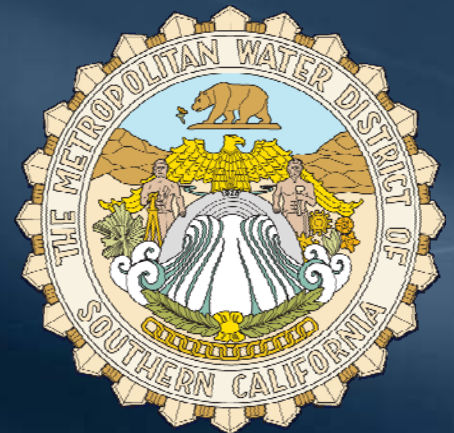


# Inland Feeder Project Status Report for July 2009

Corporate Resources Group  
Item 9-1  
August 17, 2009

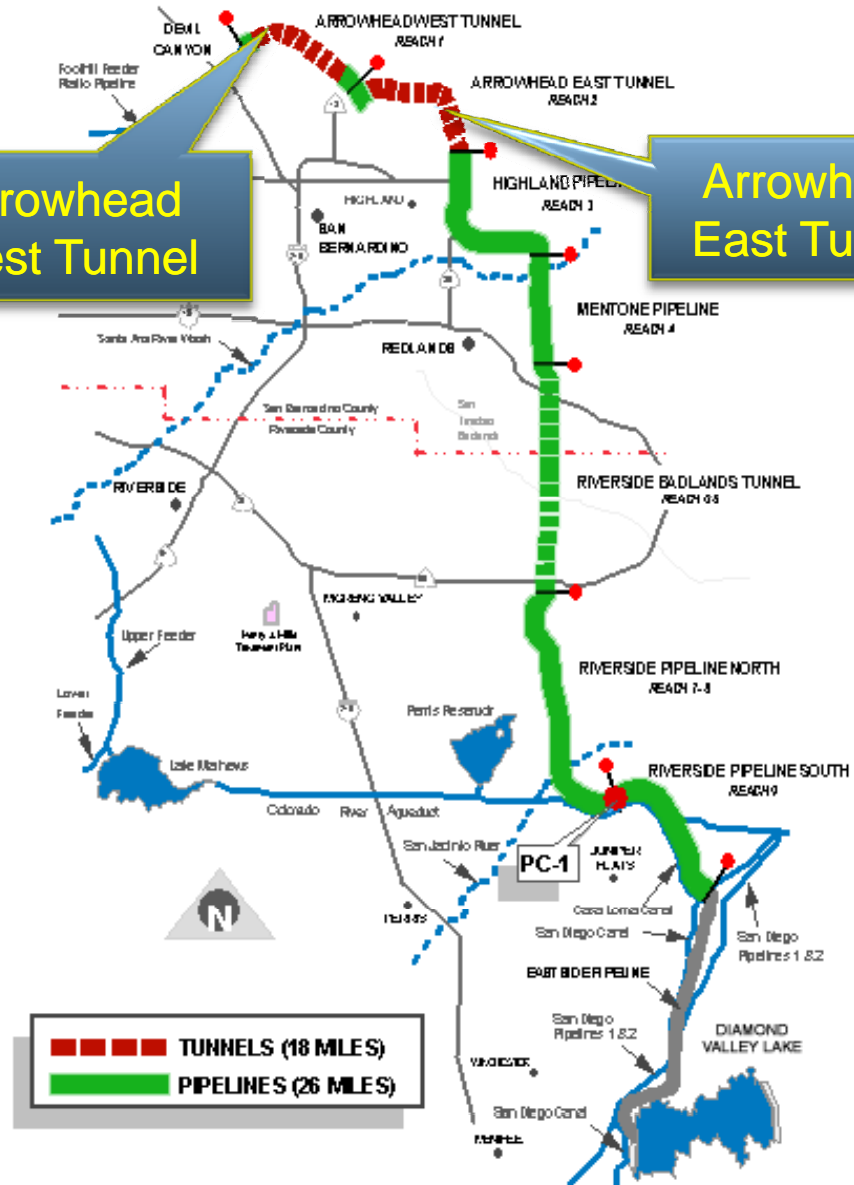


# Inland Feeder Project

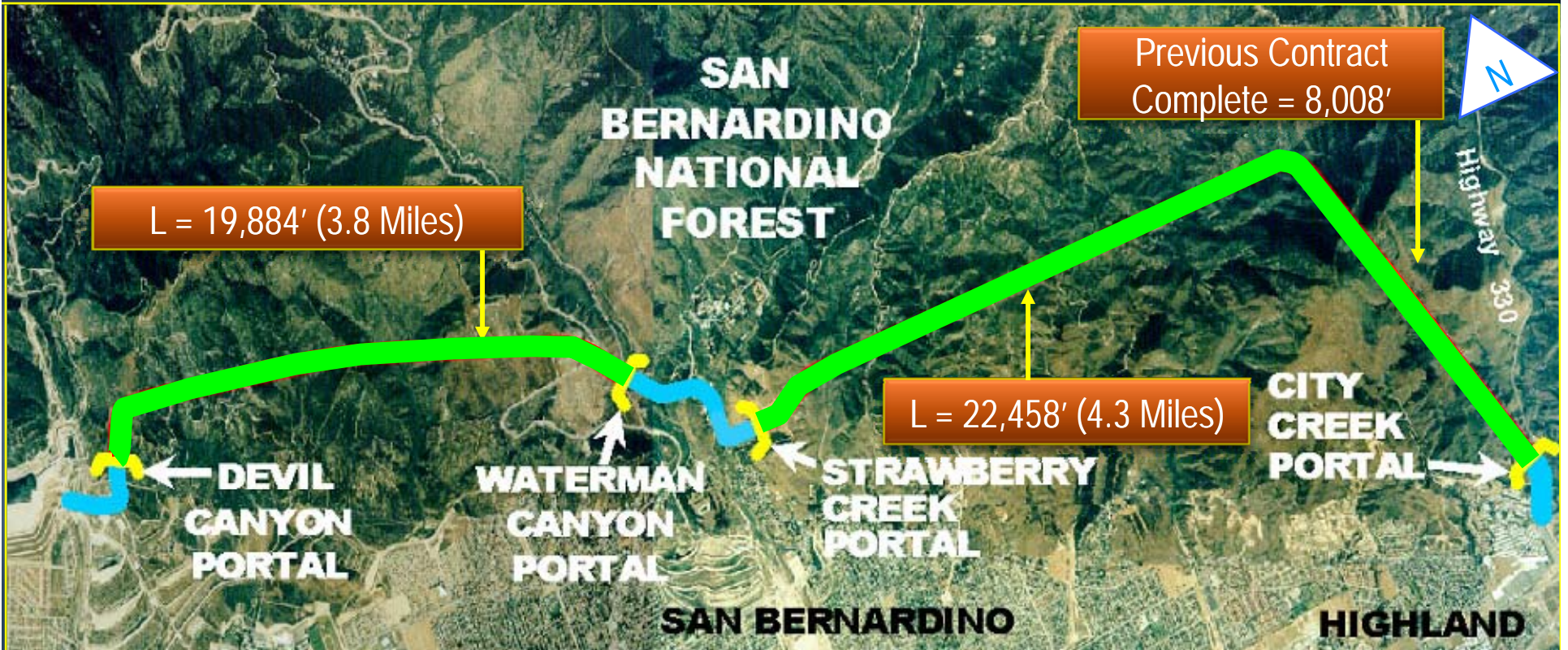
## Segments Under Construction

Arrowhead West Tunnel

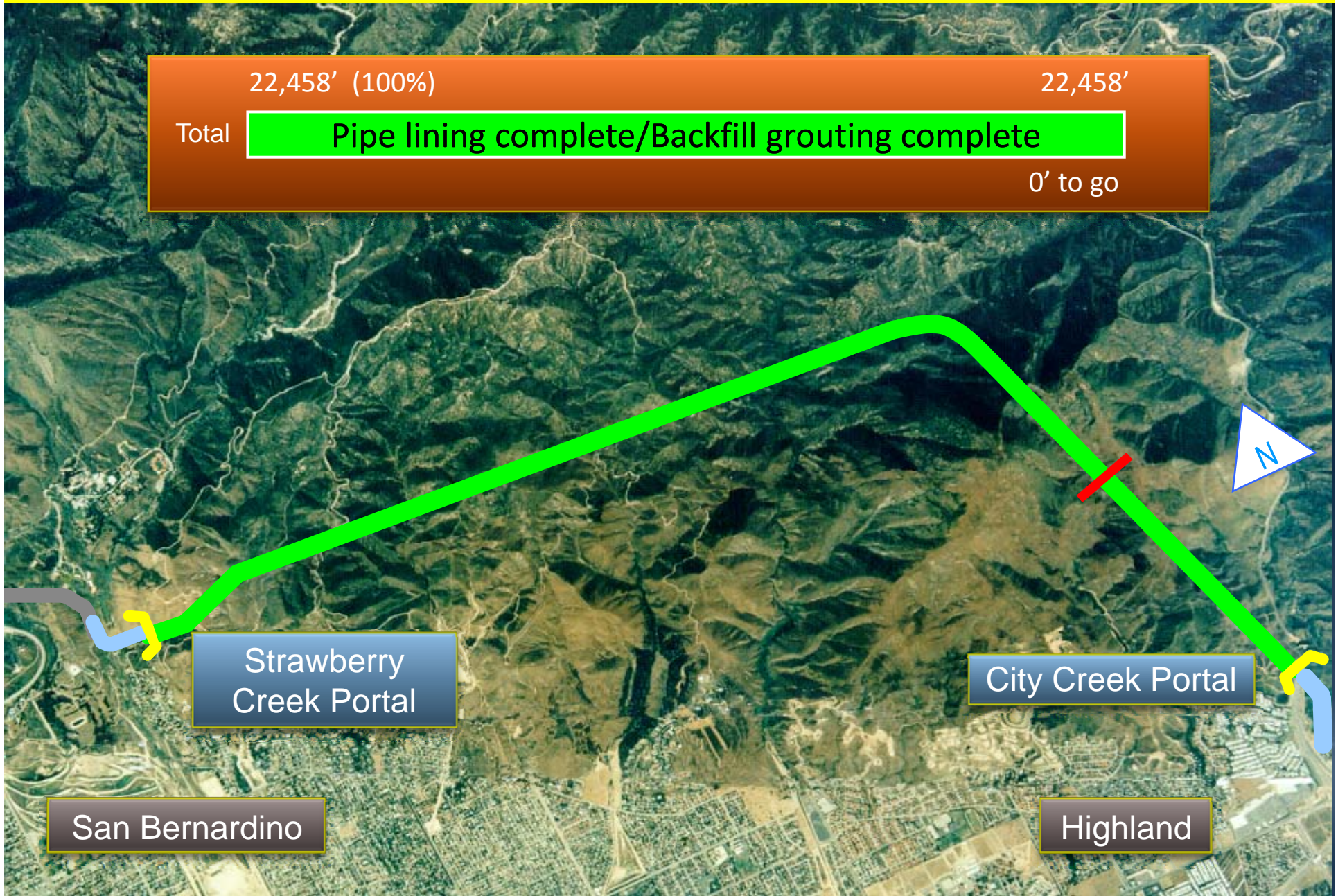
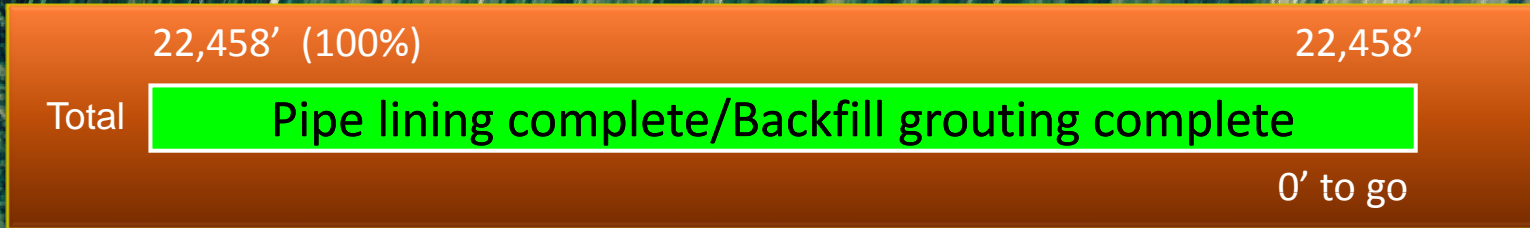
Arrowhead East Tunnel



# Arrowhead Tunnels



# Arrowhead East Tunnel



# Strawberry Portal Pipeline



# Strawberry Portal



# Strawberry Portal

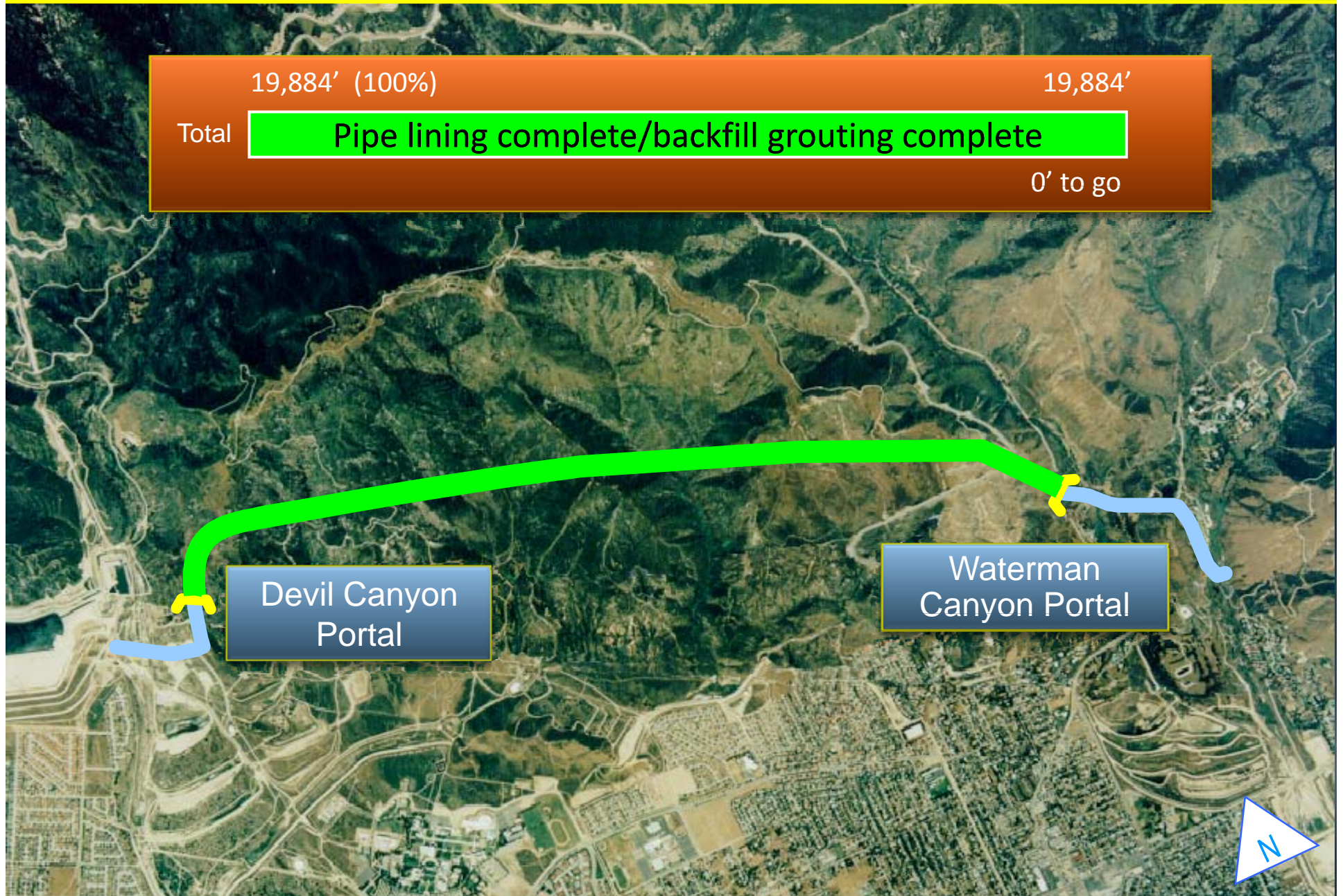


# Strawberry Portal





# Arrowhead West Tunnel



# Waterman Portal



# Waterman Portal – Moving Day



# Schedule of Upcoming Work Activities

Complete Pipelining



Apr/May 2009

Complete Backfill/Contact Grouting



June/July 2009

Clean Tunnels



July 2009

Cement Mortar Line Steel Pipe

July/August 2009

Construct Portals and Outside Works

May/Sep 2009

Facility Ready for "Wet Tunnel"

Sep/Oct 2009

Complete Site Grading and Landscaping

December 2009

# Incentive Plan

	<b>Cumulative Production (ft)</b>	<b>East Tunnel Incentive</b>	<b>West Tunnel Incentive</b>	<b>Total Incentive</b>
<b>Previous Totals</b>	<b>24,430'</b>	<b>\$3,477,850</b>	<b>\$4,266,307</b>	<b>\$7,744,157</b>
<b>June - 09</b>	<b>N/A</b>	<b>\$72,750</b>	<b>\$70,725</b>	<b>\$143,475</b>
<b>Totals</b>	<b>24,430'</b>	<b>\$3,550,600</b>	<b>\$4,337,032</b>	<b>\$7,887,632 (1)</b>

(1): Percent of maximum possible combined incentive:  
*77% ( 73% AET, 84% AWT )*

# Inland Feeder Budget

(\$ in Millions)

<b>(1) Updated February 2009</b>	<b>Projected Cost to Complete (1)</b>	
<b>Active Construction</b>		
Arrowhead Tunnels Const. Contract	\$	397.0
Construction Inspection and Support	\$	58.0
<b>Subtotal, Active Construction</b>	<b>\$</b>	<b>455.0</b>
<b>Other Components</b>		
Completed Projects	\$	578.1
Other (R/W, Env., Prog. Mgt.)	\$	113.1
<b>Subtotal, Other Components</b>	<b>\$</b>	<b>691.2</b>
Subtotal, All Projects	\$	1,146.2
Remaining Budget	\$	40.3
Board Authorized Budget	\$	1,186.5