

Exhibit #1

[Insert separate .pdf document containing the Compliance FY 2015 Capital Budget Proposal, associated Financing Plan, and Revised Five Year Forecast of Capital Budgets for FY 2016 – FY 2020].

PHILADELPHIA GAS WORKS

COMPLIANCE FISCAL 2015 CAPITAL BUDGET AND FORECAST FISCAL 2016 - 2020

WITH FISCAL 2015 FINANCING PLAN

April 8, 2014



PHILADELPHIA GAS WORKS

PROPOSED
CAPITAL BUDGET

FISCAL YEAR 2015 AND FORECAST 2016 THROUGH 2020

	<u>2015</u> <u>CAPITAL BUDGET</u>	<u>2016 - 2020</u> <u>FORECAST</u>	<u>TOTAL 6 YEARS</u>
<u>GAS PROCESSING</u>			
ADDITIONS	495,000	54,037,000	54,532,000
REPLACEMENTS	<u>3,226,000</u>	<u>17,547,000</u>	<u>20,773,000</u>
TOTAL	<u>3,721,000</u>	<u>71,584,000</u>	<u>75,305,000</u>
<u>DISTRIBUTION</u>			
ADDITIONS	10,796,000	56,613,000	67,409,000
REPLACEMENTS	<u>60,941,000</u>	<u>336,865,000</u>	<u>397,806,000</u>
GROSS TOTAL	71,737,000	393,478,000	465,215,000
LESS: SALVAGE			
LESS: CONTRIBUTIONS*			
LESS: REIMBURSEMENTS**	<u>(1,022,000)</u>	<u>(5,761,000)</u>	<u>(6,783,000)</u>
NET TOTAL	<u>70,715,000</u>	<u>387,717,000</u>	<u>458,432,000</u>
<u>FIELD SERVICES</u>			
ADDITIONS	1,854,000	10,178,000	12,032,000
REPLACEMENTS	<u>4,724,700</u>	<u>24,626,000</u>	<u>29,350,700</u>
GROSS TOTAL	6,578,700	34,804,000	41,382,700
LESS: SALVAGE			
LESS: CONTRIBUTIONS*			
NET TOTAL	<u>6,578,700</u>	<u>34,804,000</u>	<u>41,382,700</u>
<u>FLEET OPERATIONS</u>			
ADDITIONS			
REPLACEMENTS	<u>3,141,000</u>	<u>14,938,000</u>	<u>18,079,000</u>
GROSS TOTAL	3,141,000	14,938,000	18,079,000
LESS: SALVAGE			
NET TOTAL	<u>3,141,000</u>	<u>14,938,000</u>	<u>18,079,000</u>

PHILADELPHIA GAS WORKS

PROPOSED
CAPITAL BUDGET

FISCAL YEAR 2015 AND FORECAST 2016 THROUGH 2020

	<u>2015 CAPITAL BUDGET</u>	<u>2016 - 2020 FORECAST</u>	<u>TOTAL 6 YEARS</u>
<u>OTHER DEPARTMENTS</u>			
ADDITIONS	474,000	1,442,000	1,916,000
REPLACEMENTS	<u>3,801,000</u>	<u>25,156,000</u>	<u>28,957,000</u>
TOTAL	<u>4,275,000</u>	<u>26,598,000</u>	<u>30,873,000</u>
<u>TOTAL</u>			
ADDITIONS	13,619,000	122,270,000	135,889,000
REPLACEMENTS	<u>75,833,700</u>	<u>419,132,000</u>	<u>494,965,700</u>
GROSS TOTAL	89,452,700	541,402,000	630,854,700
LESS: SALVAGE			
LESS: REIMBURSEMENTS**	(1,022,000)	(5,761,000)	(6,783,000)
LESS: CONTRIBUTIONS*			
NET TOTAL	<u>88,430,700</u>	<u>535,641,000</u>	<u>624,071,700</u>

* CONTRIBUTIONS ARE POTENTIAL CUSTOMER CONTRIBUTIONS

** REIMBURSEMENT TO PGW FOR RELOCATING STRUCTURES & EQUIPMENT AND/OR LOAD GROWTH

PHILADELPHIA GAS WORKS
PROPOSED CAPITAL BUDGET
BUDGET/FORECAST COMPARISON

<u>DEPARTMENT</u>	<u>2014 BUDGET</u>	<u>2015 FORECAST</u>	<u>2015 BUDGET</u>	<u>2015 vs 2014 BUDGET</u>		<u>2015 vs FORECAST</u>	
				<u>AMOUNT DIFFERENCE</u>	<u>PERCENT DIFFERENCE</u>	<u>AMOUNT DIFFERENCE</u>	<u>PERCENT DIFFERENCE</u>
<u>GAS PROCESSING</u>							
ADDITIONS	2,091,000	2,577,000	495,000	(1,596,000)	-76.3%	(2,082,000)	-80.8%
REPLACEMENTS	<u>1,873,000</u>	<u>3,786,000</u>	<u>3,226,000</u>	<u>1,353,000</u>	<u>72.2%</u>	<u>(560,000)</u>	<u>-14.8%</u>
TOTAL GAS PROCESSING	3,964,000	6,363,000	3,721,000	(243,000)	-6.1%	(2,642,000)	-41.5%
<u>DISTRIBUTION</u>							
ADDITIONS	10,191,000	7,991,000	10,796,000	605,000	5.9%	2,805,000	35.1%
REPLACEMENTS	<u>62,758,000</u>	<u>69,690,000</u>	<u>60,941,000</u>	<u>(1,817,000)</u>	<u>-2.9%</u>	<u>(8,749,000)</u>	<u>-12.6%</u>
GROSS TOTAL DISTRIBUTION	72,949,000	77,681,000	71,737,000	(1,212,000)	-1.7%	(5,944,000)	-7.7%
LESS: SALVAGE					N/A		N/A
LESS: CONTRIBUTIONS*					N/A		N/A
LESS: REIMBURSEMENT**					N/A		N/A
NET TOTAL DISTRIBUTION	72,949,000	77,681,000	71,737,000	(1,212,000)	-1.7%	(5,944,000)	-7.7%
<u>FIELD SERVICES</u>							
ADDITIONS	1,730,000	2,107,000	1,854,000	124,000	7.2%	(253,000)	-12.0%
REPLACEMENTS	<u>4,156,000</u>	<u>4,236,000</u>	<u>4,724,700</u>	<u>568,700</u>	<u>13.7%</u>	<u>488,700</u>	<u>11.5%</u>
GROSS TOTAL FIELD SERVICES	5,886,000	6,343,000	6,578,700	692,700	11.8%	235,700	3.7%
LESS: SALVAGE					N/A		N/A
LESS: CONTRIBUTIONS*					N/A		N/A
NET TOTAL FIELD SERVICES	5,886,000	6,343,000	6,578,700	692,700	11.8%	235,700	3.7%

PHILADELPHIA GAS WORKS
PROPOSED CAPITAL BUDGET
BUDGET/FORECAST COMPARISON

DEPARTMENT	2014 BUDGET	2015 FORECAST	2015 BUDGET	2015 vs 2014 BUDGET		2015 vs FORECAST	
				AMOUNT DIFFERENCE	PERCENT DIFFERENCE	AMOUNT DIFFERENCE	PERCENT DIFFERENCE
<u>FLEET OPERATIONS</u>							
ADDITIONS					N/A		N/A
REPLACEMENTS	<u>3,944,000</u>	<u>3,280,000</u>	<u>3,141,000</u>	<u>(803,000)</u>	<u>-20.4%</u>	<u>(139,000)</u>	<u>-4.2%</u>
GROSS TOTAL FLEET OPERATIONS	3,944,000	3,280,000	3,141,000	(803,000)	-20.4%	(139,000)	-4.2%
LESS: SALVAGE					N/A		N/A
NET TOTAL TRANSPORTATION	3,944,000	3,280,000	3,141,000	(803,000)	-20.4%	(139,000)	-4.2%
<u>OTHER</u>							
ADDITIONS	4,812,000	597,000	474,000	(4,338,000)	-90.1%	(123,000)	-20.6%
REPLACEMENTS	<u>11,370,000</u>	<u>5,057,000</u>	<u>3,801,000</u>	<u>(7,569,000)</u>	<u>-66.6%</u>	<u>(1,256,000)</u>	<u>-24.8%</u>
TOTAL OTHER	16,182,000	5,654,000	4,275,000	(11,907,000)	-73.6%	(1,379,000)	-24.4%
<u>TOTAL</u>							
ADDITIONS	18,824,000	15,692,000	13,619,000	(5,205,000)	-27.7%	(2,073,000)	-13.2%
REPLACEMENTS	<u>84,101,000</u>	<u>83,629,000</u>	<u>75,833,700</u>	<u>(8,267,300)</u>	<u>-9.8%</u>	<u>(7,795,300)</u>	<u>-9.3%</u>
GROSS TOTAL	102,925,000	99,321,000	89,452,700	(13,472,300)	-13.1%	(9,868,300)	-9.9%
LESS: SALVAGE					N/A		N/A
LESS: REIMBURSEMENT**					N/A		N/A
LESS: CONTRIBUTIONS*					N/A		N/A
NET TOTAL	<u>102,925,000</u>	<u>99,321,000</u>	<u>89,452,700</u>	<u>(13,472,300)</u>	<u>-13.1%</u>	<u>(9,868,300)</u>	<u>-9.9%</u>

* CONTRIBUTIONS ARE POTENTIAL CUSTOMER CONTRIBUTIONS

** REIMBURSEMENT TO PGW FOR RELOCATING STRUCTURES & EQUIPMENT AND/OR LOAD GROWTH

PHILADELPHIA GAS WORKS
 FISCAL YEAR 2015 CAPITAL BUDGET
 SUMMARY ESTIMATE OF ENCUMBERANCE AND EXPENDITURE

<u>FISCAL YEAR</u>	<u>ADDITIONS</u>		<u>REPLACEMENTS</u>		<u>TOTAL</u>	
	<u>ENCUMBERED</u>	<u>EXPENDED</u>	<u>ENCUMBERED</u>	<u>EXPENDED</u>	<u>ENCUMBERED</u>	<u>EXPENDED</u>
CURRENT BUDGET	13,619,000	13,619,000	75,833,700	63,970,700	89,452,700	77,589,700
YEAR 1				11,863,000		11,863,000
YEAR 2						
YEAR 3						
YEAR 4 AND BEYOND						
TOTAL	13,619,000	13,619,000	75,833,700	75,833,700	89,452,700	89,452,700

GAS PROCESSING DEPARTMENT
FISCAL YEAR 2015 CAPITAL BUDGET
SUMMARY

<u>CATEGORY</u>	<u>ADDITIONS</u>	<u>REPLACEMENTS</u>	<u>COST OF REMOVAL</u>	<u>TOTAL</u>
53-01 NATURAL GAS MEASUREMENT AND CONTROL FACILITIES		1,784,000		1,784,000
53-02 SUPPLEMENTAL GAS FACILITIES	332,000	1,093,000		1,425,000
53-03 BUILDING AND GROUNDS				
53-04 MISC CAPITAL REQUIREMENTS	163,000	349,000		512,000
TOTAL GAS PROCESSING	<u>495,000</u>	<u>3,226,000</u>		<u>3,721,000</u>

GAS PROCESSING DEPARTMENT
FISCAL YEAR 2015
BUDGET/FORECAST COMPARISON

CATEGORY	2014 BUDGET	2015 FORECAST	2015 BUDGET	<u>2015 vs 2014 BUDGET</u>		<u>2015 vs FORECAST</u>	
				\$ DIFFERENCE	% DIFF.	\$ DIFFERENCE	% DIFF.
53-01 NATURAL GAS	0	282,000		0	N/A	(282,000)	-100.0%
MEASUREMENT AND CONTROL FACILITIES	0	900,000	1,784,000	1,784,000	N/A	884,000	98.2%
TOTAL	0	1,182,000	1,784,000	1,784,000	N/A	602,000	50.9%
53-02 SUPPLEMENTAL GAS	1,919,000	162,000	332,000	(1,587,000)	-82.7%	170,000	104.9%
FACILITIES	1,466,000	3,905,000	1,093,000	(373,000)	-25.4%	(2,812,000)	-72.0%
TOTAL	3,385,000	4,067,000	1,425,000	(1,960,000)	-57.9%	(2,642,000)	-65.0%
53-03 BUILDING AND	0	0	0	0	N/A	0	N/A
GROUNDS	0	628,000	0	0	N/A	(628,000)	-100.0%
TOTAL	0	628,000	0	0	N/A	(628,000)	-100.0%
53-04 MISC CAPITAL	172,000	133,000	163,000	(9,000)	-5.2%	30,000	22.6%
REQUIREMENTS	407,000	353,000	349,000	(58,000)	-14.3%	(4,000)	-1.1%
TOTAL	579,000	486,000	512,000	(67,000)	-11.6%	26,000	5.3%
TOTAL GAS PROCESSING	3,964,000	6,363,000	3,721,000	(243,000)	-6.1%	(2,642,000)	-41.5%

GAS PROCESSING DEPARTMENT
FISCAL YEAR 2015 CAPITAL BUDGET

<u>P</u>			<u>AMOUNT</u>
	<u>GP-1</u>	<u>NATURAL GAS MEASUREMENT AND CONTROL FACILITIES</u>	
2	53-01-2-01	REPLACE (1) M&R STATION HEATER	1,705,000
2	53-01-2-02	METER RUN BYPASS - PENROSE	79,000
		TOTAL GP-1	<u><u>1,784,000</u></u>
	<u>GP-2</u>	<u>SUPPLEMENTAL GAS FACILITIES</u>	
1	53-02-1-01	PROCESS HAZARDS AND LOPA UPGRADES - RICHMOND	179,000
1	53-02-1-02	HAZARD DETECTION SYSTEM MODIFICATIONS FOR LNG CONTROL BLDG - RICHMOND	153,000
1	53-02-2-1	REPLACE UPS SYSTEM CENTRAL CONTROL AND LNG CONTROL - PASSYUNK	127,000
1	53-02-2-2	REPLACE P-107 LNG PUMP - RICHMOND	966,000
		TOTAL GP-2	<u><u>1,425,000</u></u>
	<u>GP-4</u>	<u>MISCELLANEOUS CAPITAL REQUIREMENTS</u>	
1	54-01-1-01	MISCELLANEOUS CAPITAL ADDITIONS	163,000
1	53-04-2-01	MISCELLANEOUS CAPITAL REPLACEMENTS	349,000
		TOTAL GP-4	<u><u>512,000</u></u>
		TOTAL GAS PROCESSING DEPARTMENT	<u><u>3,721,000</u></u>

GAS PROCESSING DEPARTMENT
LISTING BY PRIORITY

FISCAL YEAR 2015 CAPITAL BUDGET

<u>P</u>	<u>CATEGORY</u>	<u>AMOUNT</u>	<u>BUDGET YR</u>	<u>YEAR 1</u>	<u>YEAR 2</u>	<u>YEAR 3</u>	<u>YEAR 4 +</u>
	PRIORITY 1						
1	GP-2 53-02-1-01 PROCESS HAZARDS (PHA) AND LAYERS OF PROTECTION ANALYSIS (LOPA) UPGRADES - RICHMOND	179,000	179,000				
1	GP-2 53-02-1-02 HAZARD DETECTION SYSTEM MODIFICATIONS FOR LNG CONTROL BLDG - RICHMOND	153,000	153,000				
1	GP-2 53-02-2-1 REPLACE UPS SYSTEM CENTRAL CONTROL AND LNG CONTROL - RICHMOND	127,000	127,000				
1	GP-2 53-02-2-2 REPLACE P-107 LNG PUMP - RICHMOND	966,000	966,000				
	PRIORITY 2						
2	GP-1 53-01-2-01 REPLACE (1) M&R STATION HEATER	1,705,000	1,705,000				
2	GP-1 53-01-2-01 METER RUN BYPASS - PENROSE	79,000	79,000				
	PRIORITY 4						
4	GP-4 53-04-1-01 MISCELLANEOUS CAPITAL ADDITIONS	163,000	163,000				
4	GP-4 53-04-2-01 MISCELLANEOUS CAPITAL REPLACEMENTS	349,000	349,000				
TOTAL GAS PROCESSING DEPARTMENT:		<u>3,721,000</u>	<u>3,721,000</u>				

PHILADELPHIA GAS WORKS
 FISCAL YEAR 2015 CAPITAL BUDGET
 GAS PROCESSING DEPARTMENT ESTIMATE OF ENCUMBERANCE AND EXPENDITURE

<u>FISCAL YEAR</u>	<u>ADDITIONS</u>		<u>REPLACEMENTS</u>		<u>TOTAL</u>	
	<u>ENCUMBERED</u>	<u>EXPENDED</u>	<u>ENCUMBERED</u>	<u>EXPENDED</u>	<u>ENCUMBERED</u>	<u>EXPENDED</u>
CURRENT BUDGET	495,000	495,000	3,226,000	3,226,000	3,721,000	3,721,000
YEAR 1						
YEAR 2						
YEAR 3						
YEAR 4 AND BEYOND						
TOTAL	<u>495,000</u>	<u>495,000</u>	<u>3,226,000</u>	<u>3,226,000</u>	<u>3,721,000</u>	<u>3,721,000</u>

DISTRIBUTION DEPARTMENT
FISCAL YEAR 2015 CAPITAL BUDGET
SUMMARY

<u>CATEGORY</u>	<u>ADDITIONS</u>	<u>REPLACEMENTS</u>	<u>GROSS TOTAL</u>	<u>REIMBURSEMENT**</u>	<u>CONTRIBUTIONS*</u>	<u>SALV.</u>	<u>NET TOTAL</u>
52-20 GAS MAINS - HIGH PRESSURE (WITH ASSOCIATED VALVES AND REGULATORS)	1,133,000	15,457,000	16,590,000				16,590,000
52-21 GAS MAINS - LOW AND INTERMEDIATE PRESSURE - 8 INCH AND SMALLER	2,195,000	22,195,000	24,390,000	(1,022,000)			23,368,000
52-22 GAS MAINS - LOW AND INTERMEDIATE PRESSURE - 12 INCH AND LARGER	5,000	1,362,000	1,367,000				1,367,000
52-23 CUST MTR & REG INSTALL, PRESSURE REGULATION & CORROSION CONTROL FACILITIES	562,000	1,309,000	1,871,000				1,871,000
52-24 SERVICES	6,847,000	18,886,000	25,733,000				25,733,000
52-29 OTHER DISTRIBUTION FACILITIES	54,000	1,732,000	1,786,000				1,786,000
52-99 COST OF REMOVAL AND ABANDONMENT SALVAGE							
TOTAL DISTRIBUTION	10,796,000	60,941,000	71,737,000	(1,022,000)			70,715,000

* CONTRIBUTIONS ARE POTENTIAL CUSTOMER CONTRIBUTIONS

** REIMBURSEMENT TO PGW FOR RELOCATING STRUCTURES & EQUIPMENT AND/OR LOAD GROWTH

DISTRIBUTION DEPARTMENT
FISCAL YEAR 2015
BUDGET/FORECAST COMPARISON

CATEGORY	2014 BUDGET	2015 FORECAST	2015 BUDGET	2015 vs 2014 BUDGET		2015 vs FORECAST	
				\$ DIFFERENCE	% DIFF.	\$ DIFFERENCE	% DIFF.
52-20 GAS MAINS - HIGH ADDITIONS	1,226,000	1,252,000	1,133,000	(93,000)	-7.6%	(119,000)	-9.5%
PRESSURE (WITH REPLACEMENTS	<u>19,349,000</u>	<u>20,000,000</u>	<u>15,457,000</u>	<u>(3,892,000)</u>	<u>-20.1%</u>	<u>(4,543,000)</u>	<u>-22.7%</u>
ASSOCIATED VALVES AND REGULATORS) TOTAL	20,575,000	21,252,000	16,590,000	(3,985,000)	-19.4%	(4,662,000)	-21.9%
52-21 GAS MAINS - LOW ADDITIONS	2,155,000	2,200,000	2,195,000	40,000	1.9%	(5,000)	-0.2%
AND INTERMEDIATE REPLACEMENTS	<u>20,943,000</u>	<u>23,817,000</u>	<u>22,195,000</u>	<u>1,252,000</u>	<u>6.0%</u>	<u>(1,622,000)</u>	<u>-6.8%</u>
PRESSURE - 8 INCH AND SMALLER TOTAL	23,098,000	26,017,000	24,390,000	1,292,000	5.6%	(1,627,000)	-6.3%
52-22 GAS MAINS - LOW ADDITIONS	37,000	38,000	5,000	(32,000)	-86.5%	(33,000)	-86.8%
AND INTERMEDIATE REPLACEMENTS	<u>295,000</u>	<u>301,000</u>	<u>1,362,000</u>	<u>1,067,000</u>	<u>361.7%</u>	<u>1,061,000</u>	<u>352.5%</u>
PRESSURE - 12 INCH AND LARGER TOTAL	332,000	339,000	1,367,000	1,035,000	311.7%	1,028,000	303.2%
52-23 CUST MTR & REG INST. ADDITIONS	405,000	414,000	562,000	157,000	38.8%	148,000	35.7%
PRESSURE REGULA- REPLACEMENTS	<u>892,000</u>	<u>400,000</u>	<u>1,309,000</u>	<u>417,000</u>	<u>46.7%</u>	<u>909,000</u>	<u>227.3%</u>
TION AND CORROSION CONTROL FACILITIES TOTAL	1,297,000	814,000	1,871,000	574,000	44.3%	1,057,000	129.9%
52-24 SERVICES ADDITIONS	6,313,000	4,026,000	6,847,000	534,000	8.5%	2,821,000	70.1%
REPLACEMENTS	<u>20,102,000</u>	<u>24,005,000</u>	<u>18,886,000</u>	<u>(1,216,000)</u>	<u>-6.0%</u>	<u>(5,119,000)</u>	<u>-21.3%</u>
TOTAL	26,415,000	28,031,000	25,733,000	(682,000)	-2.6%	(2,298,000)	-8.2%
52-29 OTHER DISTRIBUTION ADDITIONS	55,000	61,000	54,000	(1,000)	-1.8%	(7,000)	-11.5%
FACILITIES REPLACEMENTS	<u>1,177,000</u>	<u>1,167,000</u>	<u>1,732,000</u>	<u>555,000</u>	<u>47.2%</u>	<u>565,000</u>	<u>48.4%</u>
TOTAL	1,232,000	1,228,000	1,786,000	554,000	45.0%	558,000	45.4%
GROSS TOTAL DISTRIBUTION	72,949,000	77,681,000	71,737,000	(1,212,000)	-1.7%	(5,944,000)	-7.7%
52-99 COST OF REMOVAL AND ABANDONMENT	0	0	0	0	N/A	0	N/A
LESS: SALVAGE	0	0	0	0	N/A	0	N/A
LESS: CONTRIBUTIONS*	0	0	0	0	N/A	0	N/A
LESS: REIMBURSEMENT**			<u>(1,022,000)</u>	<u>(1,022,000)</u>	<u>N/A</u>	<u>(1,022,000)</u>	<u>N/A</u>
NET TOTAL DISTRIBUTION	<u>72,949,000</u>	<u>77,681,000</u>	<u>70,715,000</u>	<u>(2,234,000)</u>	<u>-3.1%</u>	<u>(6,966,000)</u>	<u>-9.0%</u>

* DISTRIBUTION DEPARTMENT CONTRIBUTIONS ARE POTENTIAL CUSTOMER CONTRIBUTIONS

** REIMBURSEMENT TO PGW FOR RELOCATING STRUCTURES & EQUIPMENT AND/OR LOAD GROWTH

DISTRIBUTION DEPARTMENT
FISCAL YEAR 2015 CAPITAL BUDGET

<u>P</u>		<u>AMOUNT</u>	<u>FEET</u> <u>UNITS</u>
	<u>GAS MAINS - HIGH PRESSURE (WITH ASSOCIATED VALVES AND REGULATORS)</u>		
	<u>D-20</u>		
4	52-20-1-01 INSTALLATIONS TO PROVIDE FOR AHEAD-OF-PAVING AND EXTENSIONS TO SUPPLY ADDITIONAL LOADS	1,133,000	
3	52-20-2-01 ENFORCED RELOCATIONS CAUSED BY CITY AND STATE WORK	1,378,000	2,869
1	52-20-2-02 INCREMENTAL REPLACEMENT OF 12" HP CAST IRON MAIN	5,034,000	
1	52-20-2-03 INCREMENTAL REPLACEMENT OF 30" HP CAST IRON AND OTHER LARGE DIAMETER MAIN	9,045,000	
	GROSS TOTAL D-20	16,590,000	
52-20-2-97	LESS: REIMBURSEMENT**		
	LESS: POTENTIAL CUSTOMER CONTRIBUTIONS		
	NET TOTAL D-20	16,590,000	
	<u>GAS MAINS - LOW AND INTERMEDIATE PRESSURE - 8 INCH AND SMALLER</u>		
	<u>D-21</u>		
4	52-21-1-01 LOCAL MAINS TO SUPPLY NEW HOUSES AND TO PROVIDE FOR INCREASED CAPACITY	2,195,000	
3	52-21-2-01 ENFORCED RELOCATIONS CAUSED BY CITY, STATE AND OTHER WORK AND ENLARGEMENTS THAT MAY BE REQUIRED TO MAINTAIN SYSTEM PRESSURE	4,330,000	18,933
1	52-21-2-02 PRUDENT MAIN REPLACEMENTS	14,683,000	79,469
5	52-21-2-03 LONG TERM INFRASTRUCTURE PLAN - ACCELERATED CAST IRON	3,182,000	16,949
	GROSS TOTAL D-21	24,390,000	
52-21-2-97	LESS: REIMBURSEMENT**	(1,022,000)	
	NET TOTAL D-21	23,368,000	

DISTRIBUTION DEPARTMENT
FISCAL YEAR 2015 CAPITAL BUDGET

<u>P</u>		<u>AMOUNT</u>	<u>FEET</u> <u>UNITS</u>
<u>D-22</u>	GAS MAINS - LOW AND INTERMEDIATE PRESSURE - 12 INCH AND LARGER		
4	52-22-1-01 TO SUPPLY NEW CUSTOMERS AND TO PROVIDE FOR INSTALLATION OF MAINS AHEAD-OF-PAVING	5,000	
3	52-22-2-01 ENFORCED RELOCATIONS CAUSED BY CITY, STATE AND OTHER WORK, AND NECESSARY REPLACEMENTS	1,002,000	422
3	52-22-2-04 MAIN FOR MAJOR ENFORCED RELOCATIONS: I-95 RECONSTRUCTION	360,000	
	GROSS TOTAL D-22	1,367,000	
	LESS: REIMBURSEMENT**		
	NET TOTAL D-22	1,367,000	
<u>D-23</u>	CUSTOMER METERING & REGULATOR INSTALLATION, AND PRESSURE REGULATION & CORROSION CONTROL FACILITIES (NOT INCLUDED IN D-20 OR D-22)		
4	52-23-1-01 CUSTOMER METERING AND REGULATOR INSTALLATION	562,000	
1	52-23-2-01 REPLACEMENT/REHABILITATION OF HIGH PRESSURE MAIN VALVES	730,000	
2	52-23-2-02 REPLACEMENT OF VARIOUS PRESSURE REGULATING AND CORROSION CONTROL FACILITIES	579,000	
	GROSS TOTAL D-23	1,871,000	
	LESS: REIMBURSEMENT**		
	LESS: POTENTIAL CUSTOMER CONTRIBUTIONS*		
	NET TOTAL D-23	1,871,000	

DISTRIBUTION DEPARTMENT
FISCAL YEAR 2015 CAPITAL BUDGET

<u>P</u>	<u>D-24</u>	<u>SERVICES</u>	<u>AMOUNT</u>	<u>FEET UNITS</u>
4	52-24-1-01	INSTALLATION OF NEW 1-1/4" AND SMALLER SERVICES, HIGH, INTERMEDIATE AND LOW PRESSURE	4,225,000	
4	52-24-1-02	INSTALLATION OF NEW 2 INCH AND LARGER SERVICES TO SUPPLY NEW LOAD	2,622,000	
1	52-24-2-01	RENEWAL OF 1-1/4" AND SMALLER SERVICES FOR PRUDENT REASONS, AS A RESULT OF LEAK SURVEYS, CUSTOMER COMPLAINTS OR CITY AND STATE WORK	17,950,000	7,624
1	52-24-2-02	RENEWAL OF 2" AND LARGER SERVICES RESULTING FROM LEAKS OR OTHER REASONS	936,000	113
		GROSS TOTAL D-24	25,733,000	
		LESS: REIMBURSEMENT**		
		NET TOTAL D-24	25,733,000	
	<u>D-29</u>	<u>OTHER DISTRIBUTION FACILITIES</u>		
5	52-29-1-01	ADDITIONAL TOOLS AND WORK EQUIPMENT	54,000	
2	52-29-2-01	REPLACEMENT OF OBSOLETE TOOLS, RADIOS, AND WORK EQUIPMENT	1,732,000	
		NET TOTAL D-29	1,786,000	
1	52-99-2-99	REMOVAL AND ABANDONMENTS		
		GROSS TOTAL DISTRIBUTION DEPARTMENT	71,737,000	
		LESS: REIMBURSEMENT**	(1,022,000)	
		LESS: POTENTIAL CUSTOMER CONTRIBUTIONS*		
	52-98-2-98	LESS: SALVAGE		
		NET TOTAL DISTRIBUTION DEPARTMENT	70,715,000	

* DISTRIBUTION DEPARTMENT CONTRIBUTIONS ARE POTENTIAL CUSTOMER CONTRIBUTIONS

** REIMBURSEMENT TO PGW FOR RELOCATING STRUCTURES & EQUIPMENT AND/OR LOAD GROWTH

DISTRIBUTION DEPARTMENT
LISTING BY PRIORITY

FISCAL YEAR 2015 CAPITAL BUDGET

<u>P</u>	<u>CATEGORY</u>	<u>AMOUNT</u>	<u>FEET UNITS</u>	<u>BUDGET_YR</u>	<u>YEAR_1</u>	<u>YEAR_2</u>	<u>YEAR_3</u>	<u>YEAR_4+</u>
	<u>PRIORITY 1</u>							
1	D-20 52-20-2-02	5,034,000		5,034,000				
	INCREMENTAL REPLACEMENT OF 12" HP CAST IRON MAIN							
1	D-20 52-20-2-03	9,045,000		1,759,000	7,286,000			
	INCREMENTAL REPLACEMENT OF 30" HP CAST IRON AND OTHER LARGE DIAMETER MAIN							
1	D-21 52-21-2-02	14,683,000	79,469	13,133,000	1,785,000			
	PRUDENT MAIN REPLACEMENTS							
1	D-23 52-23-2-01	730,000		478,000	250,000			
	REPLACEMENT OF HIGH PRESSURE MAIN VALVES							
1	D-24 52-24-2-01	17,950,000	7,624	17,950,000				
	RENEWAL OF 1-1/4" AND SMALLER SERVICES FOR PRUDENT REASONS, AS A RESULT OF LEAK SURVEYS, CUSTOMER COMPLAINTS OR CITY AND STATE WORK							
1	D-24 52-24-2-02	936,000	113	936,000				
	RENEWAL OF 2" AND LARGER SERVICES RESULTING FROM LEAKS OR OTHER REASONS							
	<u>PRIORITY 2</u>							
2	D-23 52-23-2-02	579,000		579,000				
	REPLACEMENT OF VARIOUS PRESSURE REGULATING AND CORROSION CONTROL FACILITIES							
2	D-29 52-29-2-01	1,732,000		1,732,000				
	REPLACEMENT OF OBSOLETE TOOLS, RADIOS, AND WORK EQUIPMENT							

DISTRIBUTION DEPARTMENT
LISTING BY PRIORITY

FISCAL YEAR 2015 CAPITAL BUDGET

<u>E</u>	<u>CATEGORY</u>	<u>AMOUNT</u>	<u>FEET.</u> <u>UNITS</u>	<u>BUDGET_YR</u>	<u>YEAR_1</u>	<u>YEAR_2</u>	<u>YEAR_3</u>	<u>YEAR_4+</u>	
	<u>PRIORITY 3</u>								
3	D-20	1,378,000	2,869	1,127,000	235,000				
	ENFORCED RELOCATIONS CAUSED BY CITY AND STATE WORK								
3	D-21	4,330,000	18,933	3,010,000	1,250,000				
	ENFORCED RELOCATIONS CAUSED BY CITY, STATE AND OTHER WORK AND ENLARGEMENTS THAT MAY BE REQUIRED TO MAINTAIN SYSTEM PRESSURE								
3	D-22	360,000		360,000					
	MAIN FOR MAJOR ENFORCED RELOCATIONS: I-95 RECONSTRUCTION								
3	D-22	1,002,000	422	1,002,000					
	ENFORCED RELOCATIONS CAUSED BY CITY, STATE AND OTHER WORK, AND NECESSARY REPLACEMENTS								
	<u>PRIORITY 4</u>								
4	D-20	1,133,000		1,133,000					
	INSTALLATIONS TO PROVIDE FOR AHEAD-OF-PAVING AND EXTENSIONS TO SUPPLY ADDITIONAL LOADS								
4	D-21	2,195,000		2,195,000					
	LOCAL MAINS TO SUPPLY NEW HOUSES AND TO PROVIDE FOR INCREASED CAPACITY								
4	D-22	5,000		5,000					
	TO SUPPLY NEW CUSTOMERS AND TO PROVIDE FOR INSTALLATION OF MAINS AHEAD-OF-PAVING								
4	D-23	562,000		562,000					
	CUSTOMER METERING AND REGULATOR INSTALLATION								
4	D-24	4,225,000		4,225,000					
	INSTALLATION OF NEW 1-1/4" AND SMALLER SERVICES, HIGH, INTERMEDIATE AND LOW PRESSURE								
4	D-24	2,622,000		2,622,000					
	INSTALLATION OF NEW 2 INCH AND LARGER SERVICES TO SUPPLY NEW LOAD								
	<u>PRIORITY 5</u>								
5	D-21	3,182,000	16949	3,182,000					
	LONG TERM INFRASTRUCTURE PLAN - ACCELERATED CAST IRON								
5	D-29	54,000		54,000					
	ADDITIONAL TOOLS AND WORK EQUIPMENT								
TOTAL DISTRIBUTION DEPARTMENT:					71,737,000	61,078,000	10,806,000	0	0

PHILADELPHIA GAS WORKS
 FISCAL YEAR 2015 CAPITAL BUDGET
 DISTRIBUTION DEPARTMENT ESTIMATE OF ENCUMBRANCE AND EXPENDITURE

<u>FISCAL YEAR</u>	<u>ADDITIONS</u>		<u>REPLACEMENTS</u>		<u>TOTAL</u>	
	<u>ENCUMBERED</u>	<u>EXPENDED</u>	<u>ENCUMBERED</u>	<u>EXPENDED</u>	<u>ENCUMBERED</u>	<u>EXPENDED</u>
CURRENT BUDGET	10,796,000	10,796,000	60,941,000	50,282,000	71,737,000	61,078,000
YEAR 1				10,806,000		10,806,000
YEAR 2						
YEAR 3						
YEAR 4 AND BEYOND						
TOTAL	<u>10,796,000</u>	<u>10,796,000</u>	<u>60,941,000</u>	<u>61,088,000</u>	<u>71,737,000</u>	<u>71,737,000</u>

FIELD SERVICES DEPARTMENT
FISCAL YEAR 2015 CAPITAL BUDGET
SUMMARY

<u>CATEGORY</u>	<u>ADDITIONS</u>	<u>REPLACEMENTS</u>	<u>TOTAL</u>
50-30 METERS & INSTALLATION	1,562,000	2,093,000	3,655,000
50-32 SERVICE REGULATORS AND INSTALLATION	65,000	56,000	121,000
50-33 COMMERCIAL & INDUSTRIAL TELEMETERING SYSTEMS	92,000	132,000	224,000
50-34 METER SHOP EQUIPMENT		237,000	237,000
50-35 SERVICE SECTION EQUIPMENT			
50-36 AUTOMATIC METER READING	135,000	2,206,700	2,341,700
50-99 COST OF REMOVAL			
GROSS TOTAL FIELD SERVICES	1,854,000	4,724,700	6,578,700
LESS: SALVAGE			
LESS: CONTRIBUTIONS*			
NET TOTAL FIELD SERVICES	<u>1,854,000</u>	<u>4,724,700</u>	<u>6,578,700</u>

* FIELD SERVICES DEPARTMENT CONTRIBUTIONS ARE POTENTIAL CUSTOMER CONTRIBUTIONS

FIELD SERVICES DEPARTMENT
FISCAL YEAR 2015
BUDGET/FORECAST COMPARISON

CATEGORY		2014 BUDGET	2015 FORECAST	2015 BUDGET	2015 vs 2014 BUDGET		2015 vs FORECAST	
					\$ DIFFERENCE	% DIFF.	\$ DIFFERENCE	% DIFF.
50-30	METERS							
	ADDITIONS	1,564,000	1,925,000	1,562,000	(2,000)	-0.1%	(363,000)	-18.9%
	REPLACEMENTS	<u>1,884,000</u>	<u>2,004,000</u>	<u>2,093,000</u>	<u>209,000</u>	<u>11.1%</u>	<u>89,000</u>	<u>4.4%</u>
	TOTAL	3,448,000	3,929,000	3,655,000	207,000	6.0%	(274,000)	-7.0%
50-32	SERVICE REGULATORS AND INSTALLATIONS							
	ADDITIONS	48,000	46,000	65,000	17,000	35.4%	19,000	41.3%
	REPLACEMENTS	<u>62,000</u>	<u>20,000</u>	<u>56,000</u>	<u>(6,000)</u>	<u>-9.7%</u>	<u>36,000</u>	<u>180.0%</u>
	TOTAL	110,000	66,000	121,000	11,000	10.0%	55,000	83.3%
50-33	TELEMETERING AND INSTALLATIONS							
	ADDITIONS	58,000	78,000	92,000	34,000	58.6%	14,000	17.9%
	REPLACEMENTS	<u>79,000</u>	<u>75,000</u>	<u>132,000</u>	<u>53,000</u>	<u>67.1%</u>	<u>57,000</u>	<u>76.0%</u>
	TOTAL	137,000	153,000	224,000	87,000	63.5%	71,000	46.4%
50-34	METER SHOP EQUIPMENT							
	ADDITIONS	0	0	0	0	N/A	0	N/A
	REPLACEMENTS	<u>72,000</u>	<u>0</u>	<u>237,000</u>	<u>165,000</u>	<u>229.2%</u>	<u>237,000</u>	<u>N/A</u>
	TOTAL	72,000	0	237,000	165,000	229.2%	237,000	N/A
50-35	SERVICE SECTION EQUIPMENT							
	ADDITIONS	0	0	0	0	N/A	0	N/A
	REPLACEMENTS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>N/A</u>	<u>0</u>	<u>N/A</u>
	TOTAL	0	0	0	0	N/A	0	N/A
50-36	AUTOMATIC METER READING							
	ADDITIONS	60,000	58,000	135,000	75,000	125.0%	77,000	132.8%
	REPLACEMENTS	<u>2,059,000</u>	<u>2,137,000</u>	<u>2,206,700</u>	<u>147,700</u>	<u>7.2%</u>	<u>69,700</u>	<u>3.3%</u>
	TOTAL	2,119,000	2,195,000	2,341,700	222,700	10.5%	146,700	6.7%
50-99	COST OF REMOVAL	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>N/A</u>	<u>0</u>	<u>N/A</u>
	GROSS TOTAL FIELD SERVICES	5,886,000	6,343,000	6,578,700	692,700	11.8%	235,700	3.7%
	LESS: SALVAGE	0	0	0	0	N/A	0	N/A
	LESS: CONTRIBUTIONS*	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>N/A</u>	<u>0</u>	<u>N/A</u>
	NET TOTAL FIELD SERVICES	<u>5,886,000</u>	<u>6,343,000</u>	<u>6,578,700</u>	<u>692,700</u>	<u>11.8%</u>	<u>235,700</u>	<u>3.7%</u>

* FIELD SERVICES DEPARTMENT CONTRIBUTIONS ARE POTENTIAL CUSTOMER CONTRIBUTIONS

FIELD SERVICES DEPARTMENT
FISCAL YEAR 2015 CAPITAL BUDGET

<u>P</u>	<u>C-30</u>	<u>METERS</u>	<u>AMOUNT</u>
4	50-30-1-01	PURCHASE AND INSTALLATION OF METERS TO PROVIDE FOR NEW CUSTOMERS	1,562,000
1	50-30-2-01	PURCHASE METERS TO SUPPORT AUTOMATIC METER READING	<u>2,093,000</u>
		TOTAL C-30	<u><u>3,655,000</u></u>

<u>C-32</u>	<u>SERVICE REGULATORS</u>		
4	50-32-1-01	PURCHASE AND INSTALLATION OF SERVICE REGULATORS	65,000
1	50-32-2-01	PURCHASE VARIOUS SIZE SERVICE REGULATORS	<u>56,000</u>
		TOTAL C-32	<u><u>121,000</u></u>

<u>C-33</u>	<u>COMMERCIAL & INDUSTRIAL TELEMETERING SYSTEMS</u>		
5	50-33-1-01	PURCHASE AND INSTALLATION OF EQUIPMENT AND INSTRUMENTATION	92,000
1	50-33-2-01	REPLACE BPS METSCAN AND LBS METRETEK UNITS, EQUIPMENT AND INSTRUMENTATION	<u>132,000</u>
		TOTAL C-33	<u><u>224,000</u></u>

<u>C-34</u>	<u>METER SHOP EQUIPMENT</u>		
5	50-34-2-01	REPLACEMENT OF OBSOLETE SHOP EQUIPMENT, HAND-HELD TOOLS AND SOFTWARE PACKAGE USED FOR AMR	237,000
		TOTAL C-34	<u><u>237,000</u></u>

FIELD SERVICES DEPARTMENT
FISCAL YEAR 2015 CAPITAL BUDGET

<u>P</u>	<u>C-36</u>	<u>AUTOMATIC METER READING</u>	<u>AMOUNT</u>
5	50-36-1-01	PURCHASE AND INSTALLATION OF ERT DEVICES FOR AMR	135,000
5	50-36-2-01	REPLACE AMR DEVICES WHERE BATTERIES FAILED	<u>2,206,700</u>
		TOTAL C-36	<u><u>2,341,700</u></u>
1	50-99-2-99	COST OF REMOVAL	<u><u> </u></u>
		GROSS TOTAL FIELD SERVICES DEPARTMENT	6,578,700
	50-98-2-98	LESS: ESTIMATED SALVAGE	
		LESS: CONTRIBUTIONS*	
		NET TOTAL FIELD SERVICES DEPARTMENT	<u><u>6,578,700</u></u>

FIELD SERVICES DEPARTMENT

LISTING BY PRIORITY

FISCAL YEAR 2015 CAPITAL BUDGET

<u>P</u>	<u>CATEGORY</u>	<u>AMOUNT</u>	<u>BUDGET YR</u>	<u>YEAR 1</u>	<u>YEAR 2</u>	<u>YEAR 3</u>	<u>YEAR 4 +</u>
	<u>PRIORITY 1</u>						
1	50-30-2-01 PURCHASE METERS TO SUPPORT AUTOMATIC METER READING	2,093,000	2,093,000				
1	50-32-2-01 PURCHASE VARIOUS SIZE SERVICE REGULATORS	56,000	56,000				
1	50-33-2-01 REPLACE BPS METSCAN AND LBS METRETEK UNITS, EQUIPMENT AND INSTRUMENTATION	132,000	132,000				
	<u>PRIORITY 4</u>						
4	50-30-1-01 PURCHASE AND INSTALLATION OF METERS TO PROVIDE FOR NEW CUSTOMERS	1,562,000	1,562,000				
4	50-32-1-01 PURCHASE AND INSTALLATION OF SERVICE REGULATORS	65,000	65,000				
	<u>PRIORITY 5</u>						
5	50-33-1-01 PURCHASE AND INSTALLATION OF EQUIPMENT AND INSTRUMENTATION	92,000	92,000				
5	50-34-2-01 REPLACEMENT OF OBSOLETE SHOP EQUIPMENT, HAND-HELD TOOLS AND SOFTWARE PACKAGE USED FOR AMR	237,000	237,000				
5	50-36-1-01 PURCHASE AND INSTALLATION OF ERT DEVICES FOR AMR	135,000	135,000				
5	50-36-2-01 REPLACE AMR DEVICES WHERE BATTERIES FAILED	2,206,700	2,207,000				
TOTAL FIELD SERVICES DEPARTMENT:		<u>6,578,700</u>	<u>6,579,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

PHILADELPHIA GAS WORKS
 FISCAL YEAR 2015 CAPITAL BUDGET
 FIELD SERVICES DEPARTMENT ESTIMATE OF ENCUMBERANCE AND EXPENDITURE

<u>FISCAL YEAR</u>	ADDITIONS		REPLACEMENTS		TOTAL	
	<u>ENCUMBERED</u>	<u>EXPENDED</u>	<u>ENCUMBERED</u>	<u>EXPENDED</u>	<u>ENCUMBERED</u>	<u>EXPENDED</u>
CURRENT BUDGET	1,854,000	1,854,000	4,725,000	4,725,000	6,579,000	6,579,000
YEAR 1						
YEAR 2						
YEAR 3						
YEAR 4 AND BEYOND						
TOTAL	<u>1,854,000</u>	<u>1,854,000</u>	<u>4,725,000</u>	<u>4,725,000</u>	<u>6,579,000</u>	<u>6,579,000</u>

FLEET OPERATIONS DEPARTMENT
FISCAL YEAR 2015
BUDGET/FORECAST COMPARISON

<u>CATEGORY</u>	<u>2014</u> <u>BUDGET</u>	<u>2015</u> <u>FORECAST</u>	<u>2015</u> <u>BUDGET</u>	<u>2015 vs 2014 BUDGET</u>		<u>2015 vs FORECAST</u>	
				<u>\$</u> <u>DIFFERENCE</u>	<u>%</u> <u>DIFF.</u>	<u>\$</u> <u>DIFFERENCE</u>	<u>%</u> <u>DIFF.</u>
73-01-1-01 SHOP EQUIPMENT ADDITIONS	0	0	0	0	N/A	0	N/A
73-01-2-01 SHOP EQUIPMENT REPLACEMENTS	0	0	17,000	17,000	N/A	17,000	N/A
73-01-1-02 MOBILE EQUIPMENT ADDITIONS	0	0	0				
73-01-2-02 MOBILE EQUIPMENT REPLACEMENTS	318,000	469,000	487,000	169,000	53.1%	18,000	3.8%
73-01-1-03 VEHICLE ADDITIONS	0	0		0	N/A	0	N/A
73-01-2-03 VEHICLE REPLACEMENTS	3,416,000	2,811,000	2,637,000	(779,000)	-22.8%	(174,000)	-6.2%
GROSS TOTAL FLEET OPERATIONS	3,944,000	3,280,000	3,141,000	(803,000)	-20.4%	(139,000)	-4.2%
LESS: SALVAGE	0	0	0	0	N/A	0	N/A
NET TOTAL FLEET OPERATIONS	<u>3,944,000</u>	<u>3,280,000</u>	<u>3,141,000</u>	<u>(803,000)</u>	<u>-20.4%</u>	<u>(139,000)</u>	<u>-4.2%</u>

FLEET OPERATIONS DEPARTMENT
FISCAL YEAR 2015 CAPITAL BUDGET

<u>P</u>		<u>AMOUNT</u>
2	73-01-1-01 SHOP EQUIPMENT ADDITIONS	0
2	73-01-2-01 SHOP EQUIPMENT REPLACEMENTS	17,000
2	73-01-1-02 MOBILE EQUIPMENT ADDITIONS	0
2	73-01-2-02 CONDITIONAL FUNDING MOBILE EQUIPMENT REPLACEMENTS	487,000
2	73-01-1-03 VEHICLE ADDITIONS	
	73-01-2-03 CONDITIONAL FUNDING VEHICLE REPLACEMENTS	2,637,000
	GROSS TOTAL FLEET OPERATIONS	<u>3,141,000</u>
73-98-2-98	LESS: SALVAGE	
	NET TOTAL FLEET OPERATIONS	<u><u>3,141,000</u></u>

FLEET OPERATIONS DEPARTMENT
LISTING BY PRIORITY
FISCAL YEAR 2015 CAPITAL BUDGET

<u>P</u>	<u>CATEGORY</u>	<u>AMOUNT</u>	<u>BUDGET YR</u>	<u>YEAR 1</u>	<u>YEAR 2</u>	<u>YEAR 3</u>	<u>YEAR 4 +</u>
	<u>PRIORITY 2</u>						
2	73-01-1-01 SHOP EQUIPMENT ADDITIONS	0					
2	73-01-1-02 VEHICLE ADDITIONS						
2	73-01-2-01 SHOP EQUIPMENT REPLACEMENTS	17,000	17,000				
2	73-01-2-02 MOBILE EQUIPMENT REPLACEMENTS	487,000	487,000				
2	73-01-2-03 VEHICLE REPLACEMENTS	2,637,000	1,580,000	1,057,000			
TOTAL FLEET OPERATIONS DEPARTMENT:		<u>3,141,000</u>	<u>2,084,000</u>	<u>1,057,000</u>			

PHILADELPHIA GAS WORKS
 FISCAL YEAR 2015 CAPITAL BUDGET
 FLEET OPERATIONS DEPARTMENT ESTIMATE OF ENCUMBERANCE AND EXPENDITURE

<u>FISCAL YEAR</u>	<u>ADDITIONS</u>		<u>REPLACEMENTS</u>		<u>TOTAL</u>	
	<u>ENCUMBERED</u>	<u>EXPENDED</u>	<u>ENCUMBERED</u>	<u>EXPENDED</u>	<u>ENCUMBERED</u>	<u>EXPENDED</u>
CURRENT BUDGET			3,141,000	2,084,000	3,141,000	2,084,000
YEAR 1				1,057,000		1,057,000
YEAR 2						
YEAR 3						
YEAR 4 AND BEYOND						
TOTAL			<u>3,141,000</u>	<u>3,141,000</u>	<u>3,141,000</u>	<u>3,141,000</u>

OTHER DEPARTMENTS
FISCAL YEAR 2015 CAPITAL BUDGET
SUMMARY

<u>CATEGORY</u>	<u>ADDITIONS</u>	<u>REPLACEMENTS</u>	<u>TOTAL</u>
FACILITIES	137,000	2,479,000	2,616,000
INFORMATION SERVICES	133,000	561,000	694,000
CHIEF OPERATING OFFICER		750,000	750,000
CHEMICAL SERVICES	204,000	11,000	215,000
TOTAL OTHER DEPARTMENTS	<u>474,000</u>	<u>3,801,000</u>	<u>4,275,000</u>

OTHER DEPARTMENTS
FISCAL YEAR 2015
BUDGET/FORECAST COMPARISON

<u>CATEGORY</u>		2014 <u>BUDGET</u>	2015 <u>FORECAST</u>	2015 <u>BUDGET</u>	<u>2015 vs 2014 BUDGET</u>		<u>2015 vs FORECAST</u>	
					<u>\$</u> <u>DIFFERENCE</u>	<u>%</u> <u>DIFF.</u>	<u>\$</u> <u>DIFFERENCE</u>	<u>%</u> <u>DIFF.</u>
FACILITIES	ADDITIONS	549,000	132,000	137,000	(412,000)	-75.0%	5,000	3.8%
	REPLACEMENTS	<u>4,881,000</u>	<u>3,818,000</u>	<u>2,479,000</u>	<u>(2,402,000)</u>	<u>-49.2%</u>	<u>(1,339,000)</u>	<u>-35.1%</u>
	TOTAL	5,430,000	3,950,000	2,616,000	(2,814,000)	-51.8%	(1,334,000)	-33.8%
INFORMATION SERVICES	ADDITIONS	461,000	465,000	133,000	(328,000)	-71.1%	(332,000)	-71.4%
	REPLACEMENTS	<u>3,082,000</u>	<u>489,000</u>	<u>561,000</u>	<u>(2,521,000)</u>	<u>-81.8%</u>	<u>72,000</u>	<u>14.7%</u>
	TOTAL	3,543,000	954,000	694,000	(2,849,000)	-80.4%	(260,000)	-27.3%
CHIEF OPERATING OFFICER	ADDITIONS	0	0	0	0	N/A	0	N/A
	REPLACEMENTS	<u>750,000</u>	<u>750,000</u>	<u>750,000</u>	<u>0</u>	<u>0.0%</u>	<u>0</u>	<u>0.0%</u>
	TOTAL	750,000	750,000	750,000	0	0.0%	0	0.0%
CORPORATE PREPAREDNE	ADDITIONS	451,000						
	REPLACEMENTS	<u>40,000</u>						
	TOTAL	491,000						
GAS CONTROL	ADDITIONS	0						
	REPLACEMENTS	<u>1,188,000</u>						
	TOTAL	1,188,000						
VP GAS MANAGEMENT	ADDITIONS	0	0	0	0	N/A	0	N/A
	REPLACEMENTS	<u>1,159,000</u>	<u>0</u>	<u>0</u>	<u>(1,159,000)</u>	<u>-100.0%</u>	<u>0</u>	<u>N/A</u>
	TOTAL	1,159,000	0	0	(1,159,000)	-100.0%	0	N/A
VP TECHNICAL COMPLIANC	ADDITIONS	1,403,000						
	REPLACEMENTS	0						
	TOTAL	1,403,000						
VP CUSTOMER AFFAIRS	ADDITIONS	1,948,000	0	0	(1,948,000)	-100.0%	0	N/A
	REPLACEMENTS	<u>270,000</u>	<u>0</u>	<u>0</u>	<u>(270,000)</u>	<u>-100.0%</u>	<u>0</u>	<u>N/A</u>
	TOTAL	2,218,000	0	0	(2,218,000)	-100.0%	0	N/A
CHEM LAB	ADDITIONS			204,000				
	REPLACEMENTS	<u>0</u>	<u>0</u>	<u>11,000</u>	<u>11,000</u>	<u>N/A</u>	<u>11,000</u>	<u>N/A</u>
	TOTAL	0	0	215,000	11,000	N/A	11,000	N/A
TOTAL OTHER DEPARTMENTS		<u>16,182,000</u>	<u>5,654,000</u>	<u>4,275,000</u>	<u>(11,847,000)</u>	<u>-73.2%</u>	<u>(1,319,000)</u>	<u>-23.3%</u>

FACILITIES
FISCAL YEAR 2015
BUDGET/FORECAST COMPARISON

CATEGORY	2014 BUDGET	2015 FORECAST	2015 BUDGET	2015 vs 2014 BUDGET		2015 vs FORECAST	
				\$ DIFFERENCE	% DIFF.	\$ DIFFERENCE	% DIFF.
72-01-1-01 MISC CAPITAL ADDITIONS	118,000	120,000	129,000	11,000	9.3%	9,000	7.5%
72-01-1-02 MISC CAPITAL ADDITIONS-GAS PROC	12,000	12,000	8,000	(4,000)	-33.3%	(4,000)	-33.3%
72-01-2-01 MISC CAPITAL REPL & STRUCTURAL	477,000	382,000	325,000	(152,000)	-31.9%	(57,000)	-14.9%
72-01-2-02 MISC CAPITAL REPL - GAS PROC	37,000	38,000	45,000	8,000	21.6%	7,000	18.4%
72-01-2-03 MISC CAPITAL REPLACEMENTS - STRUCTURAL - GAS PROCESSING	58,000	59,000	58,000	0	0.0%	(1,000)	-1.7%
72-01-2-04 REPLACE HVAC SYSTEM - 800	201,000	205,000	188,000	(13,000)	-6.5%	(17,000)	-8.3%
72-01-2-05 REPLACE CARPETS - ALL LOCATIONS	154,000	210,000	152,000	(2,000)	-1.3%	(58,000)	-27.6%
72-01-2-06 REPLACE MODULAR FURNITURE - 800	200,000	210,000	105,000	(95,000)	-47.5%	(105,000)	-50.0%
72-01-2-07 REPLACE HVAC COMPONENTS - 1800	208,000		167,000				
72-01-2-08 REPLACE SWITCHGEAR - 1800	342,000	0	55,000	(287,000)	-83.9%	55,000	N/A
72-01-2-09 REPL OBSOLETE LIGHTING - 800	105,000	105,000	117,000	12,000	11.4%	12,000	11.4%
72-01-2-10 REPL 1849/TRANS STAIR TOWER	0	0	65,000	65,000	N/A	65,000	N/A
72-01-2-11 REPLACE HVAC DISTRICT OFFICE	0	50,000	123,000	123,000	N/A	73,000	146.0%
72-01-2-12 REPL OF WINDOWS-Castor/Belfield Sta	0	0	82,000	82,000	N/A	82,000	N/A
72-01-2-13 REPL ROOF ON DIST TRAINING GARAGE	0	59,000	72,000	72,000	N/A	13,000	22.0%
72-01-2-14 REPL HVAC OUTLYING STATION	0	0	125,000	125,000	N/A	125,000	N/A
72-01-2-15 REPL/UPGRADE 800 AUTO SYSTEM	0	0	270,000	270,000	N/A	270,000	N/A
72-01-2-16 REPLACE 800 COOLING TOWER	0	0	330,000	330,000	N/A	330,000	N/A
72-01-2-17 REPLACE SPLINE CEILING 800-1	0	0	80,000	80,000	N/A	80,000	N/A
72-01-2-18 404210 BLDG ROOF REPL RICHMOND	0	0	120,000	120,000	N/A	120,000	N/A
72-01-2-19 RENOVATE DISTRICT OFFICE	692,000	400,000					

FACILITIES
FISCAL YEAR 2015
BUDGET/FORECAST COMPARISON

<u>CATEGORY</u>	2014 <u>BUDGET</u>	2015 <u>FORECAST</u>	2015 <u>BUDGET</u>	<u>2015 vs 2014 BUDGET</u>		<u>2015 vs FORECAST</u>	
				<u>\$</u> <u>DIFFERENCE</u>	<u>%</u> <u>DIFF.</u>	<u>\$</u> <u>DIFFERENCE</u>	<u>%</u> <u>DIFF.</u>
72-01-2-20 RELOCATE GAS CONTROL	510,000						
72-01-2-21 REPL PARKING LOT-CASTOR	418,000						
72-01-2-22 UPGR ELECTRIC SERVICE-STATIONS	359,000						
72-01-2-23 ELEVATOR #10 MODERNIZATION-1800	330,000						
72-01-2-24 REPL BLDG EMERGENCY GENERATIO	315,000						
72-01-2-25 REPL TRANSP BLDG TOP DECK	300,000						
72-01-2-26 BLDG SECURITY UPGR - 800	175,000						
72-01-2-27 RELOCATE FLD OPERATIONS DISPATCH		500,000					
72-01-2-28 RELOCATE CALL CENTER		1,600,000					
TOTAL FACILITIES	<u>5,011,000</u>	<u>3,950,000</u>	<u>2,616,000</u>				

OTHER DEPARTMENTS
FISCAL YEAR 2015 CAPITAL BUDGET

<u>P</u>		<u>FACILITIES</u>	<u>AMOUNT</u>
1	72-01-1-01	MISCELLANEOUS CAPITAL ADDITIONS	129,000
1	72-01-1-02	MISCELLANEOUS CAPITAL ADDITIONS - GAS PROCESSING	8,000
1	72-01-2-01	MISCELLANEOUS CAPITAL REPLACEMENTS/STRUCTURAL REPAIRS	325,000
1	72-01-2-02	MISCELLANEOUS CAPITAL REPLACEMENTS - GAS PROCESSING	45,000
1	72-01-2-03	MISC CAPITAL REPL - STRUCTURAL REPAIRS - GAS PROCESSING	58,000
1	72-01-2-04	REPLACE HVAC SYSTEM COMPONENTS - 800	188,000
2	72-01-2-05	REPLACE CARPETS - ALL LOCATIONS	152,000
2	72-01-2-06	REPLACE MODULAR FURNITURE - 800	105,000
2	72-01-2-07	REPLACE HVAC COMPONENTS - 1800	167,000
2	72-01-2-08	REPLACE SWITCHGEAR - 1800	55,000
2	72-01-2-09	REPLACE OBSOLETE INTERIOR LIGHTING - 800	117,000
2	72-01-2-10	REPLACE 1849/TRANSPORTATION STAIR TOWER ROOFS	65,000
2	72-01-2-11	REPLACE HVAC DISTRICT OFFICE	123,000
2	72-01-2-12	REPLACEMENT OF WINDOWS-CASTOR/BELFIELD STATIONS	82,000
2	72-01-2-13	REPLACE ROOF ON DISTRIBUTION TRAINING GARAGE-PASSYUNK	72,000
2	72-01-2-14	REPLACE HVAC OUTLYING STATION	125,000
2	72-01-2-15	REPLACE/UPGRADE 800 BUILDING AUTOMATIC SYSTEM	270,000
2	72-01-2-16	REPLACE 800 COOLING TOWER	330,000
2	72-01-2-17	REPLACE SPLINE CEILING 800-1	80,000
2	72-01-2-18	404210 BUILDING ROOF REPLACEMENT - RICHMOND PLANT	120,000
		TOTAL FACILITIES	<u>2,616,000</u>

OTHER DEPARTMENTS
FISCAL YEAR 2015 CAPITAL BUDGET

P			<u>AMOUNT</u>
		<u>INFORMATION SERVICES</u>	
5	47-01-1-01	MISCELLANEOUS SERVER & NETWORK ADDITIONS	58,000
5	47-01-1-02	MISCELLANEOUS SOFTWARE ADDITIONS	75,000
5	47-01-2-01	REPLACEMENT SAN STORAGE	231,000
5	47-01-2-02	MISCELLANEOUS SOFTWARE REPLACEMENTS	150,000
5	47-01-2-03	SERVER & NETWORK HARDWARE REPLACEMENTS	180,000
		TOTAL INFORMATION SERVICES	<u>694,000</u>
		<u>CHIEF OPERATING OFFICER</u>	
1	13-01-2-01	CONDITIONAL FUNDING FOR CAPITAL NEEDS RELATED TO SAFETY	250,000
2	13-01-2-02	CONDITIONAL FUNDING FOR CAPITAL NEEDS - RELIABILITY OF SERVICE	250,000
4	13-01-2-03	CONDITIONAL FUNDING FOR CAPITAL NEEDS - COST-JUSTIFIED LOAD GROWTH	250,000
		TOTAL CHIEF OPERATING OFFICER	<u>750,000</u>
		<u>CHEM LAB</u>	
1	31-01-1-01	CHEM LAB INSTRUMENTATION & SUPPORT	204,000
1	31-01-2-01	CHEM LAB INSTRUMENTATION REPLACEMENT	11,000
		TOTAL CHEM LAB	<u>215,000</u>
		TOTAL OTHER DEPARTMENTS	<u>4,275,000</u>

OTHER DEPARTMENTS
LISTING BY PRIORITY

FISCAL YEAR 2015 CAPITAL BUDGET

<u>P</u>	<u>CATEGORY</u>	<u>AMOUNT</u>	<u>BUDGET_YR</u>	<u>YEAR_1</u>	<u>YEAR_2</u>	<u>YEAR_3</u>	<u>YEAR_4 +</u>
	<u>PRIORITY 1</u>						
1	13-01-2-01						
	CONDITIONAL FUNDING FOR CAPITAL NEEDS RELATED TO SAFETY						
1	31-01-1-01	204,000	204,000				
	CHEM LAB INSTRUMENTATION & SUPPORT						
1	31-01-2-01	11,000	11,000				
	CHEM LAB INSTRUMENTATION REPLACEMENT						
1	72-01-1-01	129,000	129,000				
	MISCELLANEOUS CAPITAL ADDITIONS						
1	72-01-1-02	8,000	8,000				
	MISCELLANEOUS CAPITAL ADDITIONS - GAS PROCESSING						
1	72-01-2-01	325,000	325,000				
	MISCELLANEOUS CAPITAL REPLACEMENTS/STRUCTURAL REPAIRS						
1	72-01-2-02	45,000	45,000				
	MISCELLANEOUS CAPITAL REPLACEMENTS - GAS PROCESSING						
1	72-01-2-03	58,000	58,000				
	MISC CAPITAL REPL - STRUCTURAL REPAIRS - GAS PROCESSING						
1	72-01-2-04	188,000	188,000				
	REPLACE HVAC SYSTEM COMPONENTS - 800						

OTHER DEPARTMENTS
LISTING BY PRIORITY

FISCAL YEAR 2015 CAPITAL BUDGET

P	CATEGORY	AMOUNT	BUDGET YR	YEAR 1	YEAR 2	YEAR 3	YEAR 4 +
<u>PRIORITY 2</u>							
2	13-01-2-02	COND FUND FOR CAPITAL NEEDS - RELIABILITY OF SERVICE TO SAFETY					
2	72-01-2-05	REPLACE CARPETS - ALL LOCATIONS	152,000				
2	72-01-2-06	REPLACE MODULAR FURNITURE - 800	105,000				
2	72-01-2-07	REPLACE HVAC COMPONENTS - 1800	167,000				
2	72-01-2-08	REPLACE SWITCHGEAR -1800	55,000				
2	72-01-2-09	REPLACE 800 OBSOLETE INTERIOR LIGHTING	117,000				
2	72-01-2-10	REPLACE 1849/TRANSPORTATION STAIR TOWER ROOFS	65,000				
2	72-01-2-11	REPLACE HVAC DISTRICT OFFICE	123,000				
2	72-01-2-12	REPLACEMENT OF WINDOWS-CASTOR/BELFIELD STATIONS	82,000				
2	72-01-2-13	REPLACE ROOF ON DISTRIBUTION TRAINING GARAGE-PASSYUNK	72,000				
2	72-01-2-14	REPLACE HVAC OUTLYING STATION	125,000				
2	72-01-2-15	REPLACE/UPGRADE 800 BUILDING AUTOMATION SYSTEM	270,000				
2	72-01-2-16	REPLACE 800 COOLING TOWER	330,000				
2	72-01-2-17	REPLACE SPLINE CEILING 800-1	80,000				
2	72-01-2-18	404210 BUILDING ROOF REPLACEMENT - RICHMOND PLANT	120,000				
<u>PRIORITY 4</u>							
4	13-01-2-03	COND FUND FOR CAPITAL NEEDS - COST-JUSTIFIED LOAD GROWTH					

OTHER DEPARTMENTS
LISTING BY PRIORITY

FISCAL YEAR 2015 CAPITAL BUDGET

<u>P</u>	<u>CATEGORY</u>	<u>AMOUNT</u>	<u>BUDGET_YR</u>	<u>YEAR 1</u>	<u>YEAR 2</u>	<u>YEAR 3</u>	<u>YEAR 4 +</u>
	<u>PRIORITY 5</u>						
5	47-01-1-01 MISCELLANEOUS SERVER & NETWORK ADDITIONS	58,000	58,000				
5	47-01-1-02 MISCELLANEOUS SOFTWARE ADDITIONS	75,000	75,000				
5	47-01-2-01 REPLACEMENT SAN STORAGE	231,000	231,000				
5	47-01-2-02 MISCELLANEOUS SOFTWARE REPLACEMENTS	150,000	150,000				
5	47-01-2-03 SERVER & NETWORK HARDWARE REPLACEMENTS	180,000	180,000				
TOTAL OTHER DEPARTMENTS:		3,525,000	3,525,000				

PHILADELPHIA GAS WORKS
 FISCAL YEAR 2015 CAPITAL BUDGET
 OTHER DEPARTMENTS ESTIMATE OF ENCUMBRANCE AND EXPENDITURE

<u>FISCAL YEAR</u>	<u>ADDITIONS</u>		<u>REPLACEMENTS</u>		<u>TOTAL</u>	
	<u>ENCUMBERED</u>	<u>EXPENDED</u>	<u>ENCUMBERED</u>	<u>EXPENDED</u>	<u>ENCUMBERED</u>	<u>EXPENDED</u>
CURRENT BUDGET	474,000	474,000	3,801,000	3,801,000	4,275,000	4,275,000
YEAR 1						
YEAR 2						
YEAR 3						
YEAR 4 AND BEYOND						
TOTAL	<u>474,000</u>	<u>474,000</u>	<u>3,801,000</u>	<u>3,801,000</u>	<u>4,275,000</u>	<u>4,275,000</u>

FIVE YEAR FORECAST

PHILADELPHIA GAS WORKS

FISCAL YEAR 2015 AND FORECAST 2016 THROUGH 2020

<u>DEPARTMENT</u>	2015 CAPITAL BUDGET	<u>FORECAST</u>				<u>TOTAL 6 YEARS</u>
		<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	
<u>GAS PROCESSING</u>						
ADDITIONS	495,000	52,823,000	511,000	431,000	134,000	54,532,000
REPLACEMENTS	<u>3,226,000</u>	<u>6,298,000</u>	<u>4,237,000</u>	<u>2,026,000</u>	<u>2,139,000</u>	<u>20,773,000</u>
TOTAL GAS PROCESSING	3,721,000	59,121,000	4,748,000	2,457,000	2,273,000	75,305,000
ACQUIRE ASSETS LEASE						
ADDITIONS	10,796,000	11,060,000	11,283,000	11,567,000	11,883,000	68,738,000
REPLACEMENTS	<u>60,941,000</u>	<u>67,079,000</u>	<u>66,831,000</u>	<u>65,330,000</u>	<u>68,251,000</u>	<u>397,806,000</u>
GROSS TOTAL DISTRIBUTION	71,737,000	78,139,000	78,114,000	76,897,000	80,134,000	466,544,000
LESS: SALVAGE						
LESS: CONTRIBUTIONS*						
LESS: REIMBURSEMENT**	<u>(1,022,000)</u>	<u>(2,287,000)</u>	<u>(1,206,000)</u>	<u>(741,000)</u>	<u>(756,000)</u>	<u>(6,783,000)</u>
NET TOTAL DISTRIBUTION	70,715,000	75,852,000	76,908,000	76,156,000	79,378,000	459,761,000
ACQUIRE ASSETS LEASE						
ADDITIONS	70,715,000	75,852,000	76,908,000	76,156,000	79,378,000	459,761,000
REPLACEMENTS						
TOTAL	70,715,000	75,852,000	76,908,000	76,156,000	79,378,000	459,761,000

PHILADELPHIA GAS WORKS

FISCAL YEAR 2015 AND FORECAST 2016 THROUGH 2020

DEPARTMENT	2015 CAPITAL BUDGET	FORECAST				TOTAL 6 YEARS
		2016	2017	2018	2019	
FIELD SERVICES						
ADDITIONS	1,854,000	1,932,000	1,986,000	2,034,000	2,085,000	12,032,000
REPLACEMENTS	<u>4,724,700</u>	<u>5,031,000</u>	<u>4,719,000</u>	<u>4,836,000</u>	<u>4,959,000</u>	<u>29,350,700</u>
GROSS TOTAL FIELD SERVICES	6,578,700	6,963,000	6,705,000	6,870,000	7,044,000	41,382,700
LESS: SALVAGE						
LESS: CONTRIBUTIONS*						
NET TOTAL FIELD SERVICES	6,578,700	6,963,000	6,705,000	6,870,000	7,044,000	41,382,700
ACQUIRE ASSETS LEASE						
GROSS TOTAL FLEET OPERATIONS	3,141,000	4,271,000	3,780,000	2,688,000	1,729,000	18,079,000
LESS: SALVAGE						
NET TOTAL FLEET OPERATIONS	3,141,000	4,271,000	3,780,000	2,688,000	1,729,000	18,079,000
ACQUIRE ASSETS LEASE						
GROSS TOTAL FLEET OPERATIONS	3,141,000	4,271,000	3,780,000	2,688,000	1,729,000	18,079,000
LESS: SALVAGE						
NET TOTAL FLEET OPERATIONS	<u>3,141,000</u>	<u>4,271,000</u>	<u>3,780,000</u>	<u>2,688,000</u>	<u>1,729,000</u>	<u>18,079,000</u>
FLEET OPERATIONS						
ADDITIONS				0	0	0
REPLACEMENTS	<u>3,141,000</u>	<u>4,271,000</u>	<u>3,780,000</u>	<u>2,688,000</u>	<u>1,729,000</u>	<u>18,079,000</u>
GROSS TOTAL FLEET OPERATIONS	3,141,000	4,271,000	3,780,000	2,688,000	1,729,000	18,079,000
LESS: SALVAGE						
NET TOTAL FLEET OPERATIONS	3,141,000	4,271,000	3,780,000	2,688,000	1,729,000	18,079,000
ACQUIRE ASSETS LEASE						
GROSS TOTAL FLEET OPERATIONS	3,141,000	4,271,000	3,780,000	2,688,000	1,729,000	18,079,000
LESS: SALVAGE						
NET TOTAL FLEET OPERATIONS	<u>3,141,000</u>	<u>4,271,000</u>	<u>3,780,000</u>	<u>2,688,000</u>	<u>1,729,000</u>	<u>18,079,000</u>

PHILADELPHIA GAS WORKS

FISCAL YEAR 2015 AND FORECAST 2016 THROUGH 2020

<u>DEPARTMENT</u>	2015 CAPITAL BUDGET	FORECAST				TOTAL 6 YEARS
		<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	
OTHER						
ADDITIONS	474,000	276,000	282,000	288,000	294,000	1,916,000
REPLACEMENTS	<u>3,801,000</u>	<u>14,820,000</u>	<u>2,661,000</u>	<u>2,606,000</u>	<u>2,512,000</u>	<u>28,957,000</u>
TOTAL OTHER	4,275,000	15,096,000	2,943,000	2,894,000	2,806,000	30,873,000
ACQUIRE ASSETS LEASE	4,275,000	15,096,000	2,943,000	2,894,000	2,806,000	30,873,000
TOTAL						
ADDITIONS	13,619,000	66,091,000	14,062,000	14,320,000	14,396,000	137,218,000
REPLACEMENTS	<u>75,833,700</u>	<u>97,499,000</u>	<u>82,228,000</u>	<u>77,486,000</u>	<u>79,590,000</u>	<u>494,965,700</u>
GROSS TOTAL	89,452,700	163,590,000	96,290,000	91,806,000	93,986,000	632,183,700
LESS: SALVAGE						
LESS: REIMBURSEMENT**	(1,022,000)	(2,287,000)	(1,206,000)	(741,000)	(756,000)	(6,783,000)
LESS: CONTRIBUTIONS*						
NET TOTAL	<u>88,430,700</u>	<u>161,303,000</u>	<u>95,084,000</u>	<u>91,065,000</u>	<u>93,230,000</u>	<u>625,400,700</u>
ACQUIRE ASSETS LEASE	85,289,700	157,032,000	91,304,000	88,377,000	91,501,000	607,321,700
	<u>3,141,000</u>	<u>4,271,000</u>	<u>3,780,000</u>	<u>2,688,000</u>	<u>1,729,000</u>	<u>18,079,000</u>

* CONTRIBUTIONS ARE POTENTIAL CUSTOMER CONTRIBUTIONS

** REIMBURSEMENT TO PGW FOR RELOCATING STRUCTURES & EQUIPMENT AND/OR LOAD GROWTH

PHILADELPHIA GAS WORKS
PROPOSED 2016 - 2020 FORECAST
(COMPARISON)

<u>DEPARTMENT</u>	<u>2015 - 2019 FORECAST</u>	<u>2016 - 2020 FORECAST</u>	<u>AMOUNT DIFFERENCE</u>	<u>PERCENT DIFFERENCE</u>
<u>GAS PROCESSING</u>				
ADDITIONS	4,287,000	54,037,000	49,750,000	1160.5%
REPLACEMENTS	<u>13,152,000</u>	<u>17,547,000</u>	<u>4,395,000</u>	33.4%
TOTAL GAS PROCESSING	17,439,000	71,584,000	54,145,000	310.5%
<u>DISTRIBUTION</u>				
ADDITIONS	54,348,000	56,613,000	2,265,000	4.2%
REPLACEMENTS	<u>345,790,000</u>	<u>336,865,000</u>	<u>(8,925,000)</u>	-2.6%
GROSS TOTAL DISTRIBUTION	400,138,000	393,478,000	(6,660,000)	-1.7%
LESS: SALVAGE				
LESS: CONTRIBUTIONS*				
LESS: REIMBURSEMENT**	<u>(5,031,000)</u>	<u>(5,761,000)</u>		
NET TOTAL DISTRIBUTION	400,138,000	393,478,000	(6,660,000)	-1.7%
<u>FIELD SERVICES</u>				
ADDITIONS	10,899,000	10,178,000	(721,000)	-6.6%
REPLACEMENTS	<u>20,768,000</u>	<u>24,626,000</u>	<u>3,858,000</u>	18.6%
GROSS TOTAL FIELD SERVICES	31,667,000	34,804,000	3,137,000	9.9%
LESS: SALVAGE				
LESS: CONTRIBUTIONS*				
NET TOTAL FIELD SERVICES	31,667,000	34,804,000	3,137,000	9.9%

PHILADELPHIA GAS WORKS
PROPOSED 2016 - 2020 FORECAST
(COMPARISON)

<u>DEPARTMENT</u>	<u>2015 - 2019 FORECAST</u>	<u>2016 - 2020 FORECAST</u>	<u>AMOUNT DIFFERENCE</u>	<u>PERCENT DIFFERENCE</u>
<u>FLEET OPERATIONS</u>				
ADDITIONS	0	0	(0)	-40%
REPLACEMENTS	<u>18,760,000</u>	<u>14,938,000</u>	<u>(3,822,000)</u>	-20.4%
GROSS TOTAL FLEET OPERATIONS	18,760,000	14,938,000	(3,822,000)	-20.4%
LESS: SALVAGE				
NET TOTAL FLEET OPERATIONS	18,760,000	14,938,000	(3,822,000)	-20.4%
 <u>OTHER</u>				
ADDITIONS	2,485,000	1,442,000	(1,043,000)	-42.0%
REPLACEMENTS	<u>15,734,000</u>	<u>25,156,000</u>	<u>9,548,000</u>	60.7%
TOTAL OTHER	18,219,000	26,598,000	8,505,000	46.7%
 <u>TOTAL</u>				
ADDITIONS	72,019,000	122,270,000	50,251,000	69.8%
REPLACEMENTS	<u>414,204,000</u>	<u>419,132,000</u>	<u>5,054,000</u>	1.2%
GROSS TOTAL	486,223,000	541,402,000	55,305,000	11.4%
LESS: SALVAGE				
LESS: REIMBURSEMENT**	(5,031,000)	<u>(5,761,000)</u>		
LESS: CONTRIBUTIONS*				
NET TOTAL	<u>486,223,000</u>	<u>541,402,000</u>	<u>55,305,000</u>	11.4%

GAS PROCESSING DEPARTMENT

FORECAST - FISCAL YEARS 2016 THROUGH 2020

	<u>2014 BUDGET</u>	<u>2015 BUDGET</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>TOTAL FORECAST</u>
GP-1 <u>NATURAL GAS MEASUREMENT AND CONTROL FACILITIES</u>								
1 53-01-2-01 REPLACE (1) M&R STATION HEATER		1,705,000		1,800,000		1,800,000		3,600,000
1 53-01-2-02 METER RUN BYPASS - PENROSE		79,000						
1 53-01-2-03 MODIFY LNG TANK RE-PRESSURIZATION SYSTEMS - RICHMOND & PASSYUNK					150,000			150,000
53-01-X-XX NON-RECURRING ITEMS								
TOTAL GP-1		<u>1,784,000</u>		<u>1,800,000</u>	<u>150,000</u>	<u>1,800,000</u>		<u>3,750,000</u>
GP-2 <u>SUPPLEMENTAL GAS FACILITIES</u>								
1 53-02-1-01 PROCESS HAZARDS AND LOPA UPGRADES- RICHMOND	182,000	179,000						
1 53-02-1-02 HAZARD DETECTION SYSTEM MODIFICATIONS FOR LNG CONTROL BLDG - RICHMOND		153,000						
1 53-02-1-03 ADD BOILOFF JET COMPRESSORS - RICHMOND & PASSYUNK					300,000			300,000
1 53-02-1-04 EXTEND SECOND LNG FILL LINE TO SOUTH TANK - RICHMOND				383,000				383,000
1 53-02-1-05 LIQUIFACTION FEEDGAS CO2 AND ETHANE REMOVAL - RICHMOND			2,000,000					2,000,000
1 53-02-1-06 INCREASE LIQUEFACTION CAPACITY			50,000,000					50,000,000

GAS PROCESSING DEPARTMENT

FORECAST - FISCAL YEARS 2016 THROUGH 2020

	<u>2014 BUDGET</u>	<u>2015 BUDGET</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>TOTAL FORECAST</u>
1 53-02-1-07 REPLACE FIRE SYSTEM ON C-5RB BOIL OFF COMPRESSOR - RICHMOND			698,000					698,000
53-02-2-01 REPLACE UPS SYSTEM - RICHMOND CENTRAL CONTROL AND LNG CONTROL		127,000						
53-02-2-02 REPLACE P-107 LNG PUMP - RICHMOND		966,000						
53-02-2-01 REPLACE H1 HEATER - RICHMOND			2,315,000				2,500,000	4,815,000
53-02-2-02 TRUCK STATION ACCESS MODIFICATIONS - RICHMOND			511,000					511,000
53-02-2-03 REPLACE PA SYSTEM - PASSYUNK				750,000				750,000
53-02-2-04 REPLACE VAPORIZATION LOW TEMPERATURE SHUTDOWN VALVES -RICHMOND								
53-02-2-05 REPLACE LNG SWITCHGEAR -RICHMOND					1,000,000			1,000,000
53-02-2-06 REPLACE RIVER WATER PUMP SWITCHGEAR AND RIVER WATER PUMPS - RICHMOND			1,500,000					1,500,000
53-02-2-07 REPLACE PNEUMATIC COMPANDER ACTUATORS WITH ELECTRONIC ACTUATORS				180,000				180,000
53-02-2-08 REPLACE FOAM WATER PIPING ON LNG TANKS-RICHMOND			500,000		500,000			1,000,000

GAS PROCESSING DEPARTMENT

FORECAST - FISCAL YEARS 2016 THROUGH 2020

	<u>2014 BUDGET</u>	<u>2015 BUDGET</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>TOTAL FORECAST</u>
53-02-2-09 REPLACE FIRE AND GAS DETECTION SYSTEM - PASSYUNK				1,140,000				1,140,000
53-01-X-XX NON-RECURRING ITEMS	3,203,000							
TOTAL GP-2	<u>3,385,000</u>	<u>1,425,000</u>	<u>57,524,000</u>	<u>2,453,000</u>	<u>1,800,000</u>		<u>2,500,000</u>	<u>64,277,000</u>
<u>GP-3. BUILDING AND GROUNDS</u>								
2 53-03-2-01 REPLACE LNG TANK ELEVATOR-RICHMOND			964,000					964,000
1 53-03-2-02 REPLACE PLANT EMERGENCY ALARM SYSTEM - PASSYUNK			150,000					150,000
TOTAL GP-3			<u>1,114,000</u>					<u>1,114,000</u>
<u>GP-4 MISCELLANEOUS CAPITAL REQUIREMENTS</u>								
1 53-04-1-01 MISCELLANEOUS CAPITAL ADDITIONS	172,000	163,000	125,000	128,000	131,000	134,000	138,000	656,000
1 53-04-2-01 MISCELLANEOUS CAPITAL REPLACEMENTS	407,000	349,000	358,000	367,000	376,000	339,000	347,000	1,787,000
TOTAL GP-4	<u>579,000</u>	<u>512,000</u>	<u>483,000</u>	<u>495,000</u>	<u>507,000</u>	<u>473,000</u>	<u>485,000</u>	<u>2,443,000</u>
TOTAL GAS PROCESSING DEPARTMENT	3,964,000	3,721,000	59,121,000	4,748,000	2,457,000	2,273,000	2,985,000	71,584,000
ACQUIRE ASSETS LEASE	3,964,000	3,721,000	59,121,000	4,748,000	2,457,000	2,273,000	2,985,000	71,584,000

DISTRIBUTION DEPARTMENT

FORECAST - FISCAL YEARS 2016 THROUGH 2020

	<u>2014 BUDGET</u>	<u>2015 BUDGET</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>TOTAL FORECAST</u>
<u>D-20 HIGH PRESSURE MAINS</u>								
52-20-1-01 UNSPECIFIED	1,226,000	1,133,000	1,160,000	1,188,000	1,218,000	1,248,000	1,279,000	6,093,000
52-20-2-01 CITY AND STATE WORK	1,175,000	1,378,000	1,411,000	1,445,000	1,481,000	1,518,000	1,556,000	7,411,000
52-20-2-02 INCRE REPL OF 12" HP CAST IRON MAIN	7,789,000	5,034,000	7,334,000	5,287,000	6,637,000	7,340,000	4,710,000	31,308,000
52-20-2-03 INCRE REPL - 30" HP CAST IRON AND OTHER LARGE DIAMETER MAIN	10,385,000	9,045,000	12,000,000	14,010,000	10,755,000	11,815,000	14,362,000	62,942,000
52-20-2-04 NATURAL GAS SOMERTON STATION - CHANGE MAOP (MAXIMUM ALLOWABLE OPERATING PRESSURE)								
	20,575,000	16,590,000	21,905,000	21,930,000	20,091,000	21,921,000	21,907,000	107,754,000
52-20-2-97 LESS: REIMBURSEMENT**								
NET TOTAL D-20	<u>20,575,000</u>	<u>16,590,000</u>	<u>21,905,000</u>	<u>21,930,000</u>	<u>20,091,000</u>	<u>21,921,000</u>	<u>21,907,000</u>	<u>107,754,000</u>

DISTRIBUTION DEPARTMENT

FORECAST - FISCAL YEARS 2016 THROUGH 2020

	<u>2014 BUDGET</u>	<u>2015 BUDGET</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>TOTAL FORECAST</u>
<u>D-21 & INCH AND SMALLER I. P. AND L. P. MAIN</u>								
52-21-1-01 ADDITIONS	2,155,000	2,195,000	2,248,000	2,302,000	2,360,000	2,419,000	2,479,000	11,808,000
52-21-2-01 CITY AND STATE WORK	4,992,000	4,330,000	4,434,000	4,540,000	4,654,000	4,770,000	4,889,000	23,287,000
52-21-2-02 PRUDENT	15,201,000	14,683,000	15,035,000	15,396,000	15,781,000	16,176,000	16,580,000	78,968,000
52-21-2-03 LTIP - ACCELERATED CAST IRON		3,182,000	3,258,000	3,337,000	3,420,000	3,505,000	3,593,000	17,113,000
GROSS TOTAL D-21	23,098,000	24,390,000	26,725,000	26,055,000	26,215,000	26,870,000	27,541,000	133,406,000
52-21-2-97 LESS: REIMBURSEMENT**	<u>(1,616,000)</u>	<u>(1,022,000)</u>	<u>(2,287,000)</u>	<u>(1,206,000)</u>	<u>(741,000)</u>	<u>(752,000)</u>	<u>(771,000)</u>	<u>(5,757,000)</u>
NET TOTAL D-21	<u>21,482,000</u>	<u>23,368,000</u>	<u>24,438,000</u>	<u>24,849,000</u>	<u>25,474,000</u>	<u>26,118,000</u>	<u>26,770,000</u>	<u>127,649,000</u>
<u>D-22 12 INCH AND LARGER I. P.</u>								
<u>AND L. P. MAIN</u>								
52-22-1-01 ADDITIONS	37,000	5,000	5,000	5,000	5,000	5,000	5,000	25,000
52-22-2-01 CITY AND STATE WORK	295,000	1,002,000	1,026,000	1,051,000	1,077,000	1,104,000	1,132,000	5,390,000
52-22-2-04 MAIN FOR MAJOR ENFORCED RELOC. I-95	<u>750,000</u>	<u>360,000</u>	<u>1,750,000</u>	<u>480,000</u>				<u>2,230,000</u>
GROSS TOTAL D-22	1,082,000	1,367,000	2,781,000	1,536,000	1,082,000	1,109,000	1,137,000	7,645,000
52-22-2-97 LESS: REIMBURSEMENT**		<u>(324,000)</u>						
NET TOTAL D-22	<u>1,082,000</u>	<u>1,043,000</u>	<u>2,781,000</u>	<u>1,536,000</u>	<u>1,082,000</u>	<u>1,109,000</u>	<u>1,137,000</u>	<u>7,645,000</u>

DISTRIBUTION DEPARTMENT

FORECAST - FISCAL YEARS 2016 THROUGH 2020

	<u>2014 BUDGET</u>	<u>2015 BUDGET</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>TOTAL FORECAST</u>
D-23 CUSTOMER METERING & REGULATOR INSTALLATION, AND PRESSURE CONTROL & <u>CORROSION CONTROL FACILITIES</u>								
52-23-1-01 CUSTOMER METER & REGULATOR INSTALL	405,000	562,000	575,000	589,000	604,000	619,000	634,000	3,021,000
52-23-2-01 REPLACE/REHABILITATION-HP MAIN VALVES	608,000	730,000	111,000	114,000	117,000	120,000	123,000	585,000
52-23-2-02 REPL - PRESSURE CNTL & CORR CNTL FACIL	<u>284,000</u>	<u>579,000</u>	<u>593,000</u>	<u>607,000</u>	<u>622,000</u>	<u>638,000</u>	<u>654,000</u>	<u>3,114,000</u>
GROSS TOTAL D-23	1,297,000	1,871,000	1,279,000	1,310,000	1,343,000	1,377,000	1,411,000	6,720,000
LESS: REIMBURSEMENT**								
TOTAL D-23	<u>1,297,000</u>	<u>1,871,000</u>	<u>1,279,000</u>	<u>1,310,000</u>	<u>1,343,000</u>	<u>1,377,000</u>	<u>1,411,000</u>	<u>6,720,000</u>
<u>D-24 SERVICES</u>								
52-24-1-01 1 1/4" AND SMALLER	3,943,000	4,225,000	4,326,000	4,430,000	4,541,000	4,655,000	4,771,000	22,723,000
52-24-1-02 2" AND LARGER	2,370,000	2,622,000	2,685,000	2,749,000	2,818,000	2,888,000	2,960,000	14,100,000
52-24-2-01 1 1/4" AND SMALLER	19,216,000	17,950,000	17,921,000	18,351,000	18,810,000	19,280,000	19,762,000	94,124,000
52-24-2-02 2" AND LARGER	<u>886,000</u>	<u>936,000</u>	<u>907,000</u>	<u>929,000</u>	<u>952,000</u>	<u>976,000</u>	<u>1,000,000</u>	<u>4,764,000</u>
GROSS TOTAL D-24	26,415,000	25,733,000	25,839,000	26,459,000	27,121,000	27,799,000	28,493,000	135,711,000
52-24-2-97 LESS: REIMBURSEMENT**	<u>1,022,000</u>							
LESS: CONTRIBUTIONS*								
TOTAL D-24	<u>27,437,000</u>	<u>25,733,000</u>	<u>25,839,000</u>	<u>26,459,000</u>	<u>27,121,000</u>	<u>27,799,000</u>	<u>28,493,000</u>	<u>135,711,000</u>

DISTRIBUTION DEPARTMENT

FORECAST - FISCAL YEARS 2016 THROUGH 2020

	<u>2014 BUDGET</u>	<u>2015 BUDGET</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>TOTAL FORECAST</u>
<u>D-29 OTHER DISTRIBUTION FACILITIES</u>								
52-29-1-01 ADDITIONS	55,000	54,000	61,000	20,000	21,000	49,000	21,000	172,000
52-29-2-01 REPLACEMENTS	<u>1,177,000</u>	<u>1,732,000</u>	<u>1,170,000</u>	<u>1,152,000</u>	<u>888,000</u>	<u>870,000</u>	<u>870,000</u>	<u>4,950,000</u>
52-99-2-99	<u>1,232,000</u>	<u>1,786,000</u>	<u>1,231,000</u>	<u>1,172,000</u>	<u>909,000</u>	<u>919,000</u>	<u>891,000</u>	<u>5,122,000</u>
<u>TOTAL D-29</u>								
<u>D-99 REMOVAL AND ABANDONMENTS</u>								
52-98-2-98	73,699,000	71,737,000	79,760,000	78,462,000	76,761,000	79,995,000	81,380,000	396,358,000
LESS: SALVAGE								
LESS: CONTRIBUTIONS*								
LESS: REIMBURSEMENT**								
NET TOTAL DISTRIBUTION DEPARTMENT	<u>72,083,000</u>	<u>70,391,000</u>	<u>77,473,000</u>	<u>77,256,000</u>	<u>76,020,000</u>	<u>79,243,000</u>	<u>80,609,000</u>	<u>390,601,000</u>
<u>ACQUIRE ASSETS</u>								
<u>LEASE</u>								
<u>79,243,000</u>								
<u>80,609,000</u>								
<u>390,601,000</u>								

FIELD SERVICES DEPARTMENT

FORECAST - FISCAL YEARS 2016 THROUGH 2020

	<u>2014 BUDGET</u>	<u>2015 BUDGET</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>TOTAL FORECAST</u>
<u>C-30 METERS</u>								
4 50-30-1-01 ADDITIONS AND INSTALLATIONS	1,564,000	1,562,000	1,631,000	1,678,000	1,720,000	1,764,000	1,807,000	8,600,000
1 50-30-2-01 REPLACEMENTS	1,884,000	2,093,000	2,427,000	2,039,000	2,090,000	2,143,000	2,196,000	10,895,000
TOTAL C-30	3,448,000	3,655,000	4,058,000	3,717,000	3,810,000	3,907,000	4,003,000	19,495,000
<u>C-32 SERVICES REGULATORS</u>								
4 50-32-1-01 ADDITIONS AND INSTALLATIONS	48,000	65,000	56,000	57,000	56,000	57,000	63,000	289,000
1 50-32-2-01 REPLACEMENTS	62,000	56,000	41,000	42,000	42,000	44,000	45,000	214,000
TOTAL C-32	110,000	121,000	97,000	99,000	98,000	101,000	108,000	503,000
<u>C-33 TELEMETERING</u>								
5 50-33-1-01 ADDITIONS AND INSTALLATIONS	58,000	92,000	94,000	96,000	99,000	101,000	104,000	494,000
1 50-33-2-01 REPLACEMENTS	79,000	132,000	135,000	139,000	143,000	146,000	150,000	713,000
TOTAL C-33	137,000	224,000	229,000	235,000	242,000	247,000	254,000	1,207,000
<u>C-34 METER SHOP EQUIPMENT</u>								
5 50-34-2-01 REPLACEMENTS	72,000	237,000	0	0	0	0	0	0
TOTAL C-34	72,000	237,000	0	0	0	0	0	0

FLEET OPERATIONS DEPARTMENT

FORECAST - FISCAL YEARS 2016 THROUGH 2020

	<u>2014 BUDGET</u>	<u>2015 BUDGET</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>TOTAL FORECAST</u>
2 73-01-1-01 SHOP EQUIPMENT ADDITIONS	0	0	0	0	0	0	0	0
2 73-01-1-02 VEHICLE ADDITIONS	0	0	0	0	0	0	0	0
2 73-01-2-01 SHOP EQUIPMENT REPLACEMENTS	0	17,000	0	0	0	0	0	0
2 73-01-2-02 MOBILE EQUIPMENT REPLACEMENTS	318,000	487,000	211,000	420,000	433,000	445,000	238,000	1,747,000
2 73-01-2-03 VEHICLE REPLACEMENTS	3,416,000	2,637,000	4,060,000	3,360,000	2,255,000	1,284,000	2,232,000	13,191,000
2 73-01-2-04 FLEET MANAGEMENT SYSTEM UPGRADE	177,000	0	0	0	0	0	0	0
2 73-01-2-05 FUEL SYSTEM UPGRADE	<u>33,000</u>	<u>0</u>	0	0	0	0	0	0
GROSS TOTAL FLEET OPERATIONS DEPARTMENT	3,944,000	3,141,000	4,271,000	3,780,000	2,688,000	1,729,000	2,470,000	14,938,000
LESS: SALVAGE	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
NET TOTAL FLEET OPERATIONS DEPARTMENT	<u>3,944,000</u>	<u>3,141,000</u>	<u>4,271,000</u>	<u>3,780,000</u>	<u>2,688,000</u>	<u>1,729,000</u>	<u>2,470,000</u>	<u>14,938,000</u>
ACQUIRE ASSETS	3,944,000	3,141,000	4,271,000	3,780,000	2,688,000	1,729,000	2,470,000	14,938,000
LEASE								

OTHER DEPARTMENTS

FORECAST - FISCAL YEARS 2016 THROUGH 2020

	<u>2014 BUDGET</u>	<u>2015 BUDGET</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>TOTAL FORECAST</u>
<u>FACILITIES</u>								
1 72-01-1-01 MISCELLANEOUS CAPITAL ADDITIONS	118,000	129,000	132,000	135,000	138,000	141,000	145,000	691,000
1 72-01-1-02 MISC CAPITAL ADDITIONS-GAS PROCESSING	12,000	8,000	8,000	8,000	8,000	8,000	8,000	40,000
5 73-01-1-03 CNG REFUELING STATION	137,000							
2 72-01-1-04 BACKUP ELECTRIC GENERATOR - TIOGA	282,000							
1 72-01-2-01 MISC CAPITAL REPL & STRUCTURAL REPAIRS	477,000	325,000	333,000	341,000	350,000	359,000	368,000	1,751,000
1 72-01-2-02 MISC CAPITAL REPL - GAS PROCESSING	37,000	45,000	48,000	49,000	50,000	51,000	52,000	250,000
1 72-01-2-03 MISC CAP REPL-STRUCT REPAIRS-GAS PROC	58,000	58,000	59,000	60,000	61,000	63,000	65,000	308,000
2 72-01-2-04 REPLACE HVAC SYSTEM COMPONENTS - 800	201,000	188,000	256,000	262,000	269,000	275,000	282,000	1,344,000
2 72-01-2-05 REPLACE CARPETS - ALL LOCATIONS	154,000	152,000	156,000	159,000	163,000	167,000	172,000	817,000
2 72-01-2-06 REPLACE MODULAR FURNITURE -800	200,000	105,000	212,000	217,000	222,000	228,000	234,000	1,113,000
2 72-01-2-07 REPLACE HVAC COMPONENTS - 1800	167,000							
2 72-01-2-08 REPLACE SWITCHGEAR - 1800	342,000	55,000						
2 72-01-2-09 REPLACE OBSOLETE INTERIOR LIGHTING - 800	105,000	117,000	131,000	134,000	137,000			402,000
2 72-01-2-010 REPLACE 1849/FLEET STAIR TOWER ROOFS		65,000						

OTHER DEPARTMENTS

FORECAST - FISCAL YEARS 2016 THROUGH 2020

	<u>2014 BUDGET</u>	<u>2015 BUDGET</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>TOTAL FORECAST</u>
2 72-01-2-11 REPLACE HVAC DISTRICT OFFICE		123,000						
2 73-01-2-12 REPLACE OF WINDOWS-CASTOR/BELFIELD STATIONS		82,000						
2 72-01-2-13 REPLACE ROOF - DISTRIBUTION TRAINING GARAGE -PASSYUNK		72,000						
2 72-01-2-14 REPLACE HVAC OUTLYING STATION		125,000						
2 72-01-2-15 REPLACE/UPGRADE 800 BUILDING AUTOMATION SYSTEM		270,000	250,000	100,000				350,000
2 72-01-2-16 REPLACE 800 COOLING TOWER		330,000						
2 72-01-2-17 REPLACE SPLINE CEILING 800-1		80,000						
2 73-01-2-18 404210 BUILDING ROOF - RICHMOND PLANT		120,000						
1 72-01-1-03 BACKUP HVAC TO SUPPORT DATA CENTER								
1 72-01-2-04 RENOVATE SOUTH PHILA DISTRICT OFFICE RENOVATE DISTRICT OFFICE								692,000

OTHER DEPARTMENTSFORECAST - FISCAL YEARS 2016 THROUGH 2020

	<u>2014 BUDGET</u>	<u>2015 BUDGET</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>TOTAL FORECAST</u>
2 72-01-2-10 RELOCATE GAS CONTROL	510,000							
1 72-01-2-11 REPLACE PARKING LOT - CASTOR	418,000							
2 72-01-2-12 UPGRADE ELECTRIC SERVICE - BELFIELD	359,000							
2 72-01-2-13 ELEVATOR #10 MODERNIZATION - 1800	330,000							
2 72-01-2-14 REPL BUILDING EMERGENCY GENERATOR - 8	315,000							
2 72-01-2-15 REPL TRANSPORTATION BLDG TOP DECK	300,000							
2 72-01-2-16 REPLACE HVAC COMPONENTS - 1800	208,000							
5 72-01-2-17 BUILDING SECURITY UPGRADES - 800	175,000							
2 72-01-2-18 BUILDING CONSOLIDATION			11,550,000					11,550,000
72-01-X-XX NON-RECURRING ITEMS								
TOTAL FACILITIES	<u>5,430,000</u>	<u>2,616,000</u>	<u>13,135,000</u>	<u>1,465,000</u>	<u>1,398,000</u>	<u>1,292,000</u>	<u>1,326,000</u>	<u>18,616,000</u>
<u>INFORMATION SERVICES</u>								
5 47-01-1-01 MISC SERVER & NETWORK ADDITIONS	86,000	58,000	59,000	60,000	61,000	62,000	64,000	306,000
5 47-01-1-02 MISCELLANEOUS SOFTWARE ADDITIONS	95,000	75,000	77,000	79,000	81,000	83,000	85,000	405,000
5 47-01-1-03 DESKTOP VIRTUALIZATION - PHASE 1	280,000		500,000					500,000

OTHER DEPARTMENTS

FORECAST - FISCAL YEARS 2016 THROUGH 2020

	<u>2014 BUDGET</u>	<u>2015 BUDGET</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>TOTAL FORECAST</u>
5 47-01-2-01 DESKTOP, LAPTOP, PRINTER & PERIPHERALS	0	0						
5 47-01-2-02 MISCELLANEOUS SOFTWARE REPLACEMENT	50,000	150,000	154,000	158,000	162,000	166,000	170,000	810,000
5 47-01-2-03 SERVER & NETWORK HARDWARE REPLACE	194,000	180,000	184,000	188,000	193,000	198,000	203,000	966,000
5 47-01-2-04 REPL PBX WITH VOICE OVER IP PHONE SYS	2,838,000							
5 47-01-2-05 SAN STORAGE		231,000	237,000	243,000	249,000	255,000	261,000	1,245,000
NON-RECURRING ITEMS								
TOTAL INFORMATION SERVICES	<u>3,543,000</u>	<u>694,000</u>	<u>1,211,000</u>	<u>728,000</u>	<u>746,000</u>	<u>764,000</u>	<u>783,000</u>	<u>4,232,000</u>
<u>CHIEF OPERATING OFFICER</u>								
1 13-01-2-01 CONDITIONAL FUNDING FOR CAPITAL NEEDS RELATED TO SAFETY	250,000	250,000	250,000	250,000	250,000	250,000	250,000	1,250,000
2 13-01-2-02 CONDITIONAL FUNDING FOR CAPITAL NEEDS RELATED TO RELIABILITY OF SERVICE	250,000	250,000	250,000	250,000	250,000	250,000	250,000	1,250,000
4 13-01-2-03 CONDITIONAL FUNDING FOR CAPITAL NEEDS FOR COST-JUSTIFIED LOAD GROWTH	250,000	250,000	250,000	250,000	250,000	250,000	250,000	1,250,000
TOTAL CHIEF OPERATING OFFICER	<u>750,000</u>	<u>750,000</u>	<u>750,000</u>	<u>750,000</u>	<u>750,000</u>	<u>750,000</u>	<u>750,000</u>	<u>3,750,000</u>

OTHER DEPARTMENTSFORECAST - FISCAL YEARS 2016 THROUGH 2020

	<u>2014 BUDGET</u>	<u>2015 BUDGET</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>TOTAL FORECAST</u>
<u>CORPORATE PREPAREDNESS</u>								
5 65-01-1-01 VIDEO MONITORING AND RECORDING AT CASTOR, BELFIELD, AND TIOGA	154,000							
5 65-01-1-02 (2) CARD READERS- 1800 GARAGE, 8TH ST G/	40,000							
5 65-01-1-03 METAL DETECTORS, PORTABLE WANDS, MOBILE SECURITY STATION	27,000	230,000						
5 65-01-1-04 DIGITAL RECODING UPGRADE - 800 CRASH BEAM BARRIER - RICHMOND	40,000							
TOTAL CORPORATE PREPAREDNESS	<u>491,000</u>							
<u>GAS CONTROL</u>								
5 09-01-2-01 SCADA UPGRADE WITH ALARM MANAGEMEN	1,188,000							
TOTAL GAS CONTROL	<u>1,188,000</u>							
<u>VP GAS MANAGEMENT</u>								
5 57-01-1-01 WORK MANAGEMENT SYSTEM								
5 57-01-2-01 REPLACE GAS MANAGEMENT SYSTEM AND SUPPLIER CHOICE SOFTWARE	1,159,000							
TOTAL VP GAS MANAGEMENT	<u>1,159,000</u>							
<u>VP TECHNICAL COMPLIANCE</u>								
1 38-01-1-01 SPARGE CURTAIN & SOIL VAPOR EXTRACTIO	1,403,000							
TOTAL VP TECHNICAL COMPLIANCE	<u>1,403,000</u>							

OTHER DEPARTMENTS

FORECAST - FISCAL YEARS 2016 THROUGH 2020

	<u>2014 BUDGET</u>	<u>2015 BUDGET</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>TOTAL FORECAST</u>
<u>CHEM LAB</u>								
1 31-01-1-01 LAB EQUIPMENT & PERIPHERALS		<u>204,000</u>						
1 31-01-2-01 LAB EQUIPMENT & PERIPHERALS		<u>11,000</u>						
TOTAL CHEM LAB		<u>215,000</u>						
<u>VP CUSTOMER AFFAIRS</u>								
5 10-01-1-01 CONSOLIDATED BILLING AND PURCHASE OF RECEIVABLES (POR)	1,523,000							
5 10-01-1-02 CREDIT DENIAL AUTOMATION	60,000							
5 10-01-1-03 DEMAND SIDE MANAGEMENT PROGRAMS	100,000							
5 10-01-1-04 SELF SERVICE ENHANCEMENTS TO IVR AND PGW WEBSITE	150,000							
5 10-01-1-05 LIHEAP GRANT APPLICATION FOR CRP	115,000							
5 10-01-2-01 REPLACE COMPLAINT MANAGEMENT SYSTEM	270,000							
10-01-X-XX NON-RECURRING ITEMS	<u>2,218,000</u>							
TOTAL VP CUSTOMER AFFAIRS	<u>16,182,000</u>	<u>4,335,000</u>	<u>15,096,000</u>	<u>2,943,000</u>	<u>2,894,000</u>	<u>2,806,000</u>	<u>2,859,000</u>	<u>26,598,000</u>
TOTAL OTHER DEPARTMENTS ACQUIRE ASSETS	16,182,000	4,275,000	15,096,000	2,943,000	2,894,000	2,806,000	2,859,000	26,598,000
LEASE								

FISCAL 2015 FINANCING PLAN

PHILADELPHIA GAS WORKS
CAPITAL FINANCING PLAN

As a result of the FY 2011 Operating Budget proceedings, a motion was approved that directed PGW to begin with its FY 2012 Capital Budget filing to include with each proposed Capital Budget and Capital Budget Amendment a proposed Capital Funding plan pursuant to Section IV.2.b of the Management Agreement.

In this section of the Management Agreement, funds required to be supplied must be identified between:

- i. Funds generated within the business through charges to customer or otherwise; and
- ii. Funds to be obtained through capital loans.

Capital Spending in FY 2015

• Spending from FY 2015 Program	\$ 77,589,700
• Spending Carryover from FY 2014	\$ 20,067,000
• Total FY 2015 Spending	\$ 97,656,700
• Projected Reimbursement	\$ 1,022,000
• Salvage	\$ 101,427
• Construction Contributions	\$ 2,534,223
• Net FY 2014 Capital Spending	\$ 93,999,050

Capital Funding Sources:

• TXCP – Capital	\$ 41,738,050
• DSIC	\$ 17,261,000
• Internally Generated Funds	\$ 35,000,000
• Total Capital Funding	\$ 93,999,050

The funding plan is based upon current financial projections and is subject to changes based upon PGW's financial conditions at the time funds are required to support the FY 2015 Capital Program.