

# **PHILADELPHIA GAS WORKS**

## **AMENDED FISCAL 2008 CAPITAL BUDGET AND FORECAST FISCAL 2009 - 2013**

**November 20, 2007**



PHILADELPHIA GAS WORKS

PROPOSED  
CAPITAL BUDGET

FISCAL YEAR 2008 AND FORECAST 2009 THROUGH 2013

	<u>2008</u> <u>CAPITAL BUDGET</u>	<u>2009 - 2013</u> <u>FORECAST</u>	<u>TOTAL 6 YEARS</u>
<u>GAS PROCESSING</u>			
ADDITIONS	83,000	4,364,000	4,447,000
REPLACEMENTS	<u>2,810,000</u>	<u>40,942,000</u>	<u>43,752,000</u>
TOTAL	<u>2,893,000</u>	<u>45,306,000</u>	<u>48,199,000</u>
<u>DISTRIBUTION</u>			
ADDITIONS	11,109,000	49,252,000	60,361,000
REPLACEMENTS	<u>37,459,000</u>	<u>205,871,000</u>	<u>243,330,000</u>
GROSS TOTAL	48,568,000	255,123,000	303,691,000
LESS: SALVAGE			
LESS: CONTRIBUTIONS*			
LESS: REIMBURSEMENTS**	<u>(2,200,000)</u>	<u>(12,063,000)</u>	<u>(14,263,000)</u>
NET TOTAL	<u>46,368,000</u>	<u>243,060,000</u>	<u>289,428,000</u>
<u>FIELD SERVICES</u>			
ADDITIONS	2,221,000	11,172,000	13,393,000
REPLACEMENTS	<u>4,623,000</u>	<u>23,239,000</u>	<u>27,862,000</u>
GROSS TOTAL	6,844,000	34,411,000	41,255,000
LESS: SALVAGE			
LESS: CONTRIBUTIONS*			
NET TOTAL	<u>6,844,000</u>	<u>34,411,000</u>	<u>41,255,000</u>
<u>FLEET OPERATIONS</u>			
ADDITIONS	21,000	129,000	150,000
REPLACEMENTS	<u>4,548,000</u>	<u>14,513,000</u>	<u>19,061,000</u>
GROSS TOTAL	4,569,000	14,642,000	19,211,000
LESS: SALVAGE			
NET TOTAL	<u>4,569,000</u>	<u>14,642,000</u>	<u>19,211,000</u>

PHILADELPHIA GAS WORKS

PROPOSED  
CAPITAL BUDGET

FISCAL YEAR 2008 AND FORECAST 2009 THROUGH 2013

	<u>2008</u> <u>CAPITAL BUDGET</u>	<u>2009 - 2013</u> <u>FORECAST</u>	<u>TOTAL 6 YEARS</u>
<u>OTHER DEPARTMENTS</u>			
ADDITIONS	2,087,000	2,853,000	4,940,000
REPLACEMENTS	<u>5,766,000</u>	<u>38,623,000</u>	<u>44,389,000</u>
TOTAL	<u>7,853,000</u>	<u>41,476,000</u>	<u>49,329,000</u>
<u>TOTAL</u>			
ADDITIONS	15,521,000	67,770,000	83,291,000
REPLACEMENTS	<u>55,206,000</u>	<u>323,188,000</u>	<u>378,394,000</u>
GROSS TOTAL	70,727,000	390,958,000	461,685,000
LESS: SALVAGE			
LESS: REIMBURSEMENTS**	(2,200,000)	(12,063,000)	(14,263,000)
LESS: CONTRIBUTIONS*			
NET TOTAL	<u>68,527,000</u>	<u>378,895,000</u>	<u>447,422,000</u>

\* CONTRIBUTIONS ARE POTENTIAL CUSTOMER CONTRIBUTIONS

\*\* REIMBURSEMENT TO PGW FOR RELOCATING STRUCTURES AND EQUIPMENT

PHILADELPHIA GAS WORKS  
PROPOSED CAPITAL BUDGET  
BUDGET/FORECAST COMPARISON

<u>DEPARTMENT</u>	<u>2007 BUDGET</u>	<u>2008 FORECAST</u>	<u>2008 BUDGET</u>	<u>2008 vs 2007 BUDGET</u>		<u>2008 vs FORECAST</u>	
				<u>AMOUNT DIFFERENCE</u>	<u>PERCENT DIFFERENCE</u>	<u>AMOUNT DIFFERENCE</u>	<u>PERCENT DIFFERENCE</u>
<u>GAS PROCESSING</u>							
ADDITIONS	771,000	906,000	83,000	(688,000)	-89.2%	(823,000)	-90.8%
REPLACEMENTS	<u>3,640,000</u>	<u>4,526,000</u>	<u>2,810,000</u>	<u>(830,000)</u>	<u>-22.8%</u>	<u>(1,716,000)</u>	<u>-37.9%</u>
TOTAL GAS PROCESSING	4,411,000	5,432,000	2,893,000	(1,518,000)	-34.4%	(2,539,000)	-46.7%
<u>DISTRIBUTION</u>							
ADDITIONS	10,357,000	7,580,000	11,109,000	752,000	7.3%	3,529,000	46.6%
REPLACEMENTS	<u>36,791,000</u>	<u>39,092,000</u>	<u>37,459,000</u>	<u>668,000</u>	<u>1.8%</u>	<u>(1,633,000)</u>	<u>-4.2%</u>
GROSS TOTAL DISTRIBUTION	47,148,000	46,672,000	48,568,000	1,420,000	3.0%	1,896,000	4.1%
LESS: SALVAGE					N/A		N/A
LESS: CONTRIBUTIONS*	(1,990,000)			1,990,000	-100.0%		N/A
LESS: REIMBURSEMENT**	<u>(2,200,000)</u>	<u>(2,263,000)</u>	<u>(2,200,000)</u>			<u>63,000</u>	<u>-2.8%</u>
NET TOTAL DISTRIBUTION	42,958,000	44,409,000	46,368,000	3,410,000	7.9%	1,959,000	4.4%
<u>FIELD SERVICES</u>							
ADDITIONS	2,623,000	2,625,000	2,221,000	(402,000)	-15.3%	(404,000)	-15.4%
REPLACEMENTS	<u>6,775,000</u>	<u>7,328,000</u>	<u>4,623,000</u>	<u>(2,152,000)</u>	<u>-31.8%</u>	<u>(2,705,000)</u>	<u>-36.9%</u>
GROSS TOTAL FIELD SERVICES	9,398,000	9,953,000	6,844,000	(2,554,000)	-27.2%	(3,109,000)	-31.2%
LESS: SALVAGE					N/A		N/A
LESS: CONTRIBUTIONS*	<u>(105,000)</u>			<u>105,000</u>	<u>-100.0%</u>		<u>N/A</u>
NET TOTAL FIELD SERVICES	9,293,000	9,953,000	6,844,000	(2,449,000)	-26.4%	(3,109,000)	-31.2%

PHILADELPHIA GAS WORKS  
PROPOSED CAPITAL BUDGET  
BUDGET/FORECAST COMPARISON

<u>DEPARTMENT</u>	<u>2007 BUDGET</u>	<u>2008 FORECAST</u>	<u>2008 BUDGET</u>	<u>2008 vs 2007 BUDGET</u>		<u>2008 vs FORECAST</u>	
				<u>AMOUNT DIFFERENCE</u>	<u>PERCENT DIFFERENCE</u>	<u>AMOUNT DIFFERENCE</u>	<u>PERCENT DIFFERENCE</u>
<u>FLEET OPERATIONS</u>							
ADDITIONS	24,000	32,000	21,000	(3,000)	-12.5%	(11,000)	-34.4%
REPLACEMENTS	<u>4,456,000</u>	<u>4,338,000</u>	<u>4,548,000</u>	<u>92,000</u>	<u>2.1%</u>	<u>210,000</u>	<u>4.8%</u>
GROSS TOTAL FLEET OPERATIONS	4,480,000	4,370,000	4,569,000	89,000	2.0%	199,000	4.6%
LESS: SALVAGE					<u>N/A</u>		<u>N/A</u>
NET TOTAL TRANSPORTATION	4,480,000	4,370,000	4,569,000	89,000	2.0%	199,000	4.6%
<u>OTHER</u>							
ADDITIONS	1,544,000	1,303,000	2,087,000	543,000	35.2%	784,000	60.2%
REPLACEMENTS	<u>5,805,000</u>	<u>4,615,000</u>	<u>5,766,000</u>	<u>(39,000)</u>	<u>-0.7%</u>	<u>1,151,000</u>	<u>24.9%</u>
TOTAL OTHER	7,349,000	5,918,000	7,853,000	504,000	6.9%	1,935,000	32.7%
<u>TOTAL</u>							
ADDITIONS	15,319,000	12,446,000	15,521,000	202,000	1.3%	3,075,000	24.7%
REPLACEMENTS	<u>57,467,000</u>	<u>59,899,000</u>	<u>55,206,000</u>	<u>(2,261,000)</u>	<u>-3.9%</u>	<u>(4,693,000)</u>	<u>-7.8%</u>
GROSS TOTAL	72,786,000	72,345,000	70,727,000	(2,059,000)	-2.8%	(1,618,000)	-2.2%
LESS: SALVAGE					<u>N/A</u>		<u>N/A</u>
LESS: REIMBURSEMENT**	(2,200,000)	(2,263,000)	(2,200,000)			63,000	-2.8%
LESS: CONTRIBUTIONS*	<u>(2,095,000)</u>			<u>2,095,000</u>	<u>-100.0%</u>		<u>N/A</u>
NET TOTAL	<u>68,491,000</u>	<u>70,082,000</u>	<u>68,527,000</u>	<u>36,000</u>	<u>0.1%</u>	<u>(1,555,000)</u>	<u>-2.2%</u>

\* CONTRIBUTIONS ARE POTENTIAL CUSTOMER CONTRIBUTIONS

\*\* REIMBURSEMENT TO PGW FOR RELOCATING STRUCTURES AND EQUIPMENT

PHILADELPHIA GAS WORKS  
 FISCAL YEAR 2008 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	15,521,000	15,052,000	55,206,000	52,291,000	70,727,000	67,343,000
YEAR 1		469,000		1,915,000		2,384,000
YEAR 2						
YEAR 3						
YEAR 4 AND BEYOND						
TOTAL	<u>15,521,000</u>	<u>15,521,000</u>	<u>55,206,000</u>	<u>54,206,000</u>	<u>70,727,000</u>	<u>69,727,000</u>

GAS PROCESSING DEPARTMENT  
FISCAL YEAR 2008 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		288,000		288,000
53-02 SUPPLEMENTAL GAS FACILITIES		1,944,000		1,944,000
53-03 BUILDING AND GROUNDS		288,000		288,000
53-04 MISC CAPITAL REQUIREMENTS	83,000	290,000		373,000
TOTAL GAS PROCESSING	<u>83,000</u>	<u>2,810,000</u>		<u>2,893,000</u>

GAS PROCESSING DEPARTMENT  
FISCAL YEAR 2008  
BUDGET/FORECAST COMPARISON

CATEGORY	2007 BUDGET	2008 FORECAST	2008 BUDGET	2008 vs 2007 BUDGET		2008 vs FORECAST	
				\$ DIFFERENCE	% DIFF.	\$ DIFFERENCE	% DIFF.
53-01 NATURAL GAS ADDITIONS	110,000	0	0	(110,000)	-100.0%	0	N/A
MEASUREMENT AND CONTROL FACILITIES REPLACEMENTS	<u>399,000</u>	<u>1,509,000</u>	<u>288,000</u>	<u>(111,000)</u>	<u>-27.8%</u>	<u>(1,221,000)</u>	<u>-80.9%</u>
TOTAL	509,000	1,509,000	288,000	(221,000)	-43.4%	(1,221,000)	-80.9%
53-02 SUPPLEMENTAL GAS ADDITIONS	535,000	806,000	0	(535,000)	-100.0%	(806,000)	-100.0%
FACILITIES REPLACEMENTS	<u>2,763,000</u>	<u>2,661,000</u>	<u>1,944,000</u>	<u>(819,000)</u>	<u>-29.6%</u>	<u>(717,000)</u>	<u>-26.9%</u>
TOTAL	3,298,000	3,467,000	1,944,000	(1,354,000)	-41.1%	(1,523,000)	-43.9%
53-03 BUILDING AND ADDITIONS	0	0	0	0	N/A	0	N/A
GROUNDS REPLACEMENTS	<u>163,000</u>	<u>0</u>	<u>288,000</u>	<u>125,000</u>	<u>76.7%</u>	<u>288,000</u>	<u>N/A</u>
TOTAL	163,000	0	288,000	125,000	76.7%	288,000	N/A
53-04 MISC CAPITAL ADDITIONS	126,000	100,000	83,000	(43,000)	-34.1%	(17,000)	-17.0%
REQUIREMENTS REPLACEMENTS	<u>315,000</u>	<u>356,000</u>	<u>290,000</u>	<u>(25,000)</u>	<u>-7.9%</u>	<u>(66,000)</u>	<u>-18.5%</u>
TOTAL	441,000	456,000	373,000	(68,000)	-15.4%	(83,000)	-18.2%
TOTAL GAS PROCESSING	<u>4,411,000</u>	<u>5,432,000</u>	<u>2,893,000</u>	<u>(1,518,000)</u>	<u>-34.4%</u>	<u>(2,539,000)</u>	<u>-46.7%</u>



GAS PROCESSING DEPARTMENT  
FISCAL YEAR 2008 CAPITAL BUDGET

<u>P</u>			<u>AMOUNT</u>
	<u>GP-1</u>	<u>NATURAL GAS MEASUREMENT AND CONTROL FACILITIES</u>	
1	53-01-2-01	REPLACE REMOTE TRANSMITTING UNITS - M&R STATIONS	288,000
		TOTAL GP-1	<u>288,000</u>
	<u>GP-2</u>	<u>SUPPLEMENTAL GAS FACILITIES</u>	
2	53-02-2-01	INSTALL EMERGENCY GENERATOR NAT GAS FACILITY UPS - PASSY	180,000
2	53-02-2-02	REPLACE CONTROL VALVES IN NATURAL GAS FACILITY FOR NOISE REDUCTION - PASSYUNK	361,000
2	53-02-2-03	REPLACE LEVEL GAUGE ON LNG TANK - PASSYUNK	232,000
1	53-02-2-04	SUPP FUND - CONSOLIDATE FIRE PROTECTION SYSTEM - RICHMOND	<u>1,171,000</u>
		TOTAL GP-2	<u>1,944,000</u>
	<u>GP-3</u>	<u>BUILDING AND GROUNDS</u>	
1	53-03-2-01	PAGING & EMERGENCY RESPONSE TONE SYSTEMS - RICHMOND	<u>288,000</u>
		TOTAL GP-3	288,000
	<u>GP-4</u>	<u>MISCELLANEOUS CAPITAL REQUIREMENTS</u>	
1	53-04-1-01	MISCELLANEOUS CAPITAL ADDITIONS	83,000
1	53-04-2-01	MISCELLANEOUS CAPITAL REPLACEMENTS	<u>290,000</u>
		TOTAL GP-4	373,000
		TOTAL GAS PROCESSING DEPARTMENT	<u><u>2,893,000</u></u>

GAS PROCESSING DEPARTMENT  
LISTING BY PRIORITY  
FISCAL YEAR 2008 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	GP-2	53-02-2-04	SUPP FUND - CONSOLIDATE FIRE PROTECTION SYSTEM - RICHMOND	1,171,000	1,171,000			
1	GP-1	53-01-2-01	REPLACE REMOTE TRANSMITTING UNITS - M&R STATIONS	288,000	200,000	88,000		
1	GP-3	53-03-2-01	PAGING & EMERGENCY RESPONSE TONE SYSTEMS - RICHMOND	288,000	288,000			
1	GP-4	53-04-1-01	MISCELLANEOUS CAPITAL ADDITIONS	83,000	83,000			
1	GP-4	53-04-2-01	MISCELLANEOUS CAPITAL REPLACEMENTS	290,000	200,000	90,000		
	<u>PRIORITY 2</u>							
2	GP-2	53-02-2-01	INSTALL EMERGENCY GENERATOR NAT GAS FACILITY UPS - PASSY	180,000	150,000	30,000		
2	GP-2	53-02-2-02	REPLACE CONTROL VALVES IN NATURAL GAS FACILITY FOR NOISE REDUCTION - PASSYUNK	361,000	300,000	61,000		
2	GP-2	53-02-2-03	REPLACE LEVEL GAUGE ON LNG TANK - PASSYUNK	232,000	200,000	32,000		
TOTAL GAS PROCESSING DEPARTMENT:			<u>2,893,000</u>	<u>2,592,000</u>	<u>301,000</u>			

PHILADELPHIA GAS WORKS  
 FISCAL YEAR 2008 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	83,000	83,000	2,810,000	2,509,000	2,893,000	2,592,000
YEAR 1				301,000		301,000
YEAR 2						
YEAR 3						
YEAR 4 AND BEYOND						
TOTAL	<u>83,000</u>	<u>83,000</u>	<u>2,810,000</u>	<u>2,810,000</u>	<u>2,893,000</u>	<u>2,893,000</u>

DISTRIBUTION DEPARTMENT  
FISCAL YEAR 2008 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)	3,310,000	1,415,000	4,725,000				4,725,000
52-21 GAS MAINS - LOW AND INTERMEDIATE PRESSURE - 8 INCH AND SMALLER	1,795,000	16,507,000	18,302,000	(2,200,000)			16,102,000
52-22 GAS MAINS - LOW AND INTERMEDIATE PRESSURE - 12 INCH AND LARGER	50,000	1,845,000	1,895,000				1,895,000
52-23 CUST MTR & REG INSTALL, PRESSURE REGULATION & CORROSION CONTROL FACILITIES	60,000	214,000	274,000				274,000
52-24 SERVICES	5,737,000	17,307,000	23,044,000				23,044,000
52-29 OTHER DISTRIBUTION FACILITIES	157,000	171,000	328,000				328,000
52-99 COST OF REMOVAL AND ABANDONMENT							
SALVAGE							
<b>TOTAL DISTRIBUTION</b>	<b>11,109,000</b>	<b>37,459,000</b>	<b>48,568,000</b>	<b>(2,200,000)</b>			<b>46,368,000</b>

\* DISTRIBUTION DEPARTMENT CONTRIBUTIONS ARE POTENTIAL CUSTOMER CONTRIBUTIONS

\*\* REIMBURSEMENT TO PGW FOR RELOCATING STRUCTURES AND EQUIPMENT

DISTRIBUTION DEPARTMENT  
FISCAL YEAR 2008  
BUDGET/FORECAST COMPARISON

CATEGORY	2007 BUDGET	2008 FORECAST	2008 BUDGET	2008 vs 2007 BUDGET		2008 vs FORECAST	
				\$ DIFFERENCE	% DIFF.	\$ DIFFERENCE	% DIFF.
52-20 GAS MAINS - HIGH ADDITIONS	2,729,000	83,000	3,310,000	581,000	21.3%	3,227,000	3888.0%
PRESSURE (WITH REPLACEMENTS	<u>1,448,000</u>	<u>1,564,000</u>	<u>1,415,000</u>	<u>(33,000)</u>	<u>-2.3%</u>	<u>(149,000)</u>	<u>-9.5%</u>
ASSOCIATED VALVES AND REGULATORS) TOTAL	4,177,000	1,647,000	4,725,000	548,000	13.1%	3,078,000	186.9%
52-21 GAS MAINS - LOW ADDITIONS	1,986,000	2,043,000	1,795,000	(191,000)	-9.6%	(248,000)	-12.1%
AND INTERMEDIATE REPLACEMENTS	<u>15,849,000</u>	<u>16,455,000</u>	<u>16,507,000</u>	<u>658,000</u>	<u>4.2%</u>	<u>52,000</u>	<u>0.3%</u>
PRESSURE - 8 INCH AND SMALLER TOTAL	17,835,000	18,498,000	18,302,000	467,000	2.6%	(196,000)	-1.1%
52-22 GAS MAINS - LOW ADDITIONS	88,000	91,000	50,000	(38,000)	-43.2%	(41,000)	-45.1%
AND INTERMEDIATE REPLACEMENTS	<u>1,787,000</u>	<u>1,838,000</u>	<u>1,845,000</u>	<u>58,000</u>	<u>3.2%</u>	<u>7,000</u>	<u>0.4%</u>
PRESSURE - 12 INCH AND LARGER TOTAL	1,875,000	1,929,000	1,895,000	20,000	1.1%	(34,000)	-1.8%
52-23 CUST MTR & REG INST ADDITIONS	195,000	62,000	60,000	(135,000)	-69.2%	(2,000)	-3.2%
PRESSURE REGULA- REPLACEMENTS	<u>167,000</u>	<u>295,000</u>	<u>214,000</u>	<u>47,000</u>	<u>28.1%</u>	<u>(81,000)</u>	<u>-27.5%</u>
TION AND CORROSION CONTROL FACILITIES TOTAL	362,000	357,000	274,000	(88,000)	-24.3%	(83,000)	-23.2%
52-24 SERVICES ADDITIONS	5,176,000	5,113,000	5,737,000	561,000	10.8%	624,000	12.2%
REPLACEMENTS	<u>17,360,000</u>	<u>18,755,000</u>	<u>17,307,000</u>	<u>(53,000)</u>	<u>-0.3%</u>	<u>(1,448,000)</u>	<u>-7.7%</u>
TOTAL	22,536,000	23,868,000	23,044,000	508,000	2.3%	(824,000)	-3.5%
52-29 OTHER DISTRIBUTION ADDITIONS	183,000	188,000	157,000	(26,000)	-14.2%	(31,000)	-16.5%
FACILITIES REPLACEMENTS	<u>180,000</u>	<u>185,000</u>	<u>171,000</u>	<u>(9,000)</u>	<u>-5.0%</u>	<u>(14,000)</u>	<u>-7.6%</u>
TOTAL	363,000	373,000	328,000	(35,000)	-9.6%	(45,000)	-12.1%
GROSS TOTAL DISTRIBUTION	47,148,000	46,672,000	48,568,000	1,420,000	3.0%	1,896,000	4.1%
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*	(1,990,000)	0	0	1,990,000	-100.0%	0	N/A
LESS: REIMBURSEMENT**	<u>(2,200,000)</u>	<u>(2,263,000)</u>	<u>(2,200,000)</u>	<u>0</u>	<u>0.0%</u>	<u>63,000</u>	<u>-2.8%</u>
NET TOTAL DISTRIBUTION	<u>42,958,000</u>	<u>44,409,000</u>	<u>46,368,000</u>	<u>3,410,000</u>	<u>7.9%</u>	<u>1,959,000</u>	<u>4.4%</u>

\* DISTRIBUTION DEPARTMENT CONTRIBUTIONS ARE POTENTIAL CUSTOMER CONTRIBUTIONS

\*\* REIMBURSEMENT TO PGW FOR RELOCATING STRUCTURES AND EQUIPMENT

DISTRIBUTION DEPARTMENT  
FISCAL YEAR 2008 CAPITAL BUDGET

<u>P</u>		<u>AMOUNT</u>	
	<u>D-20</u>		
	<u>GAS MAINS - HIGH PRESSURE (WITH ASSOCIATED VALVES AND REGULATORS)</u>		
4	52-20-1-01	INSTALLATIONS TO PROVIDE FOR AHEAD-OF-PAVING AND EXTENSIONS TO SUPPLY ADDITIONAL LOADS	3,310,000
3	52-20-2-01	ENFORCED RELOCATIONS CAUSED BY CITY AND STATE WORK	526,000
1	52-20-2-02	JOINT CLAMPING AND ENCAPSULATION	889,000
		GROSS TOTAL D-20	<u>4,725,000</u>
	52-20-2-97	LESS: REIMBURSEMENT	
		LESS: POTENTIAL CUSTOMER CONTRIBUTIONS	
		NET TOTAL D-20	<u><u>4,725,000</u></u>
	<u>D-21</u>		
	<u>GAS MAINS - LOW AND INTERMEDIATE PRESSURE - 8 INCH AND SMALLER</u>		
4	52-21-1-01	LOCAL MAINS TO SUPPLY NEW HOUSES AND TO PROVIDE FOR INCREASED CAPACITY	1,795,000
3	52-21-2-01	ENFORCED RELOCATIONS CAUSED BY CITY, STATE AND OTHER WORK AND ENLARGEMENTS THAT MAY BE REQUIRED TO MAINTAIN SYSTEM PRESSURE	4,605,000
1	52-21-2-02	PRUDENT MAIN REPLACEMENTS	8,861,000
1	52-21-2-03	JOINT CLAMPING AND ENCAPSULATION	2,242,000
1	52-21-2-04	CONDITIONAL FUNDING - CAST IRON MAIN REPLACEMENT PROGRAM	799,000
		GROSS TOTAL D-21	<u>18,302,000</u>
	52-21-2-97	LESS: REIMBURSEMENT	(2,200,000)
		NET TOTAL D-21	<u><u>16,102,000</u></u>

DISTRIBUTION DEPARTMENT  
FISCAL YEAR 2008 CAPITAL BUDGET

<u>P</u>		<u>GAS MAINS - LOW AND INTERMEDIATE PRESSURE - 12 INCH AND LARGER</u>	<u>AMOUNT</u>
	<u>D-22</u>		
4	52-22-1-01	TO SUPPLY NEW CUSTOMERS AND TO PROVIDE FOR INSTALLATION OF MAINS AHEAD-OF-PAVING	50,000
3	52-22-2-01	ENFORCED RELOCATIONS CAUSED BY CITY, STATE AND OTHER WORK, AND NECESSARY REPLACEMENTS	232,000
1	52-22-2-02	JOINT CLAMPING AND ENCAPSULATION	<u>1,613,000</u>
		GROSS TOTAL D-22	<u>1,895,000</u>
		LESS: REIMBURSEMENT	
		NET TOTAL D-22	<u><u>1,895,000</u></u>
		<u>CUSTOMER METERING &amp; REGULATOR INSTALLATION, AND PRESSURE REGULATION &amp; CORROSION CONTROL FACILITIES (NOT INCLUDED IN D-20 OR D-22)</u>	
	<u>D-23</u>		
4	52-23-1-01	CUSTOMER METERING AND REGULATOR INSTALLATION	60,000
1	52-23-2-01	REPLACEMENT OF HIGH PRESSURE MAIN VALVES	66,000
2	52-23-2-02	REPLACEMENT OF VARIOUS PRESSURE REGULATING AND CORROSION CONTROL FACILITIES	<u>148,000</u>
		GROSS TOTAL D-23	<u>274,000</u>
		LESS: POTENTIAL CUSTOMER CONTRIBUTIONS	
		NET TOTAL D-23	<u><u>274,000</u></u>

DISTRIBUTION DEPARTMENT  
FISCAL YEAR 2008 CAPITAL BUDGET

<u>P</u>		<u>SERVICES</u>	<u>AMOUNT</u>
	<u>D-24</u>		
4	52-24-1-01	INSTALLATION OF NEW 1-1/4" AND SMALLER SERVICES, HIGH, INTERMEDIATE AND LOW PRESSURE	4,255,000
4	52-24-1-02	INSTALLATION OF NEW 2 INCH AND LARGER SERVICES TO SUPPLY NEW LOAD	1,482,000
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	16,110,000
1	52-24-2-02	RENEWAL OF 2" AND LARGER SERVICES RESULTING FROM LEAKS OR OTHER REASONS	1,197,000
		GROSS TOTAL D-24	23,044,000
		LESS: REIMBURSEMENT	
		LESS: POTENTIAL CUSTOMER CONTRIBUTIONS	
		NET TOTAL D-24	23,044,000
	 <u>D-29</u>	 <u>OTHER DISTRIBUTION FACILITIES</u>	
5	52-29-1-01	ADDITIONAL TOOLS AND WORK EQUIPMENT	157,000
2	52-29-2-01	REPLACEMENT OF OBSOLETE TOOLS, RADIOS, AND WORK EQUIPMENT	171,000
		NET TOTAL D-29	328,000
1	52-99-2-99	REMOVAL AND ABANDONMENTS	
		GROSS TOTAL DISTRIBUTION DEPARTMENT	48,568,000
		LESS: REIMBURSEMENTS	(2,200,000)
		LESS: POTENTIAL CUSTOMER CONTRIBUTIONS	
52-98-2-98		LESS: SALVAGE	
		NET TOTAL DISTRIBUTION DEPARTMENT	46,368,000



DISTRIBUTION DEPARTMENT  
LISTING BY PRIORITY  
FISCAL YEAR 2008 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	D-20 52-20-2-02	JOINT CLAMPING AND ENCAPSULATION	889,000	889,000			
1	D-21 52-21-2-02	PRUDENT MAIN REPLACEMENTS	8,861,000	8,861,000			
1	D-21 52-21-2-03	JOINT CLAMPING AND ENCAPSULATION	2,242,000	2,242,000			
1	D-21 52-21-2-04	CONDITIONAL FUNDING - CAST IRON MAIN REPLACEMENT PROGRAM	799,000	799,000			
1	D-22 52-22-2-02	JOINT CLAMPING AND ENCAPSULATION	1,613,000	1,613,000			
1	D-23 52-23-2-01	REPLACEMENT OF HIGH PRESSURE MAIN VALVES	66,000	66,000			
1	D-24 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	16,110,000	16,110,000			
1	D-24 52-24-2-02	RENEWAL OF 2" AND LARGER SERVICES RESULTING FROM LEAKS OR OTHER REASONS	1,197,000	1,197,000			
<u>PRIORITY 2</u>							
2	D-23 52-23-2-02	REPLACEMENT OF VARIOUS PRESSURE REGULATING AND CORROSION CONTROL FACILITIES	148,000	148,000			
2	D-29 52-29-2-01	REPLACEMENT OF OBSOLETE TOOLS, RADIOS, AND WORK EQUIPMENT	171,000	171,000			
<u>PRIORITY 3</u>							
3	D-20 52-20-2-01	ENFORCED RELOCATIONS CAUSED BY CITY AND STATE WORK	526,000	526,000			
3	D-21 52-21-2-01	ENFORCED RELOCATIONS CAUSED BY CITY, STATE AND OTHER WORK AND ENLARGEMENTS THAT MAY BE REQUIRED TO MAINTAIN SYSTEM PRESSURE	4,605,000	4,605,000			
3	D-22 52-22-2-01	ENFORCED RELOCATIONS CAUSED BY CITY, STATE AND OTHER WORK, AND NECESSARY REPLACEMENTS	232,000	232,000			

DISTRIBUTION DEPARTMENT  
LISTING BY PRIORITY  
FISCAL YEAR 2008 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 4</u>							
4	D-20 52-20-1-01	INSTALLATIONS TO PROVIDE FOR AHEAD-OF-PAVING AND EXTENSIONS TO SUPPLY ADDITIONAL LOADS	3,310,000	3,310,000			
4	D-21 52-21-1-01	LOCAL MAINS TO SUPPLY NEW HOUSES AND TO PROVIDE FOR INCREASED CAPACITY	1,795,000	1,795,000			
4	D-22 52-22-1-01	TO SUPPLY NEW CUSTOMERS AND TO PROVIDE FOR INSTALLATION OF MAINS AHEAD-OF-PAVING	50,000	50,000			
4	D-23 52-23-1-01	CUSTOMER METERING AND REGULATOR INSTALLATION	60,000	60,000			
4	D-24 52-24-1-01	INSTALLATION OF NEW 1-1/4" AND SMALLER SERVICES, HIGH, INTERMEDIATE AND LOW PRESSURE	4,255,000	4,255,000			
4	D-24 52-24-1-02	INSTALLATION OF NEW 2 INCH AND LARGER SERVICES TO SUPPLY NEW LOAD	1,482,000	1,482,000			
<u>PRIORITY 5</u>							
5	D-29 52-29-1-01	ADDITIONAL TOOLS AND WORK EQUIPMENT	157,000	157,000			
TOTAL DISTRIBUTION DEPARTMENT:			<u>48,568,000</u>	<u>48,568,000</u>	<u>0</u>	<u>0</u>	<u>0</u>

PHILADELPHIA GAS WORKS  
 FISCAL YEAR 2008 CAPITAL BUDGET  
 DISTRIBUTION 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	11,109,000	11,109,000	37,459,000	37,459,000	48,568,000	48,568,000
YEAR 1						
YEAR 2						
YEAR 3						
YEAR 4 AND BEYOND						
TOTAL	<u>11,109,000</u>	<u>11,109,000</u>	<u>37,459,000</u>	<u>37,459,000</u>	<u>48,568,000</u>	<u>48,568,000</u>

FIELD SERVICES DEPARTMENT  
FISCAL YEAR 2008 CAPITAL BUDGET  
SUMMARY

<u>CATEGORY</u>	<u>ADDITIONS</u>	<u>REPLACEMENTS</u>	<u>TOTAL</u>
50-30 METERS & INSTALLATION	1,952,000	1,749,000	3,701,000
50-32 SERVICE REGULATORS AND INSTALLATION	23,000	41,000	64,000
50-33 COMMERCIAL & INDUSTRIAL TELEMETERING SYSTEMS	158,000	83,000	241,000
50-34 METER SHOP EQUIPMENT		85,000	85,000
50-35 SERVICE SECTION EQUIPMENT		105,000	105,000
50-36 AUTOMATIC METER READING	88,000	2,560,000	2,648,000
50-99 COST OF REMOVAL			
GROSS TOTAL FIELD SERVICES	2,221,000	4,623,000	6,844,000
LESS: SALVAGE			
LESS: CONTRIBUTIONS*			
NET TOTAL FIELD SERVICES	<u>2,221,000</u>	<u>4,623,000</u>	<u>6,844,000</u>

\* FIELD SERVICES DEPARTMENT CONTRIBUTIONS ARE POTENTIAL CUSTOMER CONTRIBUTIONS

FIELD SERVICES DEPARTMENT  
FISCAL YEAR 2008  
BUDGET/FORECAST COMPARISON

CATEGORY		2007 BUDGET	2008 FORECAST	2008 BUDGET	2008 vs 2007 BUDGET		2008 vs FORECAST	
					\$ DIFFERENCE	% DIFF.	\$ DIFFERENCE	% DIFF.
50-30	METERS							
	ADDITIONS	2,206,000	2,187,000	1,952,000	(254,000)	-11.5%	(235,000)	-10.7%
	REPLACEMENTS	<u>1,702,000</u>	<u>2,742,000</u>	<u>1,749,000</u>	<u>47,000</u>	<u>2.8%</u>	<u>(993,000)</u>	<u>-36.2%</u>
	TOTAL	3,908,000	4,929,000	3,701,000	(207,000)	-5.3%	(1,228,000)	-24.9%
50-32	SERVICE REGULATORS AND INSTALLATIONS							
	ADDITIONS	21,000	15,000	23,000	2,000	9.5%	8,000	53.3%
	REPLACEMENTS	<u>59,000</u>	<u>42,000</u>	<u>41,000</u>	<u>(18,000)</u>	<u>-30.5%</u>	<u>(1,000)</u>	<u>-2.4%</u>
	TOTAL	80,000	57,000	64,000	(16,000)	-20.0%	7,000	12.3%
50-33	TELEMETERING AND INSTALLATIONS							
	ADDITIONS	278,000	258,000	158,000	(120,000)	-43.2%	(100,000)	-38.8%
	REPLACEMENTS	<u>252,000</u>	<u>81,000</u>	<u>83,000</u>	<u>(169,000)</u>	<u>-67.1%</u>	<u>2,000</u>	<u>2.5%</u>
	TOTAL	530,000	339,000	241,000	(289,000)	-54.5%	(98,000)	-28.9%
50-34	METER SHOP EQUIPMENT							
	ADDITIONS	49,000	75,000	0	(49,000)	-100.0%	(75,000)	-100.0%
	REPLACEMENTS	<u>155,000</u>	<u>150,000</u>	<u>85,000</u>	<u>(70,000)</u>	<u>-45.2%</u>	<u>(65,000)</u>	<u>-43.3%</u>
	TOTAL	204,000	225,000	85,000	(119,000)	-58.3%	(140,000)	-62.2%
50-35	SERVICE SECTION EQUIPMENT							
	ADDITIONS	0	0	0	0	N/A	0	N/A
	REPLACEMENTS	<u>88,000</u>	<u>125,000</u>	<u>105,000</u>	<u>17,000</u>	<u>19.3%</u>	<u>(20,000)</u>	<u>-16.0%</u>
	TOTAL	88,000	125,000	105,000	17,000	19.3%	(20,000)	-16.0%
50-36	AUTOMATIC METER READING							
	ADDITIONS	69,000	90,000	88,000	19,000	27.5%	(2,000)	-2.2%
	REPLACEMENTS	<u>4,519,000</u>	<u>4,188,000</u>	<u>2,560,000</u>	<u>(1,959,000)</u>	<u>-43.4%</u>	<u>(1,628,000)</u>	<u>-38.9%</u>
	TOTAL	4,588,000	4,278,000	2,648,000	(1,940,000)	-42.3%	(1,630,000)	-38.1%
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	9,398,000	9,953,000	6,844,000	(2,554,000)	-27.2%	(3,109,000)	-31.2%
	LESS: SALVAGE	0	0	0	0	N/A	0	N/A
	LESS: CONTRIBUTIONS*	<u>(105,000)</u>	<u>0</u>	<u>0</u>	<u>105,000</u>	<u>-100.0%</u>	<u>0</u>	<u>N/A</u>
	NET TOTAL FIELD SERVICES	<u>9,293,000</u>	<u>9,953,000</u>	<u>6,844,000</u>	<u>(2,449,000)</u>	<u>-26.4%</u>	<u>(3,109,000)</u>	<u>-31.2%</u>

\* FIELD SERVICES DEPARTMENT CONTRIBUTIONS ARE POTENTIAL CUSTOMER CONTRIBUTIONS

FIELD SERVICES DEPARTMENT  
FISCAL YEAR 2008 CAPITAL BUDGET

<u>P</u>			<u>AMOUNT</u>
	<u>C-30</u>	<u>METERS</u>	
4	50-30-1-01	PURCHASE AND INSTALLATION OF METERS TO PROVIDE FOR NEW CUSTOMERS	1,952,000
1	50-30-2-01	PURCHASE METERS TO SUPPORT AUTOMATIC METER READING	<u>1,749,000</u>
		TOTAL C-30	<u><u>3,701,000</u></u>
	<u>C-32</u>	<u>SERVICE REGULATORS</u>	
4	50-32-1-01	PURCHASE AND INSTALLATION OF SERVICE REGULATORS	23,000
1	50-32-2-01	PURCHASE VARIOUS SIZE SERVICE REGULATORS	<u>41,000</u>
		TOTAL C-32	<u><u>64,000</u></u>
	<u>C-33</u>	<u>COMMERCIAL &amp; INDUSTRIAL TELEMETERING SYSTEMS</u>	
5	50-33-1-01	PURCHASE AND INSTALLATION OF EQUIPMENT AND INSTRUMENTATION	158,000
1	50-33-2-01	REPLACE BPS METSCAN AND LBS METRETEK UNITS, EQUIPMENT AND INSTRUMENTATION	83,000
		TOTAL C-33	<u><u>241,000</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	85,000
		TOTAL C-34	<u><u>85,000</u></u>
	<u>C-35</u>	<u>SERVICE SECTION EQUIPMENT</u>	
2	50-35-2-01	REPLACE EQUIPMENT UTILIZED BY THE TRAINING, CLERICAL AND SERVICE SECTIONS	105,000
		TOTAL C-35	<u><u>105,000</u></u>

FIELD SERVICES DEPARTMENT  
FISCAL YEAR 2008 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	88,000
5	50-36-2-01	REPLACE AMR DEVICES WHERE BATTERIES FAILED	<u>2,560,000</u>
		TOTAL C-36	<u><u>2,648,000</u></u>
1	50-99-2-99	COST OF REMOVAL	<u><u>                    </u></u>
		GROSS TOTAL FIELD SERVICES DEPARTMENT	6,844,000
	50-98-2-98	LESS: ESTIMATED SALVAGE	
		LESS: POTENTIAL CUSTOMER CONTRIBUTIONS	
		NET TOTAL FIELD SERVICES DEPARTMENT	<u><u><u>6,844,000</u></u></u>

FIELD SERVICES DEPARTMENT  
LISTING BY PRIORITY  
FISCAL YEAR 2008 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	C-30	50-30-2-01	PURCHASE METERS TO SUPPORT AUTOMATIC METER READING	1,749,000	1,499,000	250,000			
1	C-32	50-32-2-01	PURCHASE VARIOUS SIZE SERVICE REGULATORS	41,000	41,000				
1	C-33	50-33-2-01	REPLACE BPS METSCAN AND LBS METRETEK UNITS, EQUIPMENT AND INSTRUMENTATION	83,000	58,000	25,000			
<u>PRIORITY 2</u>									
2	C-35	50-35-2-01	REPLACE EQUIPMENT UTILIZED BY THE TRAINING, CLERICAL AND SERVICE SECTIONS	105,000	105,000				
<u>PRIORITY 4</u>									
4	C-30	50-30-1-01	PURCHASE AND INSTALLATION OF METERS TO PROVIDE FOR NEW CUSTOMERS	1,952,000	1,952,000				
4	C-32	50-32-1-01	PURCHASE AND INSTALLATION OF SERVICE REGULATORS	23,000	23,000				
<u>PRIORITY 5</u>									
5	C-33	50-33-1-01	PURCHASE AND INSTALLATION OF EQUIPMENT AND INSTRUMENTATION	158,000	158,000				
5	C-34	50-34-2-01	REPLACEMENT OF OBSOLETE SHOP EQUIPMENT, HAND-HELD TOOLS AND SOFTWARE PACKAGE USED FOR AMR	85,000	85,000				
5	C-36	50-36-1-01	PURCHASE AND INSTALLATION OF ERT DEVICES FOR AMR	88,000	88,000				
5	C-36	50-36-2-01	REPLACE AMR DEVICES WHERE BATTERIES FAILED	2,560,000	2,310,000	250,000			
TOTAL FIELD SERVICES DEPARTMENT:				<u>6,844,000</u>	<u>6,319,000</u>	<u>525,000</u>	<u>0</u>	<u>0</u>	<u>0</u>



PHILADELPHIA GAS WORKS  
 FISCAL YEAR 2008 CAPITAL BUDGET  
 FIELD SERVICES 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	2,221,000	2,221,000	4,623,000	4,098,000	6,844,000	6,319,000
YEAR 1				525,000		525,000
YEAR 2						
YEAR 3						
YEAR 4 AND BEYOND						
TOTAL	<u>2,221,000</u>	<u>2,221,000</u>	<u>4,623,000</u>	<u>4,623,000</u>	<u>6,844,000</u>	<u>6,844,000</u>

FLEET OPERATIONS DEPARTMENT

FISCAL YEAR 2008

BUDGET/FORECAST COMPARISON

<u>CATEGORY</u>	2007 <u>BUDGET</u>	2008 <u>FORECAST</u>	2008 <u>BUDGET</u>	<u>2008 vs 2007 BUDGET</u>		<u>2008 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	24,000	32,000	21,000	(3,000)	-12.5%	(11,000)	-34.4%
73-01-2-01 SHOP EQUIPMENT REPLACEMENTS	38,000	44,000	171,000	133,000	350.0%	127,000	288.6%
73-01-2-02 MOBILE EQUIPMENT REPLACEMENTS	209,000	212,000	239,000	30,000	14.4%	27,000	12.7%
73-01-2-03 VEHICLE REPLACEMENTS	4,059,000	3,930,000	3,838,000	(221,000)	-5.4%	(92,000)	-2.3%
73-01-2-04 MOBILE RADIO EQUIPMENT REPLACE	<u>150,000</u>	<u>152,000</u>	<u>300,000</u>	<u>150,000</u>	<u>100.0%</u>	<u>148,000</u>	<u>97.4%</u>
GROSS TOTAL FLEET OPERATIONS	4,480,000	4,370,000	4,569,000	89,000	2.0%	199,000	4.6%
LESS: SALVAGE	<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 FLEET OPERATIONS	<u>4,480,000</u>	<u>4,370,000</u>	<u>4,569,000</u>	<u>89,000</u>	<u>2.0%</u>	<u>199,000</u>	<u>4.6%</u>

FLEET OPERATIONS DEPARTMENT  
FISCAL YEAR 2008 CAPITAL BUDGET

<u>P</u>		<u>AMOUNT</u>
2	73-01-1-01 SHOP EQUIPMENT ADDITIONS	21,000
2	73-01-2-01 SHOP EQUIPMENT REPLACEMENTS	171,000
2	73-01-2-02 MOBILE EQUIPMENT REPLACEMENTS	239,000
2	73-01-2-03 VEHICLE REPLACEMENTS	3,838,000
2	73-01-2-04 MOBILE RADIO EQUIPMENT REPLACEMENTS	<u>300,000</u>
	GROSS TOTAL FLEET OPERATIONS	4,569,000
	73-98-2-98 LESS: SALVAGE	
	NET TOTAL FLEET OPERATIONS	<u><u>4,569,000</u></u>

FLEET OPERATIONS DEPARTMENT  
LISTING BY PRIORITY  
FISCAL YEAR 2008 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	21,000	21,000				
2	73-01-2-01 SHOP EQUIPMENT REPLACEMENTS	171,000	171,000				
2	73-01-2-02 MOBILE EQUIPMENT REPLACEMENTS	239,000	239,000				
2	73-01-2-03 VEHICLE REPLACEMENTS	3,838,000	3,365,000	473,000			
2	73-01-2-04 MOBILE RADIO EQUIPMENT REPLACEMENTS	300,000	300,000				
	TOTAL FLEET OPERATIONS DEPARTMENT:	<u>4,569,000</u>	<u>4,096,000</u>	<u>473,000</u>			

PHILADELPHIA GAS WORKS  
 FISCAL YEAR 2008 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	21,000	21,000	4,548,000	4,075,000	4,569,000	4,096,000
YEAR 1				473,000		473,000
YEAR 2						
YEAR 3						
YEAR 4 AND BEYOND						
TOTAL	<u>21,000</u>	<u>21,000</u>	<u>4,548,000</u>	<u>4,548,000</u>	<u>4,569,000</u>	<u>4,569,000</u>

OTHER DEPARTMENTS  
FISCAL YEAR 2008 CAPITAL BUDGET  
SUMMARY

<u>CATEGORY</u>	<u>ADDITIONS</u>	<u>REPLACEMENTS</u>	<u>TOTAL</u>
FACILITIES	619,000	3,499,000	4,118,000
INFORMATION TECHNOLOGY	1,153,000	1,096,000	2,249,000
CHIEF OPERATING OFFICER		1,000,000	1,000,000
COLLECTION		66,000	66,000
CORPORATE PREPAREDNESS	96,000	105,000	201,000
POLICIES & COMPLIANCE	50,000		50,000
PROJECT MANAGEMENT OFFICE	169,000		169,000
TOTAL OTHER DEPARTMENTS	<u>2,087,000</u>	<u>5,766,000</u>	<u>7,853,000</u>

OTHER DEPARTMENTS  
FISCAL YEAR 2008  
BUDGET/FORECAST COMPARISON

CATEGORY		2007 BUDGET	2008 FORECAST	2008 BUDGET	<u>2008 vs 2007 BUDGET</u>		<u>2008 vs FORECAST</u>	
					\$ DIFFERENCE	% DIFF.	\$ DIFFERENCE	% DIFF.
FACILITIES	ADDITIONS	134,000	564,000	619,000	485,000	361.9%	55,000	9.8%
	REPLACEMENTS	<u>2,212,000</u>	<u>3,141,000</u>	<u>3,499,000</u>	<u>1,287,000</u>	<u>58.2%</u>	<u>358,000</u>	<u>11.4%</u>
	TOTAL	2,346,000	3,705,000	4,118,000	1,772,000	75.5%	413,000	11.1%
INFORMATION TECHNOLOGY	ADDITIONS	617,000	724,000	1,153,000	536,000	86.9%	429,000	59.3%
	REPLACEMENTS	<u>491,000</u>	<u>474,000</u>	<u>1,096,000</u>	<u>605,000</u>	<u>123.2%</u>	<u>622,000</u>	<u>131.2%</u>
	TOTAL	1,108,000	1,198,000	2,249,000	1,141,000	103.0%	1,051,000	87.7%
CHEMICAL SERVICES	ADDITIONS	0	15,000	0	0	N/A	(15,000)	-100.0%
	REPLACEMENTS	<u>102,000</u>	<u>0</u>	<u>0</u>	<u>(102,000)</u>	<u>-100.0%</u>	<u>0</u>	<u>N/A</u>
	TOTAL	102,000	15,000	0	(102,000)	-100.0%	(15,000)	-100.0%
CHIEF OPERATING OFFICER	ADDITIONS	0	0	0	0	N/A	0	N/A
	REPLACEMENTS	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>	<u>0</u>	<u>0.0%</u>	<u>0</u>	<u>0.0%</u>
	TOTAL	1,000,000	1,000,000	1,000,000	0	0.0%	0	0.0%
COLLECTION	ADDITIONS	0	0	0	0	N/A	0	N/A
	REPLACEMENTS	<u>0</u>	<u>0</u>	<u>66,000</u>	<u>66,000</u>	<u>N/A</u>	<u>66,000</u>	<u>N/A</u>
	TOTAL	0	0	66,000	66,000	N/A	66,000	N/A
CORPORATE PREPAREDNESS	ADDITIONS	0	0	96,000	96,000	N/A	96,000	N/A
	REPLACEMENTS	<u>0</u>	<u>0</u>	<u>105,000</u>	<u>105,000</u>	<u>N/A</u>	<u>105,000</u>	<u>N/A</u>
	TOTAL	0	0	201,000	201,000	N/A	201,000	N/A
POLICIES & COMPLIANCE	ADDITIONS	0	0	50,000	50,000	N/A	50,000	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	50,000	50,000	N/A	50,000	N/A
PROJECT MANAGEMENT OFFICE	ADDITIONS	303,000	0	169,000	(134,000)	-44.2%	169,000	N/A
	REPLACEMENTS	<u>2,000,000</u>	<u>0</u>	<u>0</u>	<u>(2,000,000)</u>	<u>-100.0%</u>	<u>0</u>	<u>N/A</u>
	TOTAL	2,303,000	0	169,000	(2,134,000)	-92.7%	169,000	N/A

OTHER DEPARTMENTS  
FISCAL YEAR 2008  
BUDGET/FORECAST COMPARISON

<u>CATEGORY</u>	2007 <u>BUDGET</u>	2008 <u>FORECAST</u>	2008 <u>BUDGET</u>	<u>2008 vs 2007 BUDGET</u>		<u>2008 vs FORECAST</u>	
				<u>\$</u> <u>DIFFERENCE</u>	<u>%</u> <u>DIFF.</u>	<u>\$</u> <u>DIFFERENCE</u>	<u>%</u> <u>DIFF.</u>
SVP OPERATIONS    ADDITIONS	490,000	0	0	(490,000)	-100.0%	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	490,000	0	0	(490,000)	-100.0%	0	N/A
TOTAL OTHER DEPARTMENTS	<u>7,349,000</u>	<u>5,918,000</u>	<u>7,853,000</u>	<u>504,000</u>	<u>6.9%</u>	<u>1,935,000</u>	<u>32.7%</u>



FACILITIES  
FISCAL YEAR 2008  
BUDGET/FORECAST COMPARISON

<u>CATEGORY</u>	<u>2007 BUDGET</u>	<u>2008 FORECAST</u>	<u>2008 BUDGET</u>	<u>2008 vs 2007 BUDGET</u>		<u>2008 vs FORECAST</u>	
				<u>\$ DIFFERENCE</u>	<u>% DIFF.</u>	<u>\$ DIFFERENCE</u>	<u>% DIFF.</u>
72-01-1-01 MISC CAPITAL ADDITIONS	120,000	75,000	75,000	(45,000)	-37.5%	0	0.0%
72-01-1-02 MISC CAPITAL ADDITIONS-GAS PROC	14,000	14,000	15,000	1,000	7.1%	1,000	7.1%
72-01-1-03 NATURAL GAS GENERATOR		475,000	529,000	529,000	N/A	54,000	11.4%
72-01-2-01 MISC CAPITAL REPL & STRUCTURAL	453,000		489,000	36,000	7.9%	489,000	N/A
72-01-2-02 MISC CAPITAL REPL - GAS PROC	182,000	250,000	29,000	(153,000)	-84.1%	(221,000)	-88.4%
72-01-2-03 MISC CAPITAL REPLACEMENTS - STRUCTURAL - GAS PROCESSING	39,000	158,000	100,000	61,000	156.4%	(58,000)	-36.7%
72-01-2-04 REPL GAS ENGINE CHILLER - 1800			175,000	175,000	N/A	175,000	N/A
72-01-2-05 REPLACE WINDOWS - 1800	234,000	240,000	310,000	76,000	32.5%	70,000	29.2%
72-01-2-06 COND FUND - RECONFIG CUBICLES			124,000	124,000	N/A	124,000	N/A
72-01-2-07 REPL 28TH & PORTER PARKING-PH 1			232,000	232,000	N/A	232,000	N/A
72-01-2-08 REPLACE ROOF - 800			1,208,000	1,208,000	N/A	1,208,000	N/A
72-01-2-09 REPLACE ROOF - WEST PHILA DO			193,000	193,000	N/A	193,000	N/A
72-01-2-10 REPLACE ROOF - BELFIELD STATION			207,000	207,000	N/A	207,000	N/A
72-01-2-11 UPGRADE SUBSTATIONS - 1800		90,000	267,000	267,000	N/A	177,000	196.7%
72-01-2-12 REPL MAIN OFF BLDG ROOF - RICHM			165,000	165,000	N/A	165,000	N/A
72-01-2-13 REPLACE HVAC SYSTEM - 800	162,000	156,000			0.0%	(156,000)	-100.0%
72-01-2-14 REPL AIR CONDITIONING - VARIOUS		136,000			N/A	(136,000)	-100.0%
72-01-2-15 DISTRIBUTION RENOVATIONS 1800-2		343,000			N/A	(343,000)	-100.0%
72-01-2-16 TRAINING ROOM RENOVATION 1800-4		337,000			N/A	(337,000)	-100.0%
72-01-2-17 TRAINING ROOM RENOVATION 1800-7		295,000			N/A	(295,000)	-100.0%
72-01-2-18 INFORMATION SYS RENOVATE 1800-5		600,000			N/A	(600,000)	-100.0%

FACILITIES  
FISCAL YEAR 2008  
BUDGET/FORECAST COMPARISON

<u>CATEGORY</u>	<u>2007</u> <u>BUDGET</u>	<u>2008</u> <u>FORECAST</u>	<u>2008</u> <u>BUDGET</u>	<u>2008 vs 2007 BUDGET</u>		<u>2008 vs FORECAST</u>	
				<u>\$</u> <u>DIFFERENCE</u>	<u>%</u> <u>DIFF.</u>	<u>\$</u> <u>DIFFERENCE</u>	<u>%</u> <u>DIFF.</u>
72-01-2-19 RENOVATE DISTRICT OFFICES		436,000		0	N/A	(436,000)	-100.0%
72-01-2-20 ELECTRIC CNTL FROM PECO - TIOGA		100,000		0	N/A	(100,000)	-100.0%
72-01-2-21 UPGR CHILLER REFRIGERANT - 1800	144,000			(144,000)	-100.0%	0	N/A
72-01-2-22 REPLACE CHILLER - 800	462,000			(462,000)	-100.0%	0	N/A
72-01-2-23 FIRE DETECT SYSTEM (PHASE II & III)	301,000			(301,000)	-100.0%	0	N/A
72-01-2-24 TRANSP SHOP LIGHTING (PHASE III)	160,000			(160,000)	-100.0%	0	N/A
72-01-2-25 REPLACE GRAHAM DRIVES - 800	75,000			(75,000)	-100.0%	0	N/A
TOTAL FACILITIES	<u>2,346,000</u>	<u>3,705,000</u>	<u>4,118,000</u>	<u>1,934,000</u>	<u>82.4%</u>	<u>413,000</u>	<u>11.1%</u>

OTHER DEPARTMENTS  
FISCAL YEAR 2008 CAPITAL BUDGET

<u>P</u>		<u>FACILITIES</u>	<u>AMOUNT</u>
1	72-01-1-01	MISCELLANEOUS CAPITAL ADDITIONS	75,000
1	72-01-1-02	MISCELLANEOUS CAPITAL ADDITIONS - GAS PROCESSING	15,000
1	72-01-1-03	NATURAL GAS GENERATOR	529,000
1	72-01-2-01	MISCELLANEOUS CAPITAL REPLACEMENTS/STRUCTURAL REPAIRS	489,000
1	72-01-2-02	MISCELLANEOUS CAPITAL REPLACEMENTS - GAS PROCESSING	29,000
1	72-01-2-03	MISC CAPITAL REPL - STRUCTURAL REPAIRS - GAS PROCESSING	100,000
1	72-01-2-04	REPLACE GAS ENGINE CHILLER - 1800	175,000
1	72-01-2-05	REPLACE WINDOWS (PHASE II) - 1800	310,000
5	72-01-2-06	COND FUND - RECONFIGURE CUBICLES @ SOUTH & NORTH DIST OFF	124,000
1	72-01-2-07	REPLACE 28TH & PORTER PARKING LOT - PHASE 1	232,000
1	72-01-2-08	REPLACE ROOF - 800	1,208,000
1	72-01-2-09	REPLACE ROOF - WEST PHILA DISTRICT OFFICE	193,000
1	72-01-2-10	REPLACE ROOF - BELFIELD STATION	207,000
2	72-01-2-11	UPGRADE SUBSTATIONS - 1800	267,000
1	72-01-2-12	REPLACE MAIN OFFICE BLDG ROOF - GAS PROCESSING RICHMOND	<u>165,000</u>
		TOTAL FACILITIES	<u><u>4,118,000</u></u>

OTHER DEPARTMENTS  
FISCAL YEAR 2008 CAPITAL BUDGET

<u>P</u>		<u>AMOUNT</u>
	<u>INFORMATION TECHNOLOGY</u>	
5	47-01-1-01 MISCELLANEOUS SERVER & NETWORK ADDITIONS	57,000
5	47-01-1-02 MISCELLANEOUS SOFTWARE ADDITIONS	45,000
5	47-01-1-03 TIMEKEEPING & LABOR	625,000
5	47-01-1-04 COND FUNDING - BUSINESS PROCESS AUTOMATION	426,000
5	47-01-2-01 DESKTOPS, LAPTOPS, PRINTERS & PERIPHERALS	287,000
5	47-01-2-02 MISCELLANEOUS SOFTWARE REPLACEMENTS	99,000
5	47-01-2-03 SERVER & NETWORK HARDWARE REPLACEMENTS	219,000
5	47-01-2-04 STORAGE REPLACEMENTS	229,000
1	47-01-2-05 DISASTER RECOVERY FOR RICHMOND & PASSYUNK PLANTS	<u>262,000</u>
	TOTAL INFORMATION TECHNOLOGY	<u><u>2,249,000</u></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 COND FUND FOR CAPITAL NEEDS - RELIABILITY OF SERVICE	250,000
4	13-01-2-03 COND FUND FOR CAPITAL NEEDS - COST-JUSTIFIED LOAD GROWTH	<u>500,000</u>
	TOTAL CHIEF OPERATING OFFICER	<u><u>1,000,000</u></u>
	<u>COLLECTION</u>	
2	49-01-2-01 REPLACE GDI UNITS	<u>66,000</u>
	TOTAL COLLECTION	<u><u>66,000</u></u>

OTHER DEPARTMENTS  
FISCAL YEAR 2008 CAPITAL BUDGET

<u>P</u>			<u>AMOUNT</u>
		<u>CORPORATE PREPAREDNESS</u>	
5	65-01-1-01	CASTOR STATION MONITORING	64,000
1	65-01-1-02	AUTOMATIC EXTERNAL DEFIBRILLATORS FOR (14) PGW FACILITIES	32,000
5	65-01-2-01	DIGITAL RECORDING FOR MONITORED ACTIVITY	105,000
		TOTAL CORPORATE PREPAREDNESS	<u>201,000</u>
		<u>POLICIES &amp; COMPLIANCE</u>	
2	39-01-1-01	BUSINESS CONTINUITY PLAN - (5) ADDITIONAL LICENSES	50,000
		TOTAL POLICIES & COMPLIANCE	<u>50,000</u>
		<u>PROJECT MANAGEMENT OFFICE</u>	
5	29-01-1-01	PARTIAL REAUTHOR - CUSTOMER SERVICE DATA WAREHOUSE SYS	169,000
		TOTAL PROJECT MANAGEMENT OFFICE	<u>169,000</u>
		TOTAL OTHER DEPARTMENTS	<u>7,853,000</u>

OTHER DEPARTMENTS  
LISTING BY PRIORITY  
FISCAL YEAR 2008 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	72-01-1-01 MISCELLANEOUS CAPITAL ADDITIONS	75,000	50,000	25,000			
1	72-01-1-02 MISCELLANEOUS CAPITAL ADDITIONS - GAS PROCESSING	15,000	15,000				
1	72-01-1-03 NATURAL GAS GENERATOR	529,000	500,000	29,000			
1	72-01-2-01 MISCELLANEOUS CAPITAL REPLACEMENTS/STRUCTURAL REPAIRS	489,000	346,000	143,000			
1	72-01-2-02 MISCELLANEOUS CAPITAL REPLACEMENTS - GAS PROCESSING	29,000	29,000				
1	72-01-2-03 MISC CAPITAL REPL - STRUCTURAL REPAIRS - GAS PROCESSING	100,000	100,000				
1	72-01-2-04 REPLACE GAS ENGINE CHILLER - 1800	175,000	125,000	50,000			
1	72-01-2-05 REPLACE WINDOWS (PHASE II) - 1800	310,000	275,000	35,000			
1	72-01-2-07 REPLACE 28TH & PORTER PARKING LOT - PHASE 1	232,000	232,000				
1	72-01-2-08 REPLACE ROOF - 800	1,208,000	1,000,000	208,000			
1	72-01-2-09 REPLACE ROOF - WEST PHILA DISTRICT OFFICE	193,000	193,000				
1	72-01-2-10 REPLACE ROOF - BELFIELD STATION	207,000	207,000				
1	72-01-2-12 REPLACE MAIN OFFICE BLDG ROOF - GAS PROCESSING RICHMOND	165,000	100,000	65,000			
1	13-01-2-01 CONDITIONAL FUNDING FOR CAPITAL NEEDS RELATED TO SAFETY	250,000					
1	65-01-1-02 AUTOMATIC EXTERNAL DEFIBRILLATORS FOR (14) PGW FACILITIES	32,000	32,000				
1	47-01-2-05 DISASTER RECOVERY FOR RICHMOND & PASSYUNK PLANTS	262,000	262,000				

OTHER DEPARTMENTS  
LISTING BY PRIORITY  
FISCAL YEAR 2008 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	72-01-2-11 UPGRADE SUBSTATIONS - 1800	267,000	200,000	67,000			
2	13-01-2-02 COND FUND FOR CAPITAL NEEDS - RELIABILITY OF SERVICE	250,000					
2	49-01-2-01 REPLACE GDI UNITS	66,000	66,000				
2	39-01-1-01 BUSINESS CONTINUITY PLAN - (5) ADDITIONAL LICENSES	50,000	50,000				
<u>PRIORITY 4</u>							
4	13-01-2-03 COND FUND FOR CAPITAL NEEDS - COST-JUSTIFIED LOAD GROWTH	500,000					
<u>PRIORITY 5</u>							
5	72-01-2-06 COND FUND -RECONFIGURE CUBICLES @ SOUTH & NORTH DIST OFF	124,000	124,000				
5	47-01-1-01 MISCELLANEOUS SERVER & NETWORK ADDITIONS	57,000	57,000				
5	47-01-1-02 MISCELLANEOUS SOFTWARE ADDITIONS	45,000	45,000				
5	47-01-1-03 TIMEKEEPING & LABOR	625,000	336,000	289,000			
5	47-01-1-04 COND FUNDING - BUSINESS PROCESS AUTOMATION	426,000	300,000	126,000			
5	47-01-2-01 DESKTOPS, LAPTOPS, PRINTERS & PERIPHERALS	287,000	287,000				
5	47-01-2-02 MISCELLANEOUS SOFTWARE REPLACEMENTS	99,000	99,000				
5	47-01-2-03 SERVER & NETWORK HARDWARE REPLACEMENTS	219,000	200,000	19,000			
5	47-01-2-04 STORAGE REPLACEMENTS	229,000	200,000	29,000			
5	65-01-1-01 CASTOR STATION MONITORING	64,000	64,000				
5	65-01-2-01 DIGITAL RECORDING FOR MONITORED ACTIVITY	105,000	105,000				
5	29-01-1-01 PARTIAL REAUTHOR - CUSTOMER SERVICE DATA WAREHOUSE SYS	169,000	169,000				
TOTAL OTHER DEPARTMENTS:		<u>7,853,000</u>	<u>5,768,000</u>	<u>1,085,000</u>			

PHILADELPHIA GAS WORKS  
 FISCAL YEAR 2008 CAPITAL BUDGET  
 OTHER DEPARTMENTS 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	2,087,000	1,618,000	5,766,000	4,150,000	7,853,000	5,768,000
YEAR 1		469,000		616,000		1,085,000
YEAR 2						
YEAR 3						
YEAR 4 AND BEYOND						
TOTAL	<u>2,087,000</u>	<u>2,087,000</u>	<u>5,766,000</u>	<u>4,766,000</u>	<u>7,853,000</u>	<u>6,853,000</u>



PHILADELPHIA GAS WORKS

FISCAL YEAR 2008 AND FORECAST 2009 THROUGH 2013

<u>DEPARTMENT</u>	2008	FORECAST					<u>TOTAL 6 YEARS</u>
	<u>CAPITAL BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	
<u>GAS PROCESSING</u>							
ADDITIONS	83,000	1,656,000	1,481,000	559,000	70,000	598,000	4,447,000
REPLACEMENTS	<u>2,810,000</u>	<u>29,638,000</u>	<u>3,673,000</u>	<u>4,240,000</u>	<u>1,972,000</u>	<u>1,419,000</u>	<u>43,752,000</u>
TOTAL GAS PROCESSING	2,893,000	31,294,000	5,154,000	4,799,000	2,042,000	2,017,000	48,199,000
ACQUIRE ASSETS LEASE	2,893,000	31,294,000	5,154,000	4,799,000	2,042,000	2,017,000	48,199,000
<u>DISTRIBUTION</u>							
ADDITIONS	11,109,000	9,258,000	9,544,000	9,841,000	10,147,000	10,462,000	60,361,000
REPLACEMENTS	<u>37,459,000</u>	<u>38,700,000</u>	<u>39,899,000</u>	<u>41,136,000</u>	<u>42,411,000</u>	<u>43,725,000</u>	<u>243,330,000</u>
GROSS TOTAL DISTRIBUTION	48,568,000	47,958,000	49,443,000	50,977,000	52,558,000	54,187,000	303,691,000
LESS: SALVAGE							
LESS: CONTRIBUTIONS*							
LESS: REIMBURSEMENT**	<u>(2,200,000)</u>	<u>(2,268,000)</u>	<u>(2,338,000)</u>	<u>(2,410,000)</u>	<u>(2,485,000)</u>	<u>(2,562,000)</u>	<u>(14,263,000)</u>
NET TOTAL DISTRIBUTION	46,368,000	45,690,000	47,105,000	48,567,000	50,073,000	51,625,000	289,428,000
ACQUIRE ASSETS LEASE	46,368,000	45,690,000	47,105,000	48,567,000	50,073,000	51,625,000	289,428,000

PHILADELPHIA GAS WORKS

FISCAL YEAR 2008 AND FORECAST 2009 THROUGH 2013

<u>DEPARTMENT</u>	2008	FORECAST					<u>TOTAL 6 YEARS</u>
	<u>CAPITAL BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	
<u>FIELD SERVICES</u>							
ADDITIONS	2,221,000	2,263,000	2,240,000	2,234,000	2,224,000	2,211,000	13,393,000
REPLACEMENTS	<u>4,623,000</u>	<u>6,311,000</u>	<u>6,493,000</u>	<u>6,107,000</u>	<u>2,496,000</u>	<u>1,832,000</u>	<u>27,862,000</u>
GROSS TOTAL FIELD SERVICES	6,844,000	8,574,000	8,733,000	8,341,000	4,720,000	4,043,000	41,255,000
LESS: SALVAGE							
LESS: CONTRIBUTIONS*							
NET TOTAL FIELD SERVICES	6,844,000	8,574,000	8,733,000	8,341,000	4,720,000	4,043,000	41,255,000
ACQUIRE ASSETS LEASE	6,844,000	8,574,000	8,733,000	8,341,000	4,720,000	4,043,000	41,255,000
<u>FLEET OPERATIONS</u>							
ADDITIONS	21,000	24,000	24,000	28,000	26,000	27,000	150,000
REPLACEMENTS	<u>4,548,000</u>	<u>4,045,000</u>	<u>2,465,000</u>	<u>2,180,000</u>	<u>2,196,000</u>	<u>3,627,000</u>	<u>19,061,000</u>
GROSS TOTAL FLEET OPERATIONS	4,569,000	4,069,000	2,489,000	2,208,000	2,222,000	3,654,000	19,211,000
LESS: SALVAGE							
NET TOTAL FLEET OPERATIONS	4,569,000	4,069,000	2,489,000	2,208,000	2,222,000	3,654,000	19,211,000
ACQUIRE ASSETS LEASE	4,569,000	4,069,000	2,489,000	2,208,000	2,222,000	3,654,000	19,211,000

PHILADELPHIA GAS WORKS

FISCAL YEAR 2008 AND FORECAST 2009 THROUGH 2013

<u>DEPARTMENT</u>	2008	FORECAST					<u>TOTAL 6 YEARS</u>
	<u>CAPITAL BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	
<u>OTHER</u>							
ADDITIONS	2,087,000	1,725,000	282,000	282,000	282,000	282,000	4,940,000
REPLACEMENTS	<u>5,766,000</u>	<u>25,009,000</u>	<u>3,452,000</u>	<u>3,035,000</u>	<u>3,656,000</u>	<u>3,471,000</u>	44,389,000
TOTAL OTHER	7,853,000	26,734,000	3,734,000	3,317,000	3,938,000	3,753,000	49,329,000
ACQUIRE ASSETS LEASE	7,853,000	26,734,000	3,734,000	3,317,000	3,938,000	3,753,000	49,329,000
<u>TOTAL</u>							
ADDITIONS	15,521,000	14,926,000	13,571,000	12,944,000	12,749,000	13,580,000	83,291,000
REPLACEMENTS	<u>55,206,000</u>	<u>103,703,000</u>	<u>55,982,000</u>	<u>56,698,000</u>	<u>52,731,000</u>	<u>54,074,000</u>	<u>378,394,000</u>
GROSS TOTAL	70,727,000	118,629,000	69,553,000	69,642,000	65,480,000	67,654,000	461,685,000
LESS: SALVAGE							
LESS: REIMBURSEMENT**	(2,200,000)	(2,268,000)	(2,338,000)	(2,410,000)	(2,485,000)	(2,562,000)	(14,263,000)
LESS: CONTRIBUTIONS*							
NET TOTAL	<u>68,527,000</u>	<u>116,361,000</u>	<u>67,215,000</u>	<u>67,232,000</u>	<u>62,995,000</u>	<u>65,092,000</u>	<u>447,422,000</u>
ACQUIRE ASSETS LEASE	68,527,000	116,361,000	67,215,000	67,232,000	62,995,000	65,092,000	447,422,000

\* CONTRIBUTIONS ARE POTENTIAL CUSTOMER CONTRIBUTIONS

\*\* REIMBURSEMENT TO PGW FOR RELOCATING STRUCTURES AND EQUIPMENT

PHILADELPHIA GAS WORKS  
PROPOSED 2009 - 2013 FORECAST  
(COMPARISON)

<u>DEPARTMENT</u>	<u>2008 - 2012 FORECAST</u>	<u>2009 - 2013 FORECAST</u>	<u>AMOUNT DIFFERENCE</u>	<u>PERCENT DIFFERENCE</u>
<u>GAS PROCESSING</u>				
ADDITIONS	2,834,000	4,364,000	1,530,000	54.0%
REPLACEMENTS	<u>14,852,000</u>	<u>40,942,000</u>	<u>26,090,000</u>	175.7%
TOTAL GAS PROCESSING	17,686,000	45,306,000	27,620,000	156.2%
<u>DISTRIBUTION</u>				
ADDITIONS	40,080,000	49,252,000	9,172,000	22.9%
REPLACEMENTS	<u>197,311,000</u>	<u>205,871,000</u>	<u>8,560,000</u>	4.3%
GROSS TOTAL DISTRIBUTION	237,391,000	255,123,000	17,732,000	7.5%
LESS: SALVAGE				
LESS: CONTRIBUTIONS*				
LESS: REIMBURSEMENT**	<u>(11,965,000)</u>	<u>(12,063,000)</u>	<u>(98,000)</u>	0.8%
NET TOTAL DISTRIBUTION	225,426,000	243,060,000	17,634,000	7.8%
<u>FIELD SERVICES</u>				
ADDITIONS	13,007,000	11,172,000	(1,835,000)	-14.1%
REPLACEMENTS	<u>29,883,000</u>	<u>23,239,000</u>	<u>(6,644,000)</u>	-22.2%
GROSS TOTAL FIELD SERVICES	42,890,000	34,411,000	(8,479,000)	-19.8%
LESS: SALVAGE				
LESS: CONTRIBUTIONS*				
NET TOTAL FIELD SERVICES	42,890,000	34,411,000	(8,479,000)	-19.8%

PHILADELPHIA GAS WORKS  
PROPOSED 2009 - 2013 FORECAST  
(COMPARIISON)

<u>DEPARTMENT</u>	<u>2008 - 2012 FORECAST</u>	<u>2009 - 2013 FORECAST</u>	<u>AMOUNT DIFFERENCE</u>	<u>PERCENT DIFFERENCE</u>
<u>FLEET OPERATIONS</u>				
ADDITIONS	170,000	129,000	(41,000)	-24.1%
REPLACEMENTS	<u>14,727,000</u>	<u>14,513,000</u>	<u>(214,000)</u>	-1.5%
GROSS TOTAL FLEET OPERATIONS	14,897,000	14,642,000	(255,000)	-1.7%
LESS: SALVAGE				
NET TOTAL FLEET OPERATIONS	14,897,000	14,642,000	(255,000)	-1.7%
 <u>OTHER</u>				
ADDITIONS	5,385,000	2,853,000	(2,532,000)	-47.0%
REPLACEMENTS	<u>16,754,000</u>	<u>38,623,000</u>	<u>21,869,000</u>	130.5%
TOTAL OTHER	22,139,000	41,476,000	19,337,000	87.3%
 <u>TOTAL</u>				
ADDITIONS	61,476,000	67,770,000	6,294,000	10.2%
REPLACEMENTS	<u>273,527,000</u>	<u>323,188,000</u>	<u>49,661,000</u>	18.2%
GROSS TOTAL	335,003,000	390,958,000	55,955,000	16.7%
LESS: SALVAGE				
LESS: REIMBURSEMENT**	(11,965,000)	(12,063,000)	(98,000)	0.8%
LESS: CONTRIBUTIONS*				
NET TOTAL	<u>323,038,000</u>	<u>378,895,000</u>	<u>55,857,000</u>	17.3%

\* CONTRIBUTIONS ARE POTENTIAL CUSTOMER CONTRIBUTIONS

\*\* REIMBURSEMENT TO PGW FOR RELOCATING STRUCTURES AND EQUIPMENT

GAS PROCESSING DEPARTMENT

FORECAST - FISCAL YEARS 2009 THROUGH 2013

	<u>2007 BUDGET</u>	<u>2008 BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>TOTAL FORECAST</u>
GP-1 NATURAL GAS MEASUREMENT <u>AND CONTROL FACILITIES</u>								
1 53-01-1-01	110,000							
INSTALL BACKUP EMERGENCY GENERATOR AT 0-34 M&R STATION								
1 53-01-2-01	284,000	288,000						
REMOTE TRANSMITTING UNITS								
1 53-01-2-02	115,000							
REPLACE P-60 CONTROL VALVES - PASSY								
1 53-01-2-03			308,000	269,000	214,000	214,000		1,005,000
REPLACE OVERHEAD NATURAL GAS PIPE LEAVING NAT GAS FACILITY - PASSYUNK								
2 53-01-2-04				767,000		767,000		1,534,000
REPLACE (1) M&R STATION HEATER								
2 53-01-2-05				750,000	750,000			1,500,000
REPL (1) EMER GENERATOR - RICHMOND								
2 53-01-2-06					589,000			589,000
EMER GENERATOR IMPROVEMENTS - PASSY								
2 53-01-2-07							107,000	107,000
MODIFY LNG TANK RE-PRESSURIZATION SYSTEM - RICHMOND & PASSYUNK PLANTS								
TOTAL GP-1	<u>509,000</u>	<u>288,000</u>	<u>308,000</u>	<u>1,786,000</u>	<u>1,553,000</u>	<u>981,000</u>	<u>107,000</u>	<u>4,735,000</u>

GAS PROCESSING DEPARTMENT

FORECAST - FISCAL YEARS 2009 THROUGH 2013

	<u>2007 BUDGET</u>	<u>2008 BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>TOTAL FORECAST</u>
<u>GP-2 SUPPLEMENTAL GAS FACILITIES</u>								
2 53-02-1-01			168,000					168,000
2 53-02-1-02			268,000					268,000
2 53-02-1-03				600,000				600,000
2 53-02-1-04			500,000					500,000
2 53-02-1-05					300,000			300,000
2 53-02-1-06			450,000	500,000				950,000
2 53-02-1-07			200,000					200,000
2 53-02-1-08				311,000				311,000
2 53-02-1-09					189,000			189,000
2 53-02-1-10							528,000	528,000

GAS PROCESSING DEPARTMENT

FORECAST - FISCAL YEARS 2009 THROUGH 2013

	<u>2007 BUDGET</u>	<u>2008 BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>TOTAL FORECAST</u>
<u>GP-2 SUPPLEMENTAL GAS FACILITIES</u>								
2 53-02-2-01		180,000						
	INSTALL EMERGENCY GENERATOR NATURAL GAS FACILITY UPS - PASSYUNK							
2 53-02-2-02		361,000						
	REPLACE CONTROL VALVES IN NAT GAS FACILITY FOR NOISE REDUCTION - PASSY							
2 53-02-2-03		232,000						
	REPLACE LEVEL GAUGE ON LNG TANK-PASSY							
1 53-02-2-04		1,171,000						
	SUPPLEMENTAL FUNDING - CONSOLIDATE FIRE PROTECTION SYSTEM - RICHMOND							
2 53-02-2-05			27,300,000					27,300,000
	LIQUEFACTION FACILITY (PHASE 2) - RICHM							
2 53-02-2-06			1,400,000		1,400,000			2,800,000
	REPLACE H1 HEATER - RICHMOND							
2 53-02-2-07				300,000				300,000
	REPLACE H2 BOILOFF HEATER - RICHMOND							
2 53-02-2-08				1,000,000	1,000,000			2,000,000
	REPLACE LNG SWITCHGEAR - RICHMOND							
2 53-02-2-09								
	REPLACE UPS SYSTEMS:							
			48,000					48,000
	PASSYUNK PLANT							
			168,000					168,000
	RICHMOND PLANT							



GAS PROCESSING DEPARTMENT

FORECAST - FISCAL YEARS 2009 THROUGH 2013

	<u>2007 BUDGET</u>	<u>2008 BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>TOTAL FORECAST</u>
<u>GP-2 SUPPLEMENTAL GAS FACILITIES</u>								
2 53-02-2-10							500,000	500,000
2 53-02-2-11						104,000		104,000
2 53-02-2-12			127,000					127,000
2 53-02-2-13						200,000		200,000
2 53-02-2-14						400,000		400,000
53-02-X-XX								
NON-RECURRING ITEMS	<u>3,298,000</u>							
TOTAL GP-2	<u>3,298,000</u>	<u>1,944,000</u>	<u>30,629,000</u>	<u>2,711,000</u>	<u>2,889,000</u>	<u>704,000</u>	<u>1,028,000</u>	<u>37,961,000</u>

GAS PROCESSING DEPARTMENT

FORECAST - FISCAL YEARS 2009 THROUGH 2013

	<u>2007 BUDGET</u>	<u>2008 BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>TOTAL FORECAST</u>
<u>GP-3 BUILDING AND GROUNDS</u>								
1 53-03-2-01 REPLACE PAGING & EMERGENCY RESPONSE TONE SYSTEMS - RICHMOND		288,000						
2 53-03-2-02 RENOVATE LNG CONTROL BUILDING - RICHMOND				300,000				300,000
2 53-03-2-03 REPLACE LNG TANK ELEVATOR - RICHMOND							525,000	525,000
53-03-X-XX NON-RECURRING ITEMS	<u>163,000</u>							
TOTAL GP-3	<u>163,000</u>	<u>288,000</u>		<u>300,000</u>			<u>525,000</u>	<u>825,000</u>
<u>GP-4 MISCELLANEOUS CAPITAL REQUIREMENTS</u>								
1 53-04-1-01 MISCELLANEOUS CAPITAL ADDITIONS	126,000	83,000	70,000	70,000	70,000	70,000	70,000	350,000
1 53-04-2-01 MISCELLANEOUS CAPITAL REPLACEMENTS	315,000	290,000	287,000	287,000	287,000	287,000	287,000	1,435,000
TOTAL GP-4	<u>441,000</u>	<u>373,000</u>	<u>357,000</u>	<u>357,000</u>	<u>357,000</u>	<u>357,000</u>	<u>357,000</u>	<u>1,785,000</u>
TOTAL GAS PROCESSING DEPARTMENT	4,411,000	2,893,000	31,294,000	5,154,000	4,799,000	2,042,000	2,017,000	45,306,000
ACQUIRE ASSETS LEASE	4,411,000	2,893,000	31,294,000	5,154,000	4,799,000	2,042,000	2,017,000	45,306,000

DISTRIBUTION DEPARTMENT

FORECAST - FISCAL YEARS 2009 THROUGH 2013

	<u>2007 BUDGET</u>	<u>2008 BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>TOTAL FORECAST</u>
<u>D-20 HIGH PRESSURE MAINS</u>								
4 52-20-1-01 UNSPECIFIED	305,000	3,310,000	1,205,000	1,242,000	1,281,000	1,321,000	1,362,000	6,411,000
4 52-20-1-02 MAIN ADD: CIVIC CENTER BLVD PROJECT	2,424,000							
3 52-20-2-01 CITY AND STATE WORK	548,000	526,000	542,000	559,000	576,000	594,000	612,000	2,883,000
1 52-20-2-02 JOINT CLAMPING AND ENCAPSULATION	<u>900,000</u>	<u>889,000</u>	<u>917,000</u>	<u>945,000</u>	<u>974,000</u>	<u>1,004,000</u>	<u>1,035,000</u>	<u>4,875,000</u>
GROSS TOTAL D-20	4,177,000	4,725,000	2,664,000	2,746,000	2,831,000	2,919,000	3,009,000	14,169,000
52-20-2-97 LESS: REIMBURSEMENT**								
LESS: CONTRIBUTIONS*	<u>(1,744,000)</u>							
NET TOTAL D-20	<u>2,433,000</u>	<u>4,725,000</u>	<u>2,664,000</u>	<u>2,746,000</u>	<u>2,831,000</u>	<u>2,919,000</u>	<u>3,009,000</u>	<u>14,169,000</u>
<u>D-21 8 INCH AND SMALLER I. P. AND L. P. MAIN</u>								
4 52-21-1-01 ADDITIONS	1,986,000	1,795,000	1,851,000	1,908,000	1,967,000	2,028,000	2,091,000	9,845,000
3 52-21-2-01 CITY AND STATE WORK	4,294,000	4,605,000	4,748,000	4,895,000	5,047,000	5,203,000	5,364,000	25,257,000
1 52-21-2-02 PRUDENT	8,608,000	8,861,000	9,959,000	10,268,000	10,586,000	10,914,000	11,252,000	52,979,000
1 52-21-2-03 JOINT CLAMPING AND ENCAPSULATION	2,155,000	2,242,000	2,312,000	2,384,000	2,458,000	2,534,000	2,613,000	12,301,000
1 52-21-2-04 COND FUND - CAST IRON MAIN REPL PROG	<u>792,000</u>	<u>799,000</u>						
GROSS TOTAL D-21	17,835,000	18,302,000	18,870,000	19,455,000	20,058,000	20,679,000	21,320,000	100,382,000
52-21-2-97 LESS: REIMBURSEMENT**	<u>(2,200,000)</u>	<u>(2,200,000)</u>	<u>(2,268,000)</u>	<u>(2,338,000)</u>	<u>(2,410,000)</u>	<u>(2,485,000)</u>	<u>(2,562,000)</u>	<u>(12,063,000)</u>
NET TOTAL D-21	<u>15,635,000</u>	<u>16,102,000</u>	<u>16,602,000</u>	<u>17,117,000</u>	<u>17,648,000</u>	<u>18,194,000</u>	<u>18,758,000</u>	<u>88,319,000</u>

DISTRIBUTION DEPARTMENT

FORECAST - FISCAL YEARS 2009 THROUGH 2013

	<u>2007 BUDGET</u>	<u>2008 BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>TOTAL FORECAST</u>
D-22 12 INCH AND LARGER I. P. <u>AND L. P. MAIN</u>								
4 52-22-1-01 ADDITIONS	88,000	50,000	52,000	54,000	56,000	58,000	60,000	280,000
3 52-22-2-01 CITY AND STATE WORK	275,000	232,000	239,000	246,000	254,000	262,000	270,000	1,271,000
1 52-22-2-02 JOINT CLAMPING AND ENCAPSULATION	<u>1,512,000</u>	<u>1,613,000</u>	<u>1,663,000</u>	<u>1,715,000</u>	<u>1,768,000</u>	<u>1,823,000</u>	<u>1,880,000</u>	<u>8,849,000</u>
GROSS TOTAL D-22	1,875,000	1,895,000	1,954,000	2,015,000	2,078,000	2,143,000	2,210,000	10,400,000
52-22-2-97 LESS: REIMBURSEMENT**								
NET TOTAL D-22	<u>1,875,000</u>	<u>1,895,000</u>	<u>1,954,000</u>	<u>2,015,000</u>	<u>2,078,000</u>	<u>2,143,000</u>	<u>2,210,000</u>	<u>10,400,000</u>
D-23 CUSTOMER METERING & REGULATOR INSTALLATION, AND PRESSURE CONTROL & <u>CORROSION CONTROL FACILITIES</u>								
4 52-23-1-01 CUSTOMER METER & REGULATOR INSTALL	60,000	60,000	62,000	64,000	66,000	68,000	70,000	330,000
4 52-23-1-02 CUSTOMER REGULATOR-CIVIC CTR BLVD PF	135,000							
1 52-23-2-01 REPLACEMENTS - H. P. MAIN VALVES	55,000	66,000	68,000	70,000	72,000	74,000	76,000	360,000
2 52-23-2-02 REPL - PRESSURE CNTL & CORR CNTL FACIL	<u>112,000</u>	<u>148,000</u>	<u>235,000</u>	<u>242,000</u>	<u>250,000</u>	<u>258,000</u>	<u>266,000</u>	<u>1,251,000</u>
GROSS TOTAL D-23	362,000	274,000	365,000	376,000	388,000	400,000	412,000	1,941,000
LESS: CONTRIBUTIONS*	<u>(98,000)</u>							
TOTAL D-23	<u>264,000</u>	<u>274,000</u>	<u>365,000</u>	<u>376,000</u>	<u>388,000</u>	<u>400,000</u>	<u>412,000</u>	<u>1,941,000</u>

DISTRIBUTION DEPARTMENT

FORECAST - FISCAL YEARS 2009 THROUGH 2013

	<u>2007 BUDGET</u>	<u>2008 BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>TOTAL FORECAST</u>
<u>D-24 SERVICES</u>								
4 52-24-1-01 1 1/4" AND SMALLER	3,778,000	4,255,000	4,387,000	4,523,000	4,663,000	4,808,000	4,957,000	23,338,000
4 52-24-1-02 2" AND LARGER	1,193,000	1,482,000	1,528,000	1,575,000	1,624,000	1,674,000	1,726,000	8,127,000
4 52-24-1-03 SERVICES FOR CIVIC CENTER BLVD PROJEC	205,000							
1 52-24-2-01 1 1/4" AND SMALLER	16,179,000	16,110,000	16,609,000	17,124,000	17,655,000	18,202,000	18,766,000	88,356,000
1 52-24-2-02 2" AND LARGER	<u>1,181,000</u>	<u>1,197,000</u>	<u>1,234,000</u>	<u>1,272,000</u>	<u>1,311,000</u>	<u>1,352,000</u>	<u>1,394,000</u>	<u>6,563,000</u>
GROSS TOTAL D-24	22,536,000	23,044,000	23,758,000	24,494,000	25,253,000	26,036,000	26,843,000	126,384,000
52-24-2-97 LESS: REIMBURSEMENT**								
LESS: CONTRIBUTIONS*	<u>(148,000)</u>							
TOTAL D-24	<u>22,388,000</u>	<u>23,044,000</u>	<u>23,758,000</u>	<u>24,494,000</u>	<u>25,253,000</u>	<u>26,036,000</u>	<u>26,843,000</u>	<u>126,384,000</u>
<u>D-29 OTHER DISTRIBUTION FACILITIES</u>								
5 52-29-1-01 ADDITIONS	183,000	157,000	173,000	178,000	184,000	190,000	196,000	921,000
2 52-29-2-01 REPLACEMENTS	<u>180,000</u>	<u>171,000</u>	<u>174,000</u>	<u>179,000</u>	<u>185,000</u>	<u>191,000</u>	<u>197,000</u>	<u>926,000</u>
TOTAL D-29	<u>363,000</u>	<u>328,000</u>	<u>347,000</u>	<u>357,000</u>	<u>369,000</u>	<u>381,000</u>	<u>393,000</u>	<u>1,847,000</u>

DISTRIBUTION DEPARTMENT

FORECAST - FISCAL YEARS 2009 THROUGH 2013

	<u>2007 BUDGET</u>	<u>2008 BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>TOTAL FORECAST</u>
1 52-99-2-99 <u>D-99 REMOVAL AND ABANDONMENTS</u>								
GROSS TOTAL DISTRIBUTION DEPARTMENT	47,148,000	48,568,000	47,958,000	49,443,000	50,977,000	52,558,000	54,187,000	255,123,000
52-98-2-98 LESS: SALVAGE								
LESS: CONTRIBUTIONS*	(1,990,000)							
LESS: REIMBURSEMENT**	<u>(2,200,000)</u>	<u>(2,200,000)</u>	<u>(2,268,000)</u>	<u>(2,338,000)</u>	<u>(2,410,000)</u>	<u>(2,485,000)</u>	<u>(2,562,000)</u>	<u>(12,063,000)</u>
NET TOTAL DISTRIBUTION DEPARTMENT	<u>42,958,000</u>	<u>46,368,000</u>	<u>45,690,000</u>	<u>47,105,000</u>	<u>48,567,000</u>	<u>50,073,000</u>	<u>51,625,000</u>	<u>243,060,000</u>
ACQUIRE ASSETS	42,958,000	46,368,000	45,690,000	47,105,000	48,567,000	50,073,000	51,625,000	243,060,000
LEASE								

\* DISTRIBUTION DEPARTMENT CONTRIBUTIONS ARE POTENTIAL CUSTOMER CONTRIBUTIONS

\*\* REIMBURSEMENT TO PGW FOR RELOCATING STRUCTURES AND EQUIPMENT

FIELD SERVICES DEPARTMENT

FORECAST - FISCAL YEARS 2009 THROUGH 2013

		<u>2007 BUDGET</u>	<u>2008 BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>TOTAL FORECAST</u>
<u>C-30 METERS</u>									
4	50-30-1-01 ADDITIONS AND INSTALLATIONS	2,206,000	1,952,000	1,975,000	1,965,000	1,952,000	1,937,000	1,919,000	9,748,000
2	50-30-2-01 REPLACEMENTS	<u>1,702,000</u>	<u>1,749,000</u>	<u>1,766,000</u>	<u>1,808,000</u>	<u>1,858,000</u>	<u>1,910,000</u>	<u>1,227,000</u>	<u>8,569,000</u>
	TOTAL C-30	<u>3,908,000</u>	<u>3,701,000</u>	<u>3,741,000</u>	<u>3,773,000</u>	<u>3,810,000</u>	<u>3,847,000</u>	<u>3,146,000</u>	<u>18,317,000</u>
 <u>C-32 SERVICES REGULATORS</u>									
4	50-32-1-01 ADDITIONS AND INSTALLATIONS	21,000	23,000	11,000	11,000	11,000	11,000	11,000	55,000
1	50-32-2-01 REPLACEMENTS	<u>59,000</u>	<u>41,000</u>	<u>43,000</u>	<u>43,000</u>	<u>24,000</u>	<u>25,000</u>	<u>26,000</u>	<u>161,000</u>
	TOTAL C-32	<u>80,000</u>	<u>64,000</u>	<u>54,000</u>	<u>54,000</u>	<u>35,000</u>	<u>36,000</u>	<u>37,000</u>	<u>216,000</u>
 <u>C-33 TELEMETERING</u>									
5	50-33-1-01 ADDITIONS AND INSTALLATIONS	278,000	158,000	201,000	188,000	194,000	200,000	206,000	989,000
2	50-33-2-01 REPLACEMENTS	<u>252,000</u>	<u>83,000</u>	<u>86,000</u>	<u>89,000</u>	<u>91,000</u>	<u>94,000</u>	<u>97,000</u>	<u>457,000</u>
	TOTAL C-33	<u>530,000</u>	<u>241,000</u>	<u>287,000</u>	<u>277,000</u>	<u>285,000</u>	<u>294,000</u>	<u>303,000</u>	<u>1,446,000</u>

FIELD SERVICES DEPARTMENT

FORECAST - FISCAL YEARS 2009 THROUGH 2013

	<u>2007 BUDGET</u>	<u>2008 BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>TOTAL FORECAST</u>
<u>C-34 METER SHOP EQUIPMENT</u>								
5 50-34-1-01 ADDITIONS	49,000							0
2 50-34-2-01 REPLACEMENTS	<u>155,000</u>	<u>85,000</u>	<u>87,000</u>	<u>90,000</u>	<u>93,000</u>	<u>96,000</u>	<u>99,000</u>	<u>465,000</u>
TOTAL C-34	<u>204,000</u>	<u>85,000</u>	<u>87,000</u>	<u>90,000</u>	<u>93,000</u>	<u>96,000</u>	<u>99,000</u>	<u>465,000</u>
<u>C-35 SERVICE SECTION EQUIPMENT</u>								
2 50-35-2-01 REPLACEMENTS	<u>88,000</u>	<u>105,000</u>	<u>108,000</u>	<u>111,000</u>	<u>115,000</u>	<u>118,000</u>	<u>122,000</u>	<u>574,000</u>
TOTAL C-35	<u>88,000</u>	<u>105,000</u>	<u>108,000</u>	<u>111,000</u>	<u>115,000</u>	<u>118,000</u>	<u>122,000</u>	<u>574,000</u>
<u>C-36 AUTOMATIC METER READING</u>								
2 50-36-1-01 ADDITIONS	69,000	88,000	76,000	76,000	77,000	76,000	75,000	380,000
2 50-36-2-01 REPLACEMENTS	<u>4,519,000</u>	<u>2,560,000</u>	<u>4,221,000</u>	<u>4,352,000</u>	<u>3,926,000</u>	<u>253,000</u>	<u>261,000</u>	<u>13,013,000</u>
TOTAL C-36	<u>4,588,000</u>	<u>2,648,000</u>	<u>4,297,000</u>	<u>4,428,000</u>	<u>4,003,000</u>	<u>329,000</u>	<u>336,000</u>	<u>13,393,000</u>



FIELD SERVICES DEPARTMENT

FORECAST - FISCAL YEARS 2009 THROUGH 2013

		<u>2007 BUDGET</u>	<u>2008 BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>TOTAL FORECAST</u>
1 50-99-2-99	<u>C-99 COST OF REMOVAL</u>								
	GROSS TOTAL FIELD SERVICES DEPARTMENT	9,398,000	6,844,000	8,574,000	8,733,000	8,341,000	4,720,000	4,043,000	34,411,000
50-98-2-98	LESS: SALVAGE								0
50-94-1-94	LESS: CONTRIBUTIONS*	<u>(105,000)</u>							0
	NET TOTAL FIELD SERVICES DEPARTMENT	<u>9,293,000</u>	<u>6,844,000</u>	<u>8,574,000</u>	<u>8,733,000</u>	<u>8,341,000</u>	<u>4,720,000</u>	<u>4,043,000</u>	<u>34,411,000</u>
	ACQUIRE ASSETS	9,293,000	6,844,000	8,574,000	8,733,000	8,341,000	4,720,000	4,043,000	34,411,000
	LEASE								

\* FIELD SERVICES DEPARTMENT CONTRIBUTIONS ARE POTENTIAL CUSTOMER CONTRIBUTIONS



OTHER DEPARTMENTS

FORECAST - FISCAL YEARS 2009 THROUGH 2013

	<u>2007 BUDGET</u>	<u>2008 BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>TOTAL FORECAST</u>
<u>FACILITIES</u>								
1 72-01-1-01 MISCELLANEOUS CAPITAL ADDITIONS	120,000	75,000	75,000	75,000	75,000	75,000	75,000	375,000
1 72-01-1-02 MISC CAPITAL ADDITIONS- GAS PROCESSING	14,000	15,000	12,000	12,000	12,000	12,000	12,000	60,000
1 72-01-1-03 NATURAL GAS GENERATOR		529,000						
1 72-01-1-04 EMERGENCY OPERATIONS GENERATOR - 800			522,000					522,000
1 72-01-2-01 MISC CAPITAL REPL & STRUCTURAL REPAIRS	453,000	489,000						
1 72-01-2-02 MISC CAPITAL REPL - GAS PROCESSING	182,000	29,000	20,000	20,000	20,000	20,000	20,000	100,000
1 72-01-2-03 MISC CAP REPL- STRUCT REPAIRS-GAS PROC	39,000	100,000	61,000	61,000	61,000	61,000	61,000	305,000
1 72-01-2-04 REPLACE GAS ENGINE CHILLER - 1800		175,000						
1 72-01-2-05 REPLACE WINDOWS - 1800	234,000	310,000	340,000	380,000	410,000	410,000	410,000	1,950,000
5 72-01-2-06 COND FUND-RECONFIG CUBICLES - SPDO & NPDO		124,000						
1 72-01-2-07 REPLACE 28TH & PORTER PARKING LOT		232,000	232,000					232,000
1 72-01-2-08 REPLACE ROOF - 800		1,208,000						
1 72-01-2-09 REPLACE ROOF - WEST PHILA DISTRICT OFF		193,000						

OTHER DEPARTMENTS

FORECAST - FISCAL YEARS 2009 THROUGH 2013

	<u>2007 BUDGET</u>	<u>2008 BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>TOTAL FORECAST</u>
<u>FACILITIES</u>								
1 72-01-2-10 REPLACE ROOF - BELFIELD STATION		207,000						
2 72-01-2-11 UPGRADE SUBSTATIONS - 1800		267,000						
1 72-01-2-12 REPL MAIN OFFICE BLDG ROOF - GP RICHMOND		165,000						
1 72-01-2-13 REPLACE HVAC SYSTEM COMPONENTS	162,000		149,000	163,000	179,000	196,000	216,000	903,000
2 72-01-2-14 REPLACE AIR CONDITIONING - VARIOUS			149,000	149,000	113,000	113,000	113,000	637,000
1 72-01-2-15 DISTRIBUTION RENOVATIONS - 1800-2			343,000					343,000
1 72-01-2-16 TRAINING ROOM RENOVATIONS - 1800-4			363,000					363,000
1 72-01-2-17 TRAINING ROOM RENOVATIONS - 1800-7			313,000					313,000
1 72-01-2-18 INFORMATION SYS RENOVATIONS - 1800-5				600,000				600,000
1 72-01-2-19 RENOVATIONS OF DISTRICT OFFICES			528,000	455,000	533,000	697,000	492,000	2,705,000
1 72-01-2-20 UPGR TRANSPORTATION DISPATCH OFF - 1849			165,000					165,000
1 72-01-2-21 REPL RIVER WATER PUMP HOUSE ROOF-RICHM			60,000					60,000
1 72-01-2-22 REPLACE LOBBY CONSOLE - 800						685,000	685,000	1,370,000

OTHER DEPARTMENTS

FORECAST - FISCAL YEARS 2009 THROUGH 2013

	<u>2007 BUDGET</u>	<u>2008 BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>TOTAL FORECAST</u>
<u>FACILITIES</u>								
1 72-01-2-23 REPL AUDITORIUM CHAIRS & CARPET - 800-1			81,000					81,000
2 72-01-2-24 REPLACE ROOF - 28TH & PORTER STATION			201,000					201,000
2 72-01-2-25 REPLACE ROOF - 9TH & DIAMOND					245,000			245,000
2 72-01-2-26 REPLACE ROOF - SOUTH PHILA DISTRICT OFF				150,000				150,000
2 72-01-2-27 REPLACE ROOF - CASTOR STATION			199,000					199,000
2 72-01-2-28 REPLACE ROOF - 1800 WEST GARAGE			202,000					202,000
72-01-X-XX NON-RECURRING ITEMS	1,142,000							
TOTAL FACILITIES	<u>2,346,000</u>	<u>4,118,000</u>	<u>4,015,000</u>	<u>2,065,000</u>	<u>1,648,000</u>	<u>2,269,000</u>	<u>2,084,000</u>	<u>12,081,000</u>





OTHER DEPARTMENTS

FORECAST - FISCAL YEARS 2009 THROUGH 2013

	<u>2007 BUDGET</u>	<u>2008 BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>TOTAL FORECAST</u>
<u>COLLECTION</u>								
2 49-01-2-01 REPLACE GDI UNITS		<u>66,000</u>						
TOTAL COLLECTION		<u>66,000</u>						
<u>CORPORATE PREPAREDNESS</u>								
5 65-01-1-01 CASTOR STATION MONITORING		64,000						
1 65-01-1-02 AUTOMATIC EXTERNAL DEFIBRILLATORS		32,000						
1 65-01-1-03 CRASH BEAM BARRIER - GATE 6 - RICHMOND			215,000					215,000
5 65-01-1-04 TWO (2) MOBILE GUARD STATIONS			36,000					36,000
5 65-01-2-01 DIGITAL RECORDING OF MONITORED ACTIVITY		105,000						
5 65-01-2-02 TURNSTILES & VISITOR MANAGEMENT SYS			<u>129,000</u>					129,000
TOTAL CORPORATE PREPAREDNESS		<u>201,000</u>	<u>380,000</u>					<u>380,000</u>



OTHER DEPARTMENTS

FORECAST - FISCAL YEARS 2009 THROUGH 2013

	<u>2007 BUDGET</u>	<u>2008 BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>TOTAL FORECAST</u>
<u>POLICIES &amp; COMPLIANCE</u>								
2 39-01-1-01 BUSINESS CONTINUITY PLAN - (5) LICENSES		<u>50,000</u>						
TOTAL POLICIES & COMPLIANCE		<u>50,000</u>						
<u>PROJECT MANAGEMENT OFFICE</u>								
5 29-01-1-01 PARTIAL REAUTHORIZATION - CUSTOMER SERVICE DATA WAREHOUSE SYSTEM		169,000						
5 29-01-1-02 WRITE-OFF REACTIVATION PROGRAM	270,000							
5 29-01-1-03 HARDWARE FOR CUST SEGMENTATION INIT	33,000							
2 29-01-2-01 BCCS UPGRADE	<u>2,000,000</u>							
TOTAL PROJECT MANAGEMENT OFFICE	<u>2,303,000</u>	<u>169,000</u>						

OTHER DEPARTMENTS

FORECAST - FISCAL YEARS 2009 THROUGH 2013

	<u>2007 BUDGET</u>	<u>2008 BUDGET</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>TOTAL FORECAST</u>
<u>SVP FINANCE</u>								
5 17-01-1-01 NOETIX DASHBOARD			136,000					136,000
TOTAL SVP FINANCE			<u>136,000</u>					<u>136,000</u>
<u>SVP OPERATIONS</u>								
5 56-01-1-01 MOBILE 3	490,000							
TOTAL SVP OPERATIONS	<u>490,000</u>							
<u>VP CUSTOMER AFFAIRS</u>								
2 10-01-2-01 BCCS UPGRADE			20,000,000					20,000,000
TOTAL VP CUSTOMER AFFAIRS			<u>20,000,000</u>					20,000,000
TOTAL OTHER DEPARTMENTS	<u>7,349,000</u>	<u>7,853,000</u>	<u>26,734,000</u>	<u>3,734,000</u>	<u>3,317,000</u>	<u>3,938,000</u>	<u>3,753,000</u>	<u>41,476,000</u>
ACQUIRE ASSETS LEASE	7,349,000	7,853,000	26,734,000	3,734,000	3,317,000	3,938,000	3,753,000	41,476,000

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