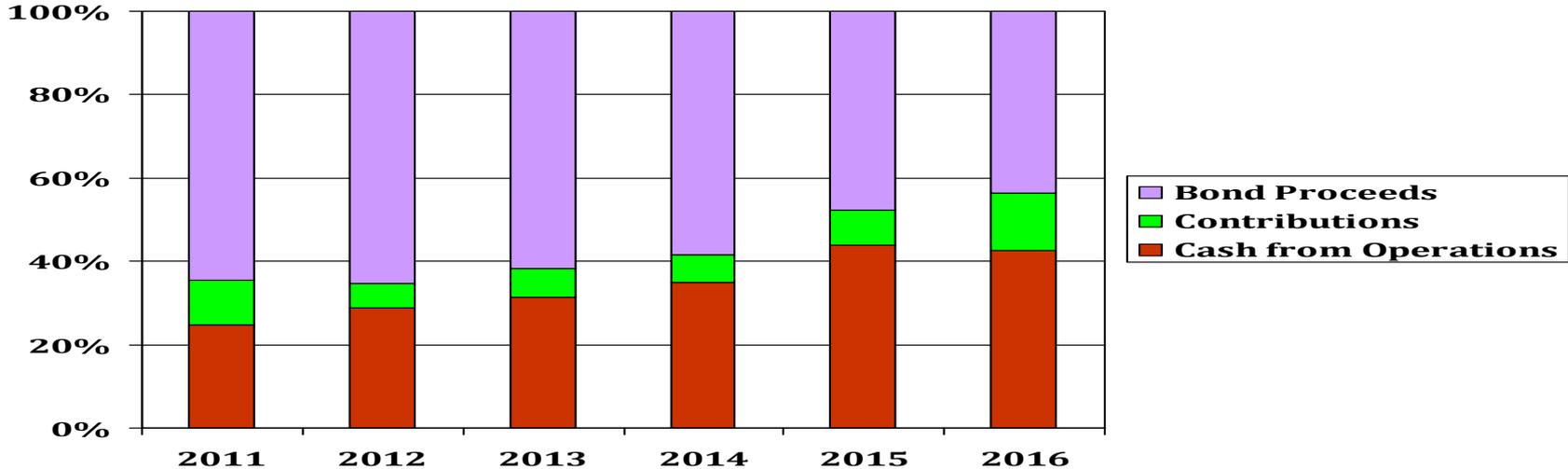
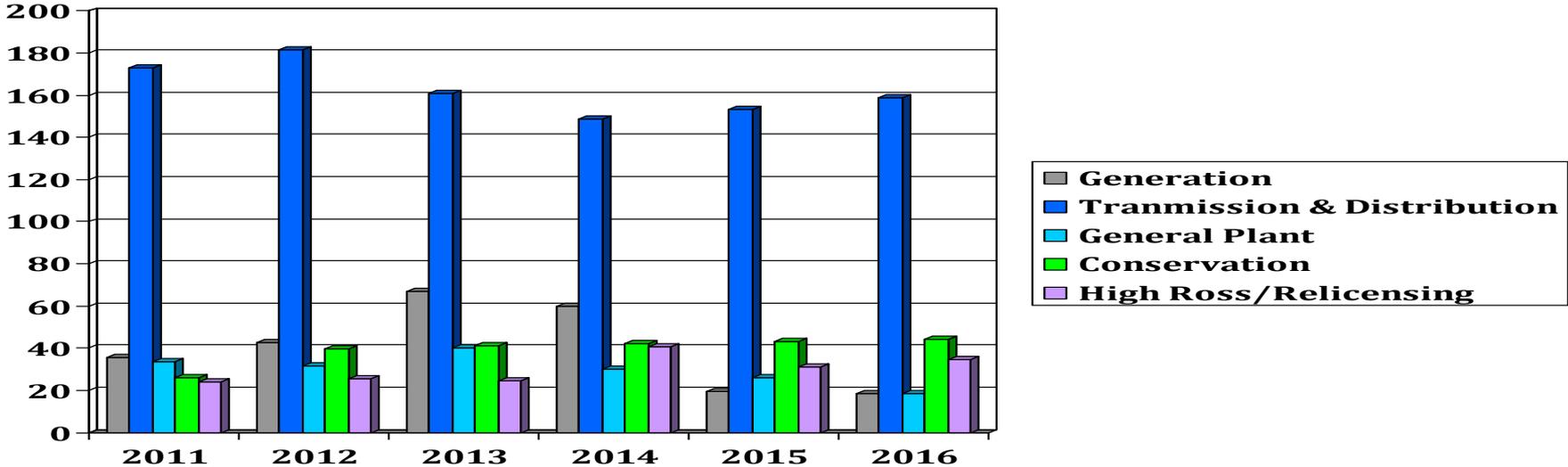


2011-16 Capital Improvement Program Overview

Review Panel
October 7, 2010

Capital Improvement Program Overview



Capital Improvement Program Slide 2

2011 Proposed Capital Improvement Program (CIP)

Changes from 2010 Adopted Budget

Amounts in \$1,000s, no overhead

Category	2010 Adopted CIP	2011 Proposed CIP	Change from 2010 to 2011
Customer Service	50,007	76,319	26,312
Distribution	48,977	47,232	-1,745
Facilities and Security	17,994	14,435	-3,559
Information Technology	14,032	12,024	-2,009
Resources	29,472	46,091	16,618
Transmission	3,081	1,522	-1,558
Total City Light CIP	163,563	197,623	34,060

Highlights

Customer Service Changes

- Alaskan Way Viaduct acceleration has increased the proposed CIP by \$32 Million and accounts for almost all the CIP Plan increase in 2011.
- Not an increase AWW total project cost of \$181 Million, but schedule changes require early City Light relocation work.

Distribution Changes

- Modest reduction in distribution with emphasis shifting from underground capacity additions to cable injection.
- Increased funding for pole replacement and support for reimbursable pole attachment work from telecommunication companies.

Highlights

Facilities and Security Changes

- Reduction in facilities budget due to completion existing projects, primarily improvements to the South Service Center.
- New projects include North Service center expansion and development of Emergency Command and Control Center.

Information Technology Changes

- Completion of Outage Management and Performance Management projects have reduced the IT CIP Budget.
- New Projects proposed include Engineering design software, PC Upgrades, meter reading software, and billing system improvements.

Highlights

Generation Resources Changes

- The Generator Rebuild program continues with the Boundary Unit 56 in 2011. Work will also continue on Boundary Unit 55 turbine runner and generator rebuild.
- The Ross rock slide in 2010 requires significant work on hazard remediation and rebuilding facilities at Ross Powerhouse damaged by the rock slide.

Transmission Changes

- Recent survey of transmission towers indicated the towers are in good condition. Proposed spending on transmission reliability is lower than 2010, due to completion of highest priority work and scheduling constraints.