.02)</u>	<u>3,777.01</u>			
<u>Tehama-Colusa Canal</u>									
Colusa County WD	271.21	8.83	262.38	52.48	0.21	52.68	113	30	0.47
<u>Toyon Pipeline</u>									
City of Redding - TP									
City of Shasta Lake									
US Forest Service	129.71	8.29	121.42	24.28	(1.43)	22.86	10	2	2.29
Total Toyon Pipeline	<u>129.71</u>	<u>8.29</u>	<u>121.42</u>	<u>24.28</u>	<u>(1.43)</u>	<u>22.86</u>			
Sub Total	<u>2,562,984.27</u>	<u>114,434.26</u>	<u>2,448,550.01</u>	<u>489,710.00</u>	<u>(4,475.04)</u>	<u>485,234.96</u>			
Foresthill PUD	3/ 9,575.57		9,575.57	1,915.11					
Other	15,430.88	6,874.00	8,556.88	1,711.38					
Grand Total	<u>2,587,990.71</u>	<u>121,308.26</u>	<u>2,466,682.46</u>	<u>493,336.49</u>	<u>(4,475.04)</u>	<u>485,234.96</u>			

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FOOTNOTES

1/	CFO Adjustment	PFR Credit	Net
Balance as of 9/30/2001 (2003 Water Rates, Sch A-2A)	2,632,476.56	129,524.16	2,502,952.40
Less: Adjustment (included in 2002 accounting - 2004 Water Rates, Sch B-1)			
City of Orange Cove	12,734.05	3,188.39	9,545.66
City of Redding - TP	925.55	770.22	155.33
City of Shasta Lake	30,826.25	4,257.29	26,568.96
	<u>44,485.85</u>	<u>8,215.90</u>	<u>36,269.95</u>
Adjusted Balance as of 9/30/2001 (2005 Water Rates, Sch A-2Ab)	<u>2,587,990.71</u>	<u>121,308.26</u>	<u>2,466,682.45</u>

2/ Adjustment to the FY 2003 PFR Adjustment Allocation was made in the 2004 Water Rates. Annual PFR adjustment cost is calculated by dividing the adjustment amount by the remaining four years.
Ref: PFR M&I INT CHRGR ADJ SUMMARY (2004 Water Rates)

3/ Contractor is no longer included under the permanent contractors. The contractor's share of CFO adjustment is included in water marketing beginning with the fiscal year 2004 accounting.
(2004 - \$ 3,830.24, 2005 through 2007 - \$ 1,915.11 annually)

4/ Adjusted Annual Cost	485,234.96
Deferred Amount to be included in the 2005 through 2007 accountings	X <u>3</u> 1,455,704.89
Foresthill PUD - to be included in the 2005 through 2007 accountings	5,745.34
Other	8,556.88
Per M&I Application of CFO & PFR Audit Adj. analysis at 9/30/04	<u>1,470,007.11</u>

5/ CFO/PFR Adjustment Rate has been adjusted due to the assignment. See Sch A-12 and A-6A for details.

	Adjusted Annual Cost	Adjustment	Total	Projected 2006 Deliveries	20% of Contract Maximum	CFO/PFR Adjustment Rate
Bella Vista WD	7,665.89	729.62	8,395.51	3,981	1,516	2.11
Mountain Gate CSD	795.48	1,262.32	2,057.80	898	270	2.29
Shasta CWA	2,650.86	(1,991.94)	658.93	292	104	2.26

6/ Formerly Plain View WD

7/ Full assignment from Shasta County #25 to Shasta County Agency was executed in fiscal year 2005.