

## FIVE-YEAR SUMMARY OF FUND BALANCES

CASH BASIS (Dollars in millions)	Fiscal Year Ended June 30,				
	2006	2005	2004	2003	2002
<b>Unrestricted Funds:</b>					
For working capital purposes:					
General Fund <sup>(1)</sup>	\$ 1	\$ 4	\$ 1	\$ 1	\$ —
Water Revenue Remainder Fund	159	153	159	148	133
Designated for other purposes:					
Refurbishment and Replacement Fund	95	95	84	74	64
Water Rate Stabilization Fund	98	184	177	239	186
Water Stewardship Fund	26	16	—	—	—
<b>Total Unrestricted Funds</b>	<b>379</b>	<b>452</b>	<b>421</b>	<b>462</b>	<b>383</b>
<b>Restricted and Trust Funds:</b>					
Revenue Bond Reserve Fund (Senior-Lien & Junior-Lien Bonds)	111	104	92	52	46
Revenue Bond Interest & Principal Funds	88	76	76	91	91
General Obligation Bond Interest, Principal and Redemption Funds	11	11	12	17	15
State Water Contract Fund	60	58	68	59	61
Operation and Maintenance Fund	132	125	122	108	105
Self Insurance Retention	25	25	25	25	25
Revenue Bond Construction Fund	77	206	91	45	170
Center for Water Education—Construction Grants	—	3	—	—	—
Commercial Paper Note Construction Fund	—	—	—	—	—
Iron Mountain Landfill Closure/Postclosure Maintenance Fund	1	1	1	1	1
Water Rate Stabilization Fund <sup>(2)</sup>	—	—	26	22	—
Other Trust Funds <sup>(3)</sup>	53	46	51	42	29
Water Transfer Fund	41	104	112	102	70
<b>Total Restricted and Trust Funds</b>	<b>599</b>	<b>759</b>	<b>676</b>	<b>564</b>	<b>613</b>
Employees Deferred Compensation Fund <sup>(4)</sup>	—	—	—	44	42
<b>Total Funds<sup>(5)</sup></b>	<b>\$ 978</b>	<b>\$ 1,211</b>	<b>\$ 1,097</b>	<b>\$ 1,070</b>	<b>\$ 1,038</b>

(1) Excludes trust account balances which are considered restricted funds; includes Center for Water Education.

(2) Amount required for cash defeasance early in the following fiscal year.

(3) Includes General Fund Trust account balances.

(4) In November 2003, the Employees Deferred Compensation Fund was transferred to a third-party administrator.

(5) Total Fund balances exclude fair value and cash overdraft adjustments which are reflected as total cash and investments, at fair value in the audited basic financial statements.