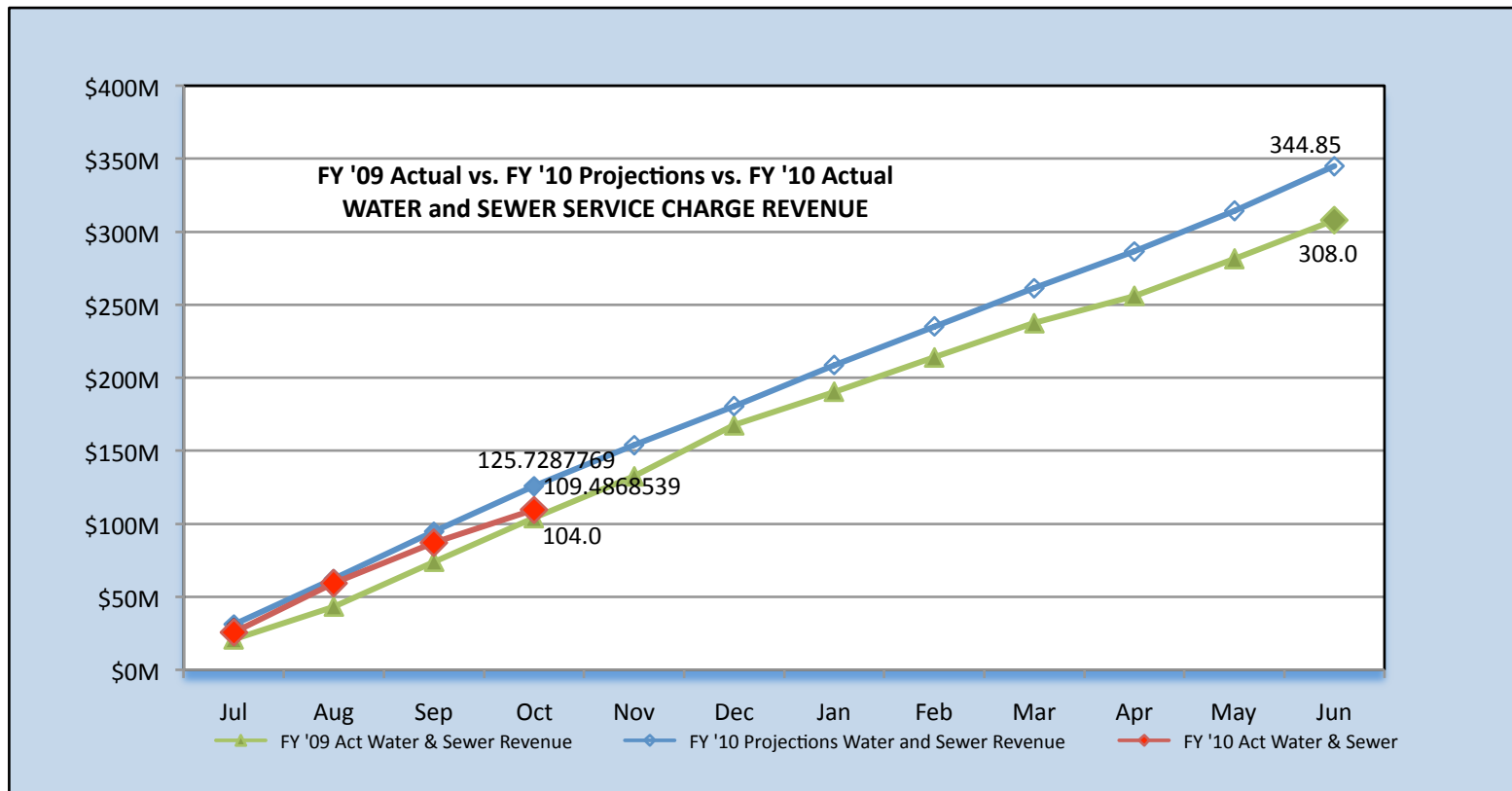


DEPARTMENT OF WATERSHED MANAGEMENT  
 WATER AND SEWER REVENUE

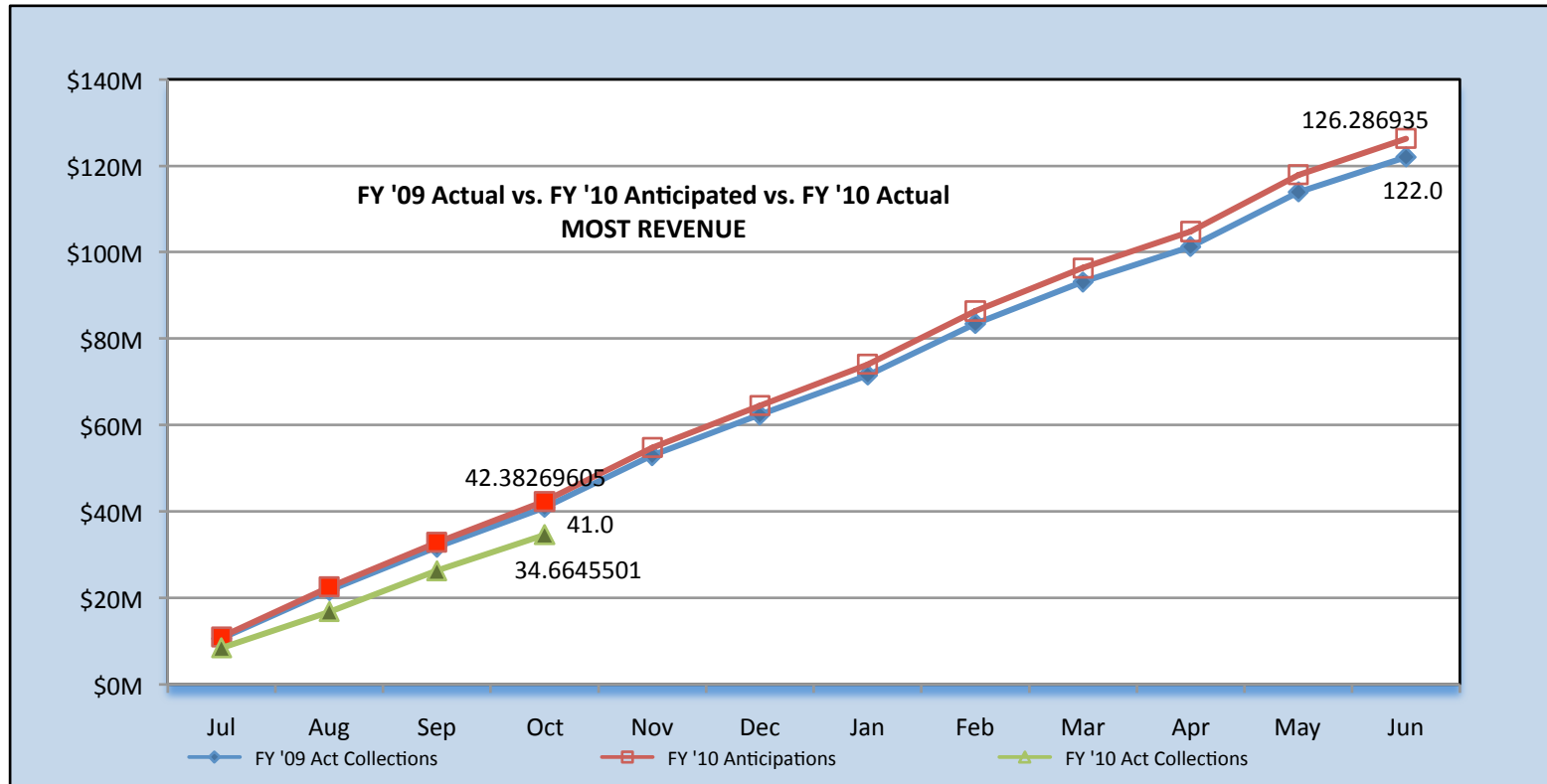


The FY '10 projected amount incorporates the 12.5% rate increase approved by the City Council. The variance between the year-to-date actual amount, \$109.5M, and the year-to-date anticipations, \$125.7M, is unfavorable \$16.2M or 13%. The variance is due to lower than projected water consumption through four months of FY 2010.

**Note: FY 2010 YTD Revenue reflects amounts recorded to date.**

◇ - This indicates the financial reporting period is open.

DEPARTMENT OF WATERSHED MANAGEMENT  
 MOST REVENUE

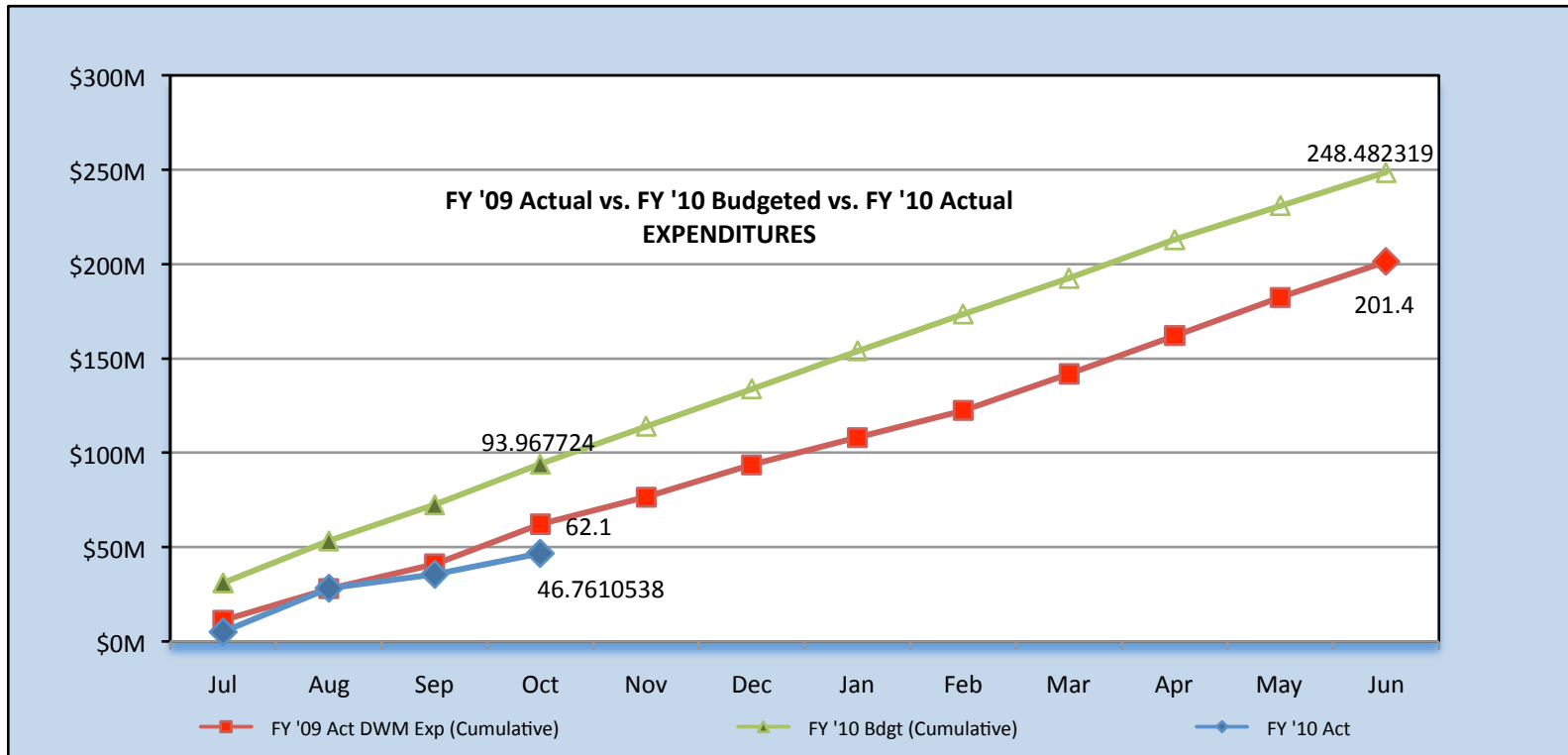


The variance between year-to-date actual collections, \$34.7M, and year-to-date anticipated collections, \$42.4M, is unfavorable \$7.7M or 18%. The decrease in collections is due to the downturn in the economy.

**Note:** FY 2010 YTD Revenue reflects amounts recorded to date.

◇ - This indicates the financial reporting period is open.

DEPARTMENT OF WATERSHED MANAGEMENT  
 DEPARTMENTAL FUND 5051 FUND 5052 EXPENDITURES

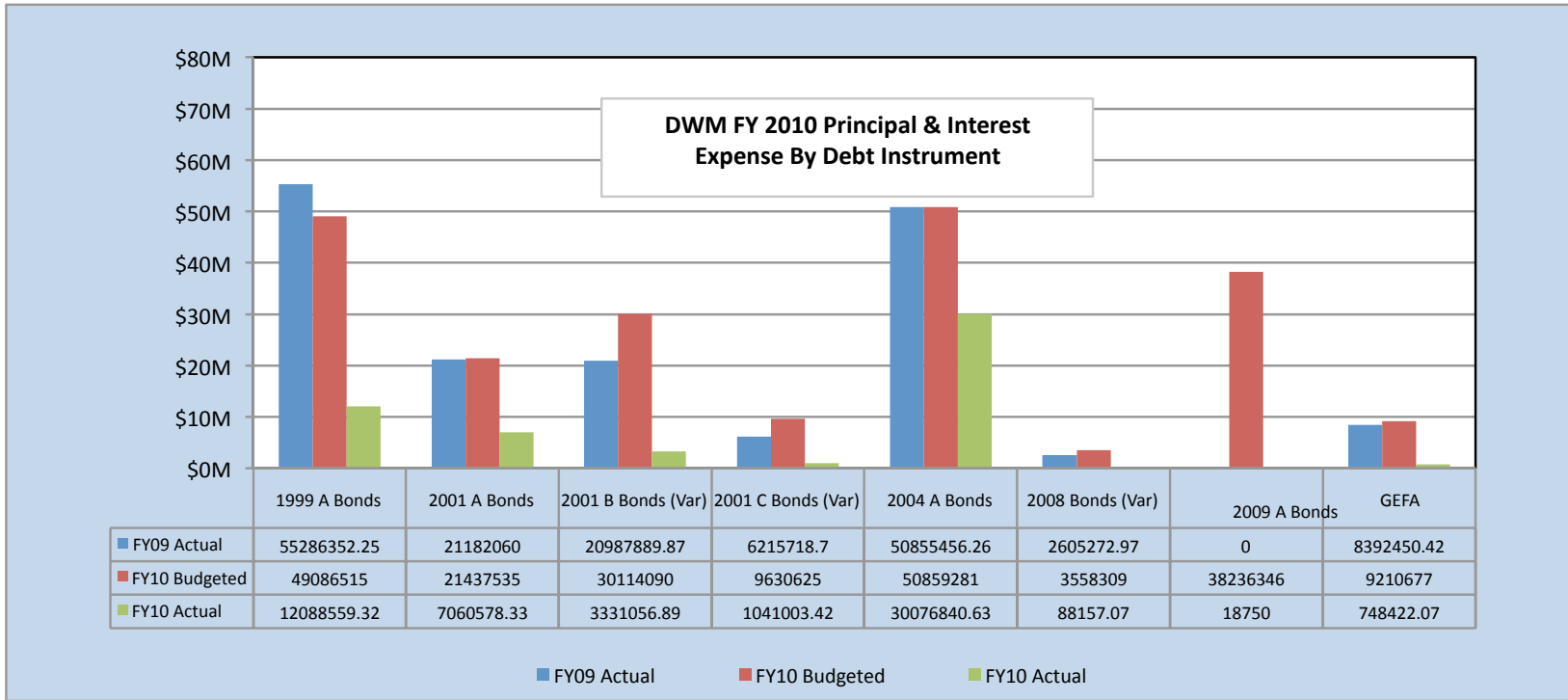


As of October 31, 2009, the FY '10 year-to-actual expenses for the Department of Watershed Management were \$46.8M which reflects a \$15.4M decrease in actual expenses as compared to the same period during FY '09 and a \$47.2M favorable YTD budget-to-actual variance.

**Note: FY 2010 YTD Expenses reflect amounts recorded to date.**

◇ - This indicates the financial reporting period is open.

DEPARTMENT OF WATERSHED MANAGEMENT  
 FY 2010 DEBT SERVICE



The FY 2010 budgeted Principal, Interest, and Fee payments for the Department's Senior Debt is \$202.9M which is \$45.7M or 29.1% more than the FY 2009 actual amount, 157.1M. The increase is due primarily to the incremental debt service associated with the issuance of the 2009 A Bonds and the SWAP interest for the 2001B and 2001C Variable Rate bonds. On October 22, 2009, the Department issued the Series 2009B Revenue Bonds for \$448,965,000. The Department used the proceeds to refund all of the Series 2001B and 2001C outstanding Water and Wastewater Revenue Bonds, to fund the increase in the Debt Service Reserve Requirement resulting from the issuance of the Series 2009B Bonds, and to pay the cost of issuance related to the Series 2009B Bonds.