

**CENTRAL VALLEY PROJECT
SCHEDULE OF M&I UNPAID CAPITAL COSTS BY COMPONENT AND/OR FACILITY
AS OF SEPTEMBER 30, 2004
2006 SPECIAL WATER RATES**

Component / Facility	Total Capital at 9/30/2004 6/	Ratio of Total	Allocation of Capital Repayment at 9/30/2004 1/	Net Unpaid Capital at 9/30/2004	Unpaid Capital Annualized Costs 25 Remaining Years	Annual Interest @ 0.024038	8/	FY 2006 Projected Deliveries (Sch. S-6)	Unpaid Capital Rate Per Acre Foot			
									Capital Only	Interest	Total	
Storage												
San Felipe Unit	6,335,811	5/	0.042542	3,124,595	3,211,216	128,449	77,192	102,098	1.26	0.76	2.02	
All Other Contractors	31,250,359		0.209830	15,411,560	15,838,798	633,552	380,735	320,464	1.98	1.19	3.17	
Total Storage	37,586,170		0.252371	18,536,156	19,050,014							
Conveyance												
Contra Costa Canal System	17,822,456		3/	17,822,456	3/				3/	3/	3/	
All Other Contractors	51,004,055		0.342465	25,153,377	25,850,678	1,034,027	621,403	271,201	3.81	2.29	6.10	
Total Conveyance	68,826,511		0.342465	25,153,377	43,673,133							
Conveyance Pumping												
Dos Amigos Pumping Plant												
Capital only	215,670		0.001448	106,361	109,310	4,372	2,628	12,602	7/	0.35	0.21	0.56
PUE only	405,900		0.002725	200,176	205,725	8,229	4,945	13,575		0.61	0.36	0.97
										0.96	0.57	1.53
O'Neill P-Generator/Pumping Plant												
Capital only	1,378,345		0.009255	679,750	698,594	27,944	16,793	115,129		0.24	0.15	0.39
PUE only	1,229,482		0.008255	606,336	623,146	24,926	14,979	115,129		0.22	0.13	0.35
										0.46	0.28	0.74
Tracy Pumping Plant												
Friant Kern/Madera												
Capital only	676,033	4/	0.004539	333,396	342,638	13,706	8,236	64,384	9/	0.21	0.13	0.34
PUE only	2,979,634	4/	0.020007	1,469,449	1,510,185	60,407	36,302	64,384	9/	0.94	0.56	1.50
										1.15	0.69	1.84
All Other Contractors												
Capital only	1,206,961	4/	0.008104	595,230	611,731	24,469	14,705	125,596	10/	0.19	0.12	0.31
PUE only	5,319,711	4/	0.035719	2,623,492	2,696,219	107,849	64,812	125,596	10/	0.86	0.52	1.38
										1.05	0.64	1.69
Total Conveyance Pumping	13,411,737		0.090053	6,614,190	6,797,547							

**CENTRAL VALLEY PROJECT
SCHEDULE OF M&I UNPAID CAPITAL COSTS BY COMPONENT AND/OR FACILITY
AS OF SEPTEMBER 30, 2004
2006 SPECIAL WATER RATES**

Component / Facility	Total Capital at 9/30/2004 6/	Ratio of Total	Allocation of Capital Repayment at 9/30/2004 1/	Net Unpaid Capital at 9/30/2004	Unpaid Capital Annualized Costs 25 Remaining Years	Annual Interest @ 0.024038 8/	FY 2006 Projected Deliveries (Sch. S-6)	Unpaid Capital Rate Per Acre Foot		
								Capital Only	Interest	Total
Direct Pumping										
Colusa County WD Relift PP	2,375	0.000016	1,171	1,204	48	29	113	0.43	0.26	0.69
Contra Costa PP (Contra Costa WD)	4,364,232	0.029304	2,152,283	2,211,949	88,478	53,171	90,870	0.97	0.59	1.56
Kanawha WD	41	0.000000	21	21	1	1	15	0.06	0.03	0.09
Pleasant Valley PP (City of Coalinga)	195,843	0.001315	96,583	99,260	3,970	2,386	6,789	0.58	0.35	0.93
Pleasant Valley WD Canalside Relift PP	22,164	0.000149	10,931	11,233	449	270	6,789	0.07	0.04	0.11
San Benito County WD										
Gianelli, WR PGP	310,760	0.002087	153,256	157,505	6,300	3,786				
Pacheco PP	182,393	0.001225	89,950	92,443	3,698	2,222				
Total San Benito County WD	493,154	0.003311	243,206	249,948	9,998	6,008	4,598	2.17	1.31	3.48
Santa Clara Valley WD										
Coyote PP	984,452	0.006610	485,497	498,955	19,958	11,994				
Gianelli, WR PGP	5,827,586	0.039129	2,873,957	2,953,628	118,145	71,000				
Pacheco PP	3,420,361	0.022966	1,686,800	1,733,562	69,342	41,672				
Total Santa Clara WD	10,232,399	0.068705	5,046,254	5,186,145	207,446	124,665	97,500	2.13	1.28	3.41
San Luis WD Canalside Relift PP	167,469	0.001124	82,589	84,879	3,395	2,040	465	7.30	4.39	11.69
Shasta Pumping Plant (City of Shasta Lake)	521,618	0.003502	257,243	264,375	10,575	6,355	2,494	4.24	2.55	6.79
State Delta PP (Cross Valley Canal)	23,594	0.000158	11,636	11,958	478	287	973	0.49	0.30	0.79
Westlands WD Relifts	644,723	0.004329	317,954	326,769	13,071	7,855	2,250	5.81	3.49	9.30
Wintu PP (Bella Vista WD)	684,462	0.004596	337,552	346,910	13,876	8,339	3,981	3.49	2.09	5.58
Total Direct Pumping	17,352,073	0.116510	8,557,422	8,794,651	351,786					
Subtotal	137,176,490	0.801399	58,861,144	78,315,346	2,419,716					
Other Costs										
Deferred Interest Capitalized	21,275,569	5/ 0.142854	10,492,351	10,783,218	431,329	259,209				
Programmatic EIS Capitalized	3,611,547	5/ 0.024250	1,781,086	1,830,461	73,218	44,001				
All others	4,690,862	5/ 0.031497	2,313,366	2,377,496	95,100	57,151				
Total Other Costs	29,577,977	0.198601	14,586,802	14,991,176	599,647	360,360	505,019	1.19	0.71	1.90
Total	166,754,467	1.000000	73,447,946	93,306,521	3,019,363					
San Felipe Out-Of-Basin										
Conveyance	209,723,737	0.840842	5,012,349	204,711,389	6,603,593	7,164,899	102,098	64.68	70.18	134.86
Direct Pumping	39,697,355	0.159158	948,758	38,748,598	1,249,955	1,356,201	102,098	12.24	13.28	25.52
Total San Felipe Out-Of-Basin	249,421,093	1.000000	5,961,106	243,459,986	7,853,548	8,521,100				

**CENTRAL VALLEY PROJECT
SCHEDULE OF M&I UNPAID CAPITAL COSTS BY COMPONENT AND/OR FACILITY
AS OF SEPTEMBER 30, 2004
2006 SPECIAL WATER RATES**

FOOTNOTES:

- 1/ Refer to M&I Water Rates, Schedule A-2B. Total Allocation of Capital Repayment amount includes the assigned revenues for City of Tracy.
2/ Refer to M&I Water Rates, Schedule A-7
3/ In accordance with Contra Costa's amendatory contract (dated May 26, 1994) payment of their specific facilities is being handled through a repayment contract.
4/ Suballocation of Tracy Pumping Plant costs:

	Historical & Projected Deliveries (1981-2030) <i>2/</i>	Ratio	M&I Capital Costs at 9/30/2004	Project Use Energy		
				BOR	DOE	Total
Tracy Pumping Plant:						
Delta-Mendota Exchange	3,356,205	0.359020	676,033	1,588,174	1,391,460	2,979,634
All Other Contractors	<u>5,992,025</u>	<u>0.640980</u>	<u>1,206,961</u>	<u>2,835,458</u>	<u>2,484,253</u>	<u>5,319,711</u>
Total	<u>9,348,230</u>	<u>1.000000</u>	<u>1,882,994</u> <i>a/</i>	<u>4,423,632</u> <i>a/</i>	<u>3,875,713</u> <i>a/</i>	<u>8,299,345</u> <i>a/</i>
<i>a/</i> Tracy Pumping Plant - Conveyance Pumping:						
			Total Capital	10,182,339	6/	
			less: BOR PUE	4,423,632	6/	
			less: DOE PUE	<u>3,875,713</u>	6/	
			Capital Allocation	<u>1,882,994</u>		

- 5/ Refer to M&I Water Rates, Schedule A-4
6/ Refer to M&I Water Rates, Schedule A-5
7/ Cross Valley Canal contractors are charged for PUE capital component only. Therefore their deliveries are not included in determining the "Capital only" rate.
8/ Refer to M&I Water Rates, Schedule A-13
9/ Includes Friant Dam and Friant-Kern Canal
10/ Total Conveyance Pumping for Tracy Pumping Plant less Delta Mendota Exchange