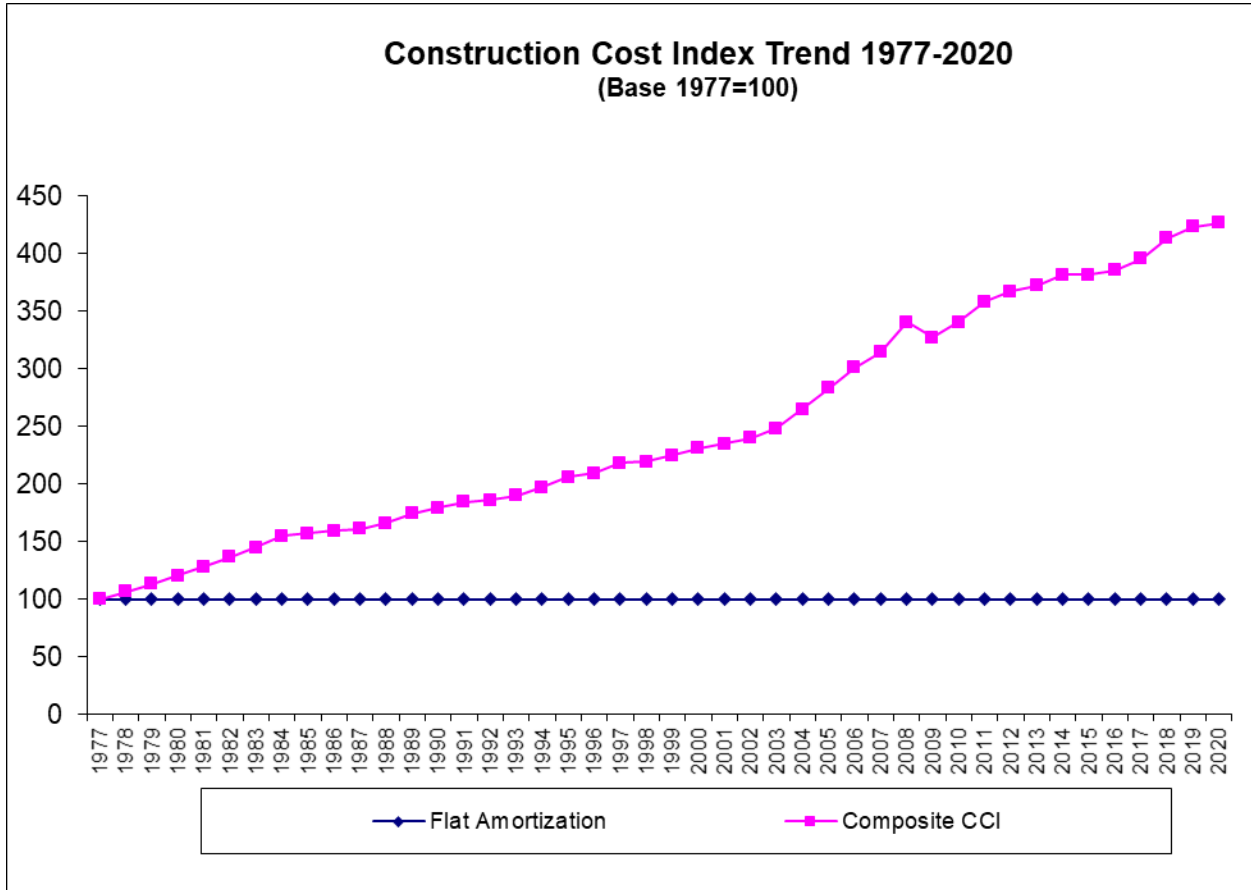


Appendix III
 Overview and Update on the Status of Reserves



Source: US Department of the Interior, Bureau of Reclamation, Construction Cost Trends

The above chart illustrates the impact of Construction Cost Index (CCI) on an asset that was purchased in 1977 for \$100 thousand. By July of year 2020, the cost to replace the same asset would be \$426 thousand which is 4.2 times higher than the historical cost. The average annual increase over this period was 3.5%.