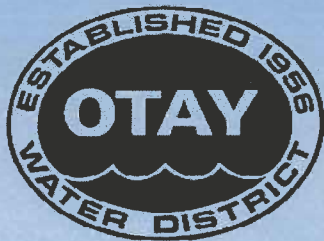
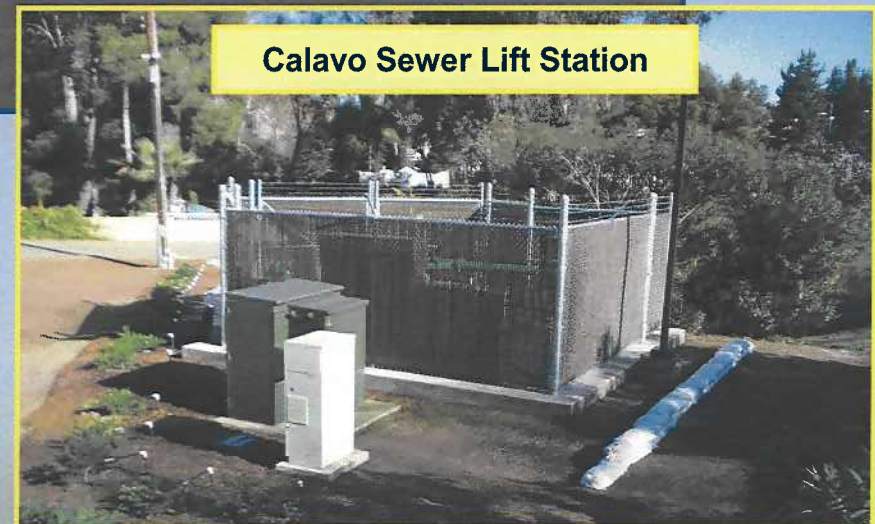


CAPITAL IMPROVEMENT PROGRAM



**Fiscal Year 2009
Second Quarter**
(through December 31, 2008)



Background

The approved CIP budget for Fiscal Year 2009 consists of **66** projects that total **\$31 million**. These projects are broken down into four categories:

1. Capital Facilities: **\$ 23.0 million**
2. Replacement/Renewal: **\$ 5.8 million**
3. Capital Purchases: **\$ 1.6 million**
4. Developer Reimbursement: **\$.6 million**

Overall expenditures through the Second Quarter totaled **\$8.2 million** which is **27%** of the Fiscal Year 2009 budget. The current Fiscal Year forecast expenditure of **\$23.6 million** is **77%**. The decrease in projected expenditures is due primarily to a delay in the 36-inch Pipeline Project (CIP 2009).

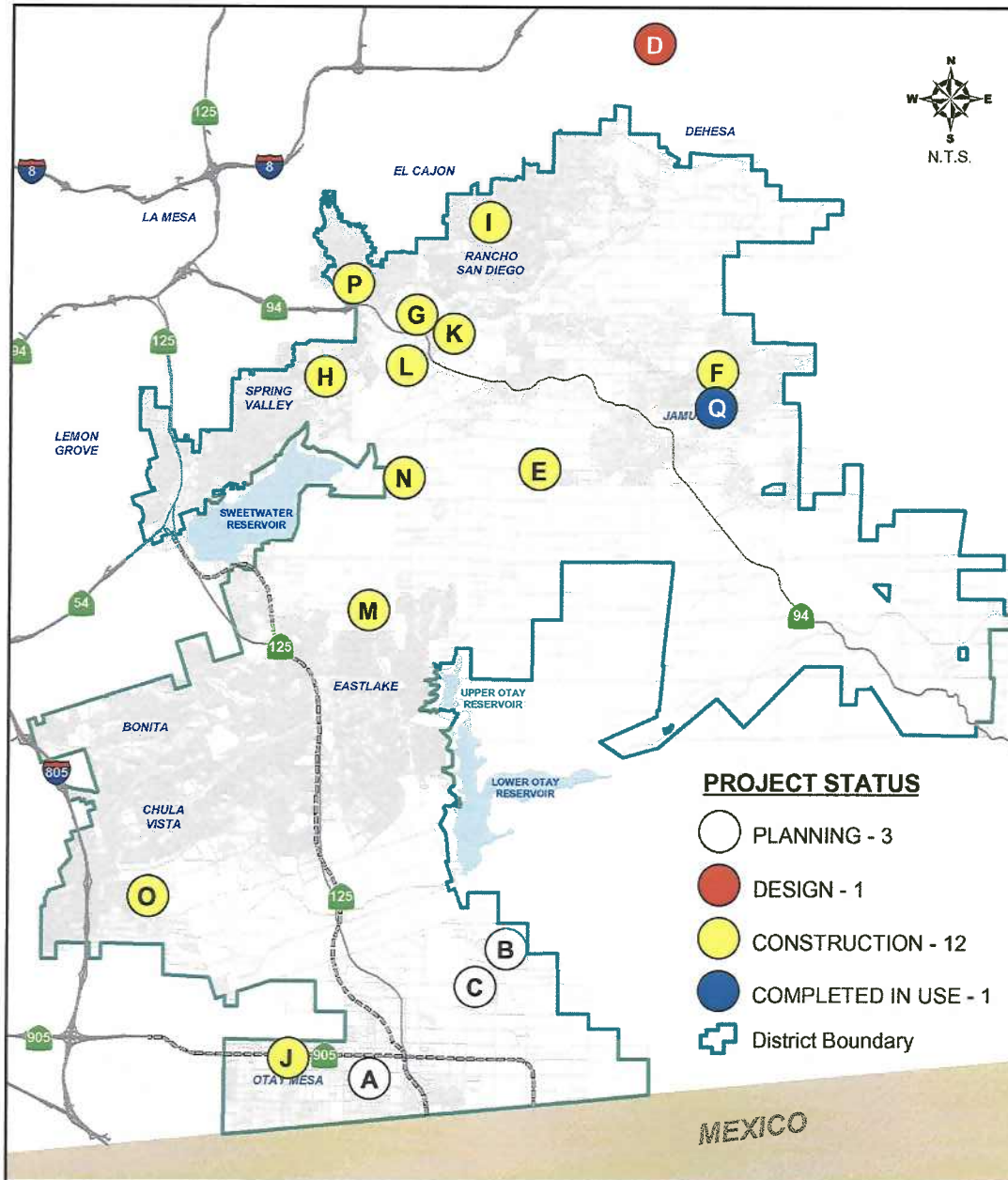
Construction change orders are at -0.63%.

Second Quarter Fiscal Year 2009 Report

(through December 31, 2008)

CIP Cat	Description	FY09 Budget	FY09 Expenditures	% FY09 Budget Spent	Total LTD Budget	Total LTD Expenditures	LTD % Budget Spent
1	Capital Facilities	\$22,992,000	\$5,326,000	23%	\$135,425,000	\$40,987,000	30%
2	Replacement/Renewal	\$5,834,000	\$2,095,000	36%	\$31,558,000	\$13,797,000	44%
3	Capital Purchases	\$1,553,000	\$283,000	18%	\$9,438,000	\$3,470,000	37%
4	Developer Reimbursement	\$640,000	\$529,000	83%	\$6,420,000	\$1,226,000	19%
	Total:	\$31,019,000	\$8,233,000	27%	\$182,841,000	\$59,480,000	33%

Major CIP Projects



MAJOR CIP PROJECTS



- (A)** P2129 Ground Water Exploration Program
- (B)** R2034 Res - 860-1 Recycled Reservoir 4.0 MG
- (C)** R2058, R2077, R2087, R2088 Recycled Water Pipelines
- (D)** P2009 PL-36" SDCWA Otay FCF No. 14 to OWD Regulatory Site
- (E)** P2143 Res - 1296-3 Reservoir 2.0 MG
- (F)** P2172 1485-1 Pump Station Replacement
- (G)** P2185 Res - 640-1 & 640-2 Reservoirs 20.0 MG
- (H)** P2191 Res - 850-4 Reservoir 2.2 MG
- (I)** P2038, P2356, P2387 12" Pipeline Upsize and Replacement
- (J)** P2440 SR905 Utility Relocations
- (K)** P2465 Reg Site Material Storage Bins and Equipment Cover Relocation
- (L)** R2053 Reclamation Plant Office Building and Recycled Operators Offices
- (M)** R2081 RecPL-20-Inch, 944 Zone, Lane Ave - Proctor Valley Rd/Pond No. 1
- (N)** R2086 RWCWRF Recycled Water Force Main Upgrade
- (O)** R2092 450-1 Reservoir Disinfection Facility
- (P)** S2015 Calavo Sewer Lift Station
- (Q)** P2459 Olive Vista Drive Utility Relocations

PROJECT STATUS

- PLANNING - 3
- DESIGN - 1
- CONSTRUCTION - 12
- COMPLETED IN USE - 1
- District Boundary

