



Date: May 3, 2010

To: The Honorable Board of Directors

From: Richard W. Atwater  
Chief Executive Officer/General Manager

Subject: General Manager's Report Regarding Agency Activities

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### **INTERAGENCY WATER MANAGERS' MEETING**

The next Interagency Water Managers' meeting is scheduled for May 20, 2010, as part of the Watermaster Advisory Committee agenda. Staff are working closely Chino Basin Watermaster on the completion of the draft Recharge Master Plan report. In addition, staff have coordinated the DYY third year call beginning on May 1, 2010 (twelve month performance plan) and the implementation of the second MWD Water Supply Allocation Plan Level 2 shortage.

### **OPERATIONS**

#### **Procurement/Contract Management Updates:**

- A total of 7 solicitations were posted on *The Network* during March, compared to 18 during the same period last fiscal year. A total of 82 solicitations during the first half of FY 2009/10, compared to 98 solicitations during the same period last fiscal year.
- A total of 271 purchase requisitions (PR's) were fully approved for processing during March for a total value of \$1,678,700, compared to 333 for a total value of \$2,811,122 during same period last fiscal year. Year-to-date, 2,520 PR's totaling \$56,906,019.
- A total of 214 purchase orders (PO's) were awarded in March, for a total value of \$1,203,655; compared to 222 for a total value of \$1,469,970 during same period last fiscal year. Year-to-date, 1,770 POs totaling \$34,656,002.
- A total of 13 contracts/agreements were created during March, compared to 17 during the same period last year; year-to-date, 210.

#### **CAP Department Update on Significant Events:**

- Working with Maintenance and Safety staff, completed and issued a comprehensive RFP package for HazMat disposal services. Conducted the job walk with 12 contractors in attendance, issued an addendum clarifying questions, proposals received 4/13.
- Conducted pre-proposal meeting and job walk for the Server/SCADA Rooms Modification Project.

- Identified additional cost saving opportunities while maintaining cellular service levels.
- Updated CAP intranet site on PIPES.
- Met with Airgas West to discuss the volatility of bulk liquid propane, contract extension and issues related to incorrect billings.
- As required, reviewing and updating departmental SOP's; as well as several Agency policies.
- Met with stakeholders to address the impending sale of the Upland Hills Plant. Followed up on action items including termination of services notice to Southwest Alarm.
- Drafted the statement of work and RFP for roving patrol and guard services.
- Submitted recommendation to purchase a replacement copier for HQ-A, piggybacking off the County of San Bernardino contract, receiving an additional \$1,950 savings. Issued the PO on 3/25, equipment was delivered and installed 3/30. User training session held 4/8.
- Kicked off the annual Supplier/Contractor of the Year Award nomination process. Anticipate presenting the award to the successful Supplier/Contractor at the 6/19, Board meeting.
- Finalized and awarded the disaster drill training contract to RB Associates.
- Issued a notice to proceed to Coutts Heating & Cooling, Inc. for the fabrication, modification and installation of dampers and ducting on the exhaust duct system at IERCF.
- Kicked-off the pilot Voyager Fueling Program for HQ pool vehicles. Held two training sessions for front-line staff that will be handling the administration of the program.
- Prepared and discussed response with the Internal Auditor to the follow-up audit report.

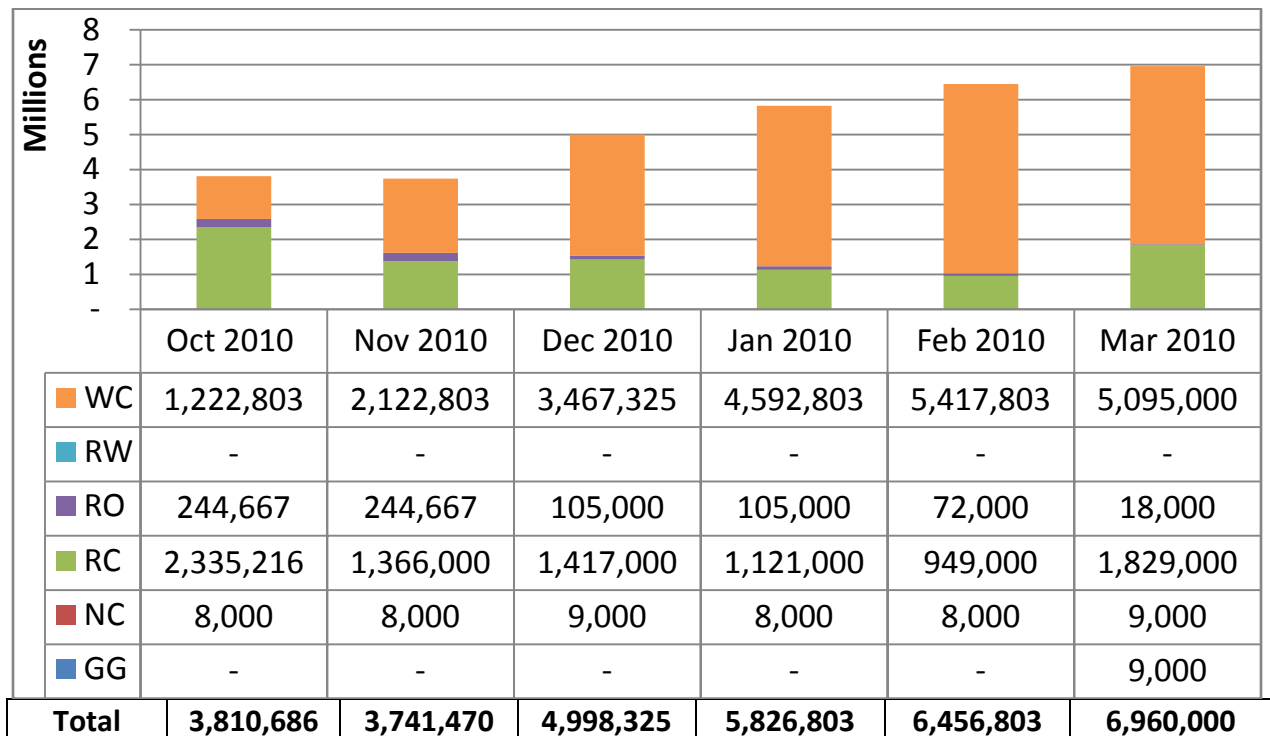
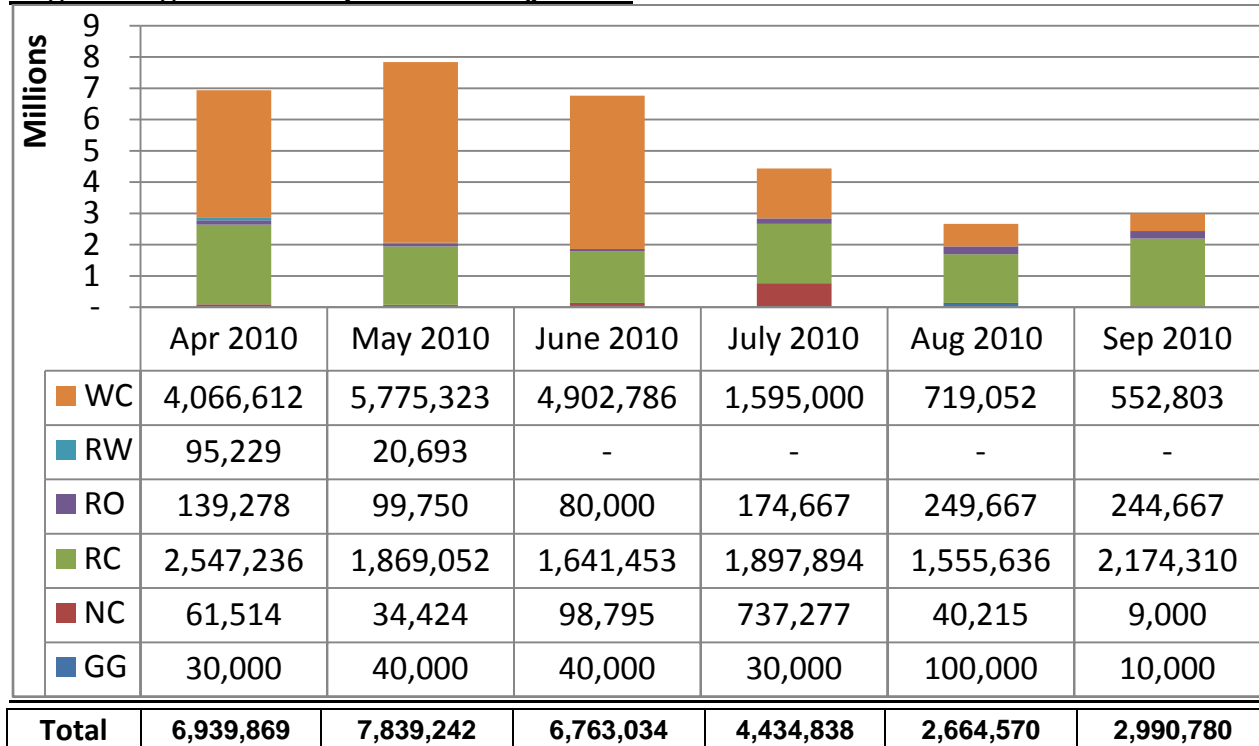
**CAP Security Management Updates:**

- CAP, Operations, and Maintenance management met to address security-related issues, including; emergency responder access to the regional plants, alarm panel use and instructions, scope of work and schedule for the new security services RFP, Fiscal Year 2010/2011 training requirements, key management, and employment separation process.
- Thanks to the quick action of security personnel, staff was able to rapidly respond to a plumbing failure in Building B, minimizing water damage.
- Updating the Security Services intranet site on PIPES, making it more intuitive and user-friendly.

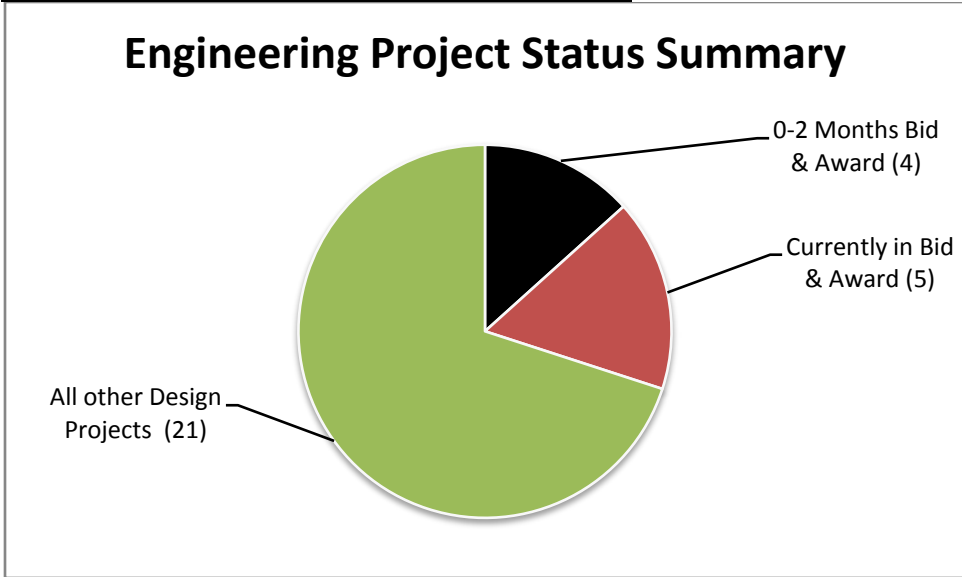
- Revised the Security policy (No. A-05) for management review and consideration.

**ENGINEERING**

**Engineering Division Capital Call Projections**

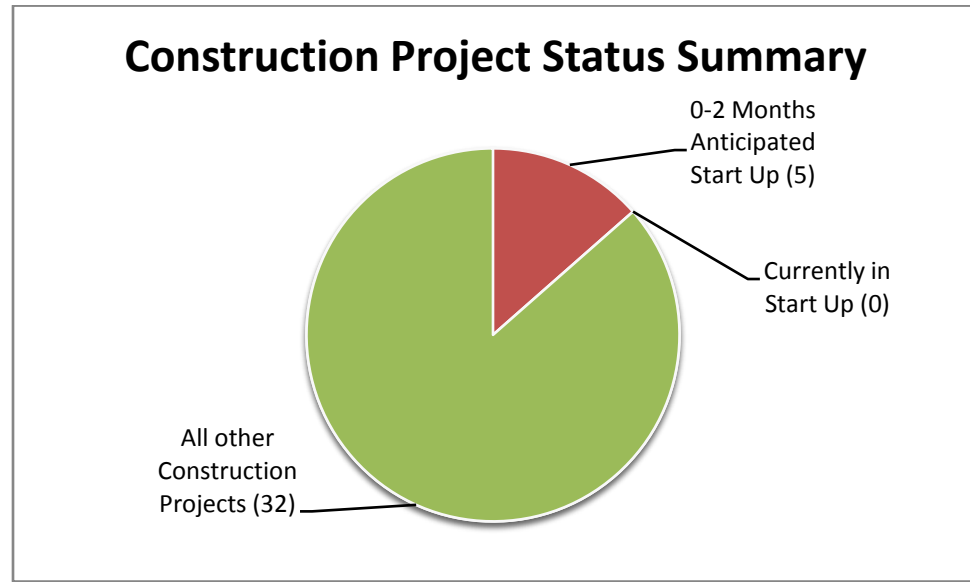


**Engineering Division Project Status Summary**



- Currently in Bid & Award
- EN03300.01 Casing Extension of Etiwanda Int
  - EN06020.27 RP-5 SHF Manure Digesters Cleaning
  - EN09019.00 IS Service Room Modifications and Air Conditioning
  - EN09022.00 SCADA Service Room Modifications and Air Conditioning
  - EN10003.01 Casing Extension of NRW PL Crossing UPRR

- 0-2 Months Bid & Award
- EN09003.00 1630 W Pipeline Phase 2 & Lateral
  - EN08018.00 1630 W Reservoir & Pipeline
  - WR08023.00 1630 W Pipeline Phase 1
  - WR08032.00 1630 W Pump Station



- Currently in Start Up

- 0-2 Months Anticipated Start Up
- EN07011.04 NRWS Philadelphia Pump Station Additional Upgrades
  - EN09012.00 Victoria & San Sevaine - Wells & Lysimeter Installation
  - EN07006.04 RP1 Dechlor/Solids Upgrades
  - EN08024.00 RP-1 Digester No. 3 Roof Repair
  - EN09002.00 Church Street Lateral

**Engineering Division Construction Aggregate Metrics**

(Information is based on project in "active" status during FY 2009/10 and at least one change order)

Total Projects	Total Original Contracts	Change Order Amount	Change Order Ratio by Type		Total Adjusted Contracts
28	\$115,561,702	\$11,606,281	Added or Omitted	6.0%	\$127,167,983
			All Other Change Orders	4.1%	

**CONSTRUCTION MANAGEMENT**

**MAGNOLIA CHANNEL, PROJECT NO. EN06020.03**

This project is an ARRA funded project to enhance the Magnolia Channel which flows through the RP-5 site. At this time, the contractor is still rough grading for the proposed detention basin. The contractor has completed the installation of three of the five HDPE drain lines at the proposed detention basin. Construction Management is currently working with the soils technicians, surveyors, and Engineer-of-record to review quantities of fill material for grading. Staff is currently coordinating with Carson Development on issues related to utilities to serve their site.

**NRW COLLECTION SYSTEM ASSET MANAGEMENT, PHASE II, PROJECT NOS. EN07011.05, EN07011.07 and EN06011.02**

Sancon has completed the installation of the HOBAS line rehabilitation. The exposed jacking pit was backfilled with slurry and the cut concrete pavement was repaired. Additionally, the contractor began rehabilitation on two of the four proposed manhole rehabilitations. Work will be completed by June, 2010. The contractor is waiting on the delivery of the proposed sectional cured-in-place liners.

**REGIONAL PLANT NO. 1 DEWATERING FACILITY EXPANSION, PROJECT NO. EN06015.00**

SSC Construction has satisfactorily completed the temporary relocation of the potable water system and has begun over-excavation of the loading scale and silo area in addition the contractor continued with over-excavation of the Tote Storage Facility. Soils compaction and encasement of the 36-inch FRP foul air line was also begun. SSC Construction scheduled activities include, 36-inch FA under the silo encasement excavate for the 12-inch, 18-inch, and 24-inch FA Lines and install of 8-inch and 6-inch drain lines. Work activities are focused on completion of the over-excavation and completion of all underground utility relocation.

**REGIONAL PLANT NO. 1 DEWATERING FACILITY EXPANSION, PROJECT NO. EN06015.01**

Mike Bubalo Construction has completed ductile iron piping from station 0+00 to station 3+70 and installed the 8-inch HDPE from station 3+70 to 19+97.75 located within the Ontario Soccer complex and the Whispering Lakes Golf Course. Construction and restoration activities have also begun for the man ways. The Contractor has submitted his request for tie-in which was tentatively scheduled for April 28, 2010. Their schedule included pipe testing, grouting of the pipe installed, and restoration of the landscape at the soccer complex, golf course, and street restoration within the plant area.

**REGIONAL PLANT NO. 1 DEWATERING LANDSCAPING, PROJECT NO. EN06015.02**

SIMS Construction has completed all construction activities and the project is in a 90 day maintenance period which ends May 19, 2010.

**REGIONAL PLANT NO. 1 ASSET MANAGEMENT ITEMS, PHASE II AND DECHLORINATION STATION UPGRADES, PROJECT NO. EN07006.04**

The Agency Construction Management staff completed its review of the cost associated with the RFD 023 - SBS Pump System Modifications and has submitted its evaluation to management for course of action recommendation. Coconstruction is also scheduling the factory representative for the Sluice Gate operator to set limits switches on the gate operator.

**REGIONAL PLANT NO. 1 DIGESTER 3 ROOF REHABILITATION, PROJECT NO. EN08024.00**

Additional work is being proposed for Digester No. 03 and is in review by the Agencies Engineering Department and the Consulting Engineer. Digester leaks, slightly exceeding ACI 350.1 standards, have been observed and the Agency is actively preparing an inspection plan of the digesters pressure relief valves and construction joint condition.

**REGIONAL PLANT NO. 1 ODOR CONTROL, PHASE 1B AND SOLIDS BYPASS, PROJECT NO. PL03006.00**

IEUA is in receipt of the specifications from the Engineer-of-Record. A meeting was set-up between IEUA Construction Management, Operations, and Engineering to discuss the proposed design. Final design is anticipated to be completed in two weeks. Engineering shall formally bid this project.

**REGIONAL PLANT NO. 1 CHINO BASIN FACILITIES IMPROVEMENTS, PHASE II PKG. C (TURNOUT SERVICE PIPELINE CONNECTIONS & SCADA IMPROVEMENT) PROJECT NO. TS07004.03**

Norstar Plumbing and Engineering has completed the construction of the spillway on the north side of the improved berm. Additionally, all cut, fill, and grading for the improved berm is complete. A job walk was held by Construction Management, Engineering, and the contractor to compile a punch list. The contractor also completed the installation of additional rip rap located at the upstream portion of the spillway.

**RECYCLED WATER RETROFIT-GUASTI PARK, PROJECT NO. PU06507.01**

The County of San Bernardino has requested that additional items be included in the scope of work for the contractor. The remaining portion of this work is currently being bid by Engineering. One warranty issue regarding the repair of a bent gate remains to be resolved by the Contractor.

**PHILADELPHIA PUMP STATION RECYCLED WATER RETROFIT, PROJECT NO. PU09709.01**

This project will retrofit the Philadelphia Lift Station for the use of recycled water. The contractor submitted their permit application with the City of Ontario. No construction to report during the last two weeks. A deviation request was forwarded to the contractor to address all comments by the City of Ontario. The contractor has begun submitting on materials for the project.

**1299 EAST RECYCLED WATER PIPELINE, PROJECT NO. WR08027**

The contractor, WEKA, has completed installing casing through Foothill Blvd., and excavation of the receiving pit. Pipeline is expected to be pushed through the Foothill Blvd. casing and tied-in to previously installed pipe on the north and south side of Foothill Blvd. The East Avenue bore pit has been excavated and approved by OSHA. Golden State (Jack/Bore subcontractor) began setting up equipment for bore operations at East Avenue. Video inspection of the pipeline has begun on Arrow Route and is expected to be completed shortly.

**1630 EAST RECYCLED WATER PUMP STATION AND 1299 EAST RESERVOIR CONVERSION, PROJECT NO. WR08028**

The electrical subcontractor completed sub-slab conduit installation, and slurry backfill. The contractor has also completed installation of the 36-inch CML&C pipeline booster discharge line. The 12-inch make up line up to the reservoir has also been completed. The contractor is scheduled to complete the sub-grade preparation and pouring of the pump station building slab, as well as, the surge tank pad.

**1630 EAST RECYCLED WATER PIPELINE, SEGMENT A, PROJECT NO. WR08031**

The contractor, WEKA, continued pipe installation, welding, and welding inspection along Access Rd. within Victoria Basin and alongside the flood control channel parallel to Victoria Basin. Concrete cap was installed on Access Road per design recommendations by RMC, and the electrical subcontractor has also been onsite installing conduit on the east side of the Etiwanda Creek Flood Control Channel. Night work is scheduled to be on East Avenue/Baseline Avenue shortly, as well as, the bore pit excavation for the bore under the 210 freeway.

**MONITORING WELLS AND LYSIMETERS AT VICTORIA AND SAN SEVAINE BASINS, PROJECT NO. EN09012**

The construction phase of the Wells portion of the project has been completed. All three wells have been successfully tested for proper operation and have achieved desired results. This portion of the project was approved as complete by the Agency's Board of directors on April 7, 2010, and the Notice of Completion will be filed with the county. The Lysimeter clusters construction is complete all the monitoring stations and Lysimeters have been successfully tested and this portion of the project was accepted by the Agency's Board of Directors on April 21, 2010.

**CHURCH STREET LATERAL, PROJECT NO. EN09002**

The 30-inch pipe alignment final changes are currently being reviewed by the design engineer. The Etiwanda portion of the work is 80 percent installed and testing is to be complete in April. The contractor has submitted the majority of the materials and equipment on the project and is still compiling the ARRA compliance documentation. This project is on schedule.

**RP-5 RECYCLED WATER PUMP STATION EXPANSION, PROJECT NO. EN10001.00**

The contractor completed the demolition of the concrete pump stands, pumps, and associated valves lateral piping. The said parts are currently being stored next to the former RP-5 Construction Management trailer. The contractor is currently working on the installation of the electrical duct bank. The Agency is currently waiting on the time/cost impacts for the installation of 8-inch and 10-inch pressure-reducing valves.

**CIM RECYCLED WATER PIPELINE, PROJECT NO. EN08014.00**

Construction work is complete. Agency staff and the contractor, Murrieta Development, have negotiated extra work/change order work. The project acceptance went to the Board for close-out on March 17, 2010.

**PHILADELPHIA PUMP STATION ADDITIONAL UPGRADES, PROJECT NO. EN07011.04**

The contractor submitted P&ID CAD drawings and a loop check forms for Agency review, which were marked up and sent back to contractor. Force Account work was approved for additional electrical work, requested by NRWS and Operations and Maintenance. An amendment will be prepared for this change. No construction to report during the last two weeks

**IERCF AMENDMENT HOPPER PIPE BAFFLES, PROJECT NO. RA02041.02**

CDM is in process of finalizing the tested baffle design which is expected to be completed the week of April 26, 2010. The contractor will be issued a change order to fabricate and install the baffle in Amendment Hopper No. 2. The new configuration will undergo further operational testing and if successful, a second baffle will be fabricated and installed in Amendment Hopper No. 1.

**IERCF BACKUP GENERATOR, EMERGENCY LIGHTING, AND EXTERNAL RESTROOM INSTALLATION, PROJECT NO. RA08003.00**

The IERCF was shut down after normal working hours in order to pull the electrical wiring from the Harmonic Filters to existing switchgear panels. During this shutdown the current Transformers were also installed in the Harmonic Filters. An internal IEUA SCADA workshop was conducted with B&V, Construction Management and the IS/DCS Department to gain an understanding and clarification of responsibilities for the standby generator operations and control. A second SCADA workshop was scheduled for April 29, 2010, with the contractor and generator supplier to ensure all parties understand their respective responsibilities and the coordination needed with IS/DCS for completion of the engine generator operation and controls. The contractor is still working with the engine generator supplier to address B&V's questions in regard to the second engine generator submittal. Until the second submittal is approved, the contractor will not start any preparation work. Installation of the portable restroom is completed.

**INSTALLATION OF PRVS BETWEEN 1158 AND 1050, PROJECT NO. EN07010.01**

The contractor completed overall systems SCADA Workshop. The contractor continued submitting submittals and received approval of Baseline Schedule. Additionally, the field verified mechanical pipe dimensions. A site visit at RP-1 with Trimax and DCS staff was held to document PLC conditions. The contractor will be continuing processing the submittal process. The mechanical piping and instruments will be released for fabrication upon submittal approval. The contractor shall coordinate shutdown/tie-in details with subcontractors Trimax and Invensys, and will submit SDTI request for Agency review.

## **PUBLIC INFORMATION**

### **Calendar of Events**

#### **May 2010**

- May 3, SB County Compost Workshop, Event Room
- May 4, SB County Compost Workshop, Event Room
- May 4, tour of RP-5 for Cal Poly Students
- May 4 - 7, AWCA's conference in Monterey
- May 5, Compost give away at HQ for Compost Awareness Week
- May 5, Tour of Compost Facility for Cal Poly Students
- May 5, tour of Agency facilities for a group of teachers from the Ontario Montclair School District
- May 10, tour of Compost facility for Cal Poly Students
- May 12, Tour of RP-5 for Cal Poly Students
- May 14-16, MWD Solar Cup 2010, Lake Skinner
- May 18, PSA Awards Ceremony, Frontier Project, 6:00 p.m.
- May 18, tour of RP-5 for Fontana High Students
- May 20, California Landscape Contractors Association workshop, Event Center
- May 26, IEUA Leadership Breakfast
- May 27, MWD Educators meeting at MWD
- May 31, Agency Holiday

### **Outreach/Educational Inland Valley Daily Bulletin Newspaper Campaign**

The monthly tips on ways to help conserve water continue to appear in our local newspapers each month.

### **Water Conservation Outreach**

IEUA is continuing to work with conservation partners to plan the Regional Conservation message. The slogan is *Saving Water...It's the Right Thing to Do*. The movie theatre campaign will begin appearing on May 28 and run through the end of September. The message will be ACWA's Save Our Water

#### Regional Conservation Outreach Campaign

- Ongoing monthly ¼-page ads in the Inland Valley Daily Bulletin, Champion Newspaper, Fontana Herald News, La Opinion, and Inland Empire Magazine.
- Ongoing water wise gardening classes.
- Billboards.

### **Agency Tours**

Numerous tours of RP-5 wastewater plant, HQ, and Chino Creek Park and Wetlands during April.

### **Educational Updates**

- The Water Education Water Awareness Committee (WEWAC) judged the PSA Contest. Four video submissions were judges. Colony High School in the City of Ontario came in

first place. An awards ceremony for all those that participated will be held at the Frontier Project on May 18<sup>th</sup> at 6:00 p.m. and Joel Green will be the master of ceremonies.

- IEUA participated at Newman Elementary School's Earth Day Event in the City of Chino. Over 750 students stopped by IEUA's booth to learn about the water cycle and to make water cycle bracelets.

**FINANCE AND ADMINISTRATION**

**Account/Receivables**

**IEUA Aging Report – As of 04/16/2010**

**IEUA Customer's** (Note: Excludes RDA customers, Grant Customers, Customer CDA, and Customer RCA)

Total Outstanding	Current	1-30	31-60	61-90	91-120	>120
6,288,709.57	6,284,026.10	1,084.00	13.51	1,450.00	-	

Notes:

- 1) Current column, invoices billed, but not due yet.
- 2) Aging 1-30 days, balance pertains to domestic waste customer; denied entrance to IEUA plant until payment is received.
- 3) Aging 31-60 days, balance pertains a domestic waste customer behind on payment
- 4) Aging over 61-90 balance pertains to domestic waste customer; denied entrance to IEUA plants until payment is received.

**Customer CDA (Due to IEUA)**

Total Outstanding	Current	1-30	31-60	61-90	91-120	>120
149,590.66	-	49,644.37	319,347.74	-	-	-

Notes:

- 1) Current column pertains to expense (system due from/due to) posted today.
- 2) Aging 1-30 days, pertains to expense (system due from/due to) posted in April '10, billable in May and payable in June.
- 3) Aging 31-60 days, pertains to expense (system due from/due to) posted in March'10, billable in April and payable in May.

**Customer RCA (Due to IEUA)**

Total Outstanding	Current	1-30	31-60	61-90	91-120	>120
368,992.11		49,644.37	319,347.74	-	-	-

Notes:

- 1) Current column pertains to expense (system due from/due to) today.
- 2) Aging 1-30 days, pertains to expenses (system due from /due to) posted in April '10, billable in May payable in June.
- 3) Aging 31-60 days, pertains to expense (system due from/due to) posted in February '10, billable in March and payable in April.

**Customer CBWM (Due to IEUA)**

Total Outstanding	Current	1-30	31-60	61-90	91-120	>120
537,206.79	162,206.79	-	-	-	-	375,000.00

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Notes:

- 1) Current column, invoices billed, but not due yet.
- 2) Aging >120 days, balance of \$375,000 pertains to CBWM for the Phase II Recharge Cost Sharing Invoice (outstanding for 182); Per Tom Love he will be resolving final payment with CBWM.

**Customer Ontario- Montclair School Districts**

Total Outstanding	Current	1-30	31-60	61-90	91-120	>120
179,433.87	-	179,433.87	-	-	-	-

Notes:

- 1) Aging 1-30 days, pertaining to invoice no. 1800001629, Public Retrofit; customer is finalizing review. Support documents requested were sent to OMSD on 04/16/2010.

**Customer San Bernardino Co. Reg. Parks**

Total Outstanding	Current	1-30	31-60	61-90	91-120	>120
260,000.00	-	260,000.00	-	-	-	-

Notes:

- 1) Aging 1-30 days, pertaining to invoice no. 1800001630, Public Retrofit; customer is reviewing, IEUA billing (cost).

**Investment Yield Comparables – 8 Week Run Rates**

Investment Type	1-Mar	8-Mar	15-Mar	22-Mar	29-Mar	5-Apr	12-Apr	19-Apr
<b>SWEEP ACCOUNT - CBB</b>	0.90%	0.90%	0.90%	0.90%	0.90%	0.90%	0.90%	0.90%
<b>CDARS (1 YR) -CBB</b>	1.11%	1.11%	1.11%	0.85%	0.85%	0.85%	0.85%	0.85%
<b>1 Yr CD – BofA</b>	0.65%	0.65%	0.65%	0.65%	0.65%	0.65%	0.65%	0.65%
<b>1 Yr CD – Wells Fargo</b>	0.30%	0.30%	0.30%	0.30%	0.30%	0.30%	0.30%	0.30%
<b>1 Yr CD Citibank</b>	0.80%	0.80%	0.80%	0.80%	0.80%	0.80%	0.80%	0.80%
<b>LAIF</b>	0.54%	0.55%	0.55%	0.54%	0.55%	0.55%	0.55%	0.55%
<b>US. Treasuries:</b>								
<b>US. Treasuries – 3-Mos</b>	0.12%	0.14%	0.16%	0.16%	0.14%	0.16%	0.17%	0.16%
<b>US. Treasuries – 6 Mos</b>	0.19%	0.19%	0.22%	0.24%	0.24%	0.24%	0.25%	0.24%
<b>US. Treasuries – 12 Mos</b>	0.34%	0.34%	0.36%	0.41%	0.42%	0.43%	0.47%	0.44%
<b>US. Treasuries – 2 Yrs</b>	0.86%	0.84%	0.93%	0.97%	1.05%	1.06%	1.11%	1.05%
<b>US. Treasuries – 3 – Yrs</b>	1.41%	1.36%	1.46%	1.50%	1.62%	1.65%	1.71%	1.63%
<b>US. Treasuries 5 - Yrs</b>	2.37%	2.29%	2.39%	2.42%	2.55%	2.60%	2.67%	2.57%
<b>US Government Sponsored Entities Benchmark Bullets</b>								
<b>2 yr Agency Bullets</b>	0.97%	1.07%	1.07%	1.10%	1.17%	1.22%	1.18%	1.11%
<b>3 yr Agency Bullets</b>	1.57%	1.64%	1.64%	1.65%	1.80%	1.84%	1.84%	1.75%
<b>5 yr Agency Bullets</b>	2.54%	2.64%	2.64%	2.65	2.77%	2.81%	2.80%	2.70%

### **Investment /Market Update**

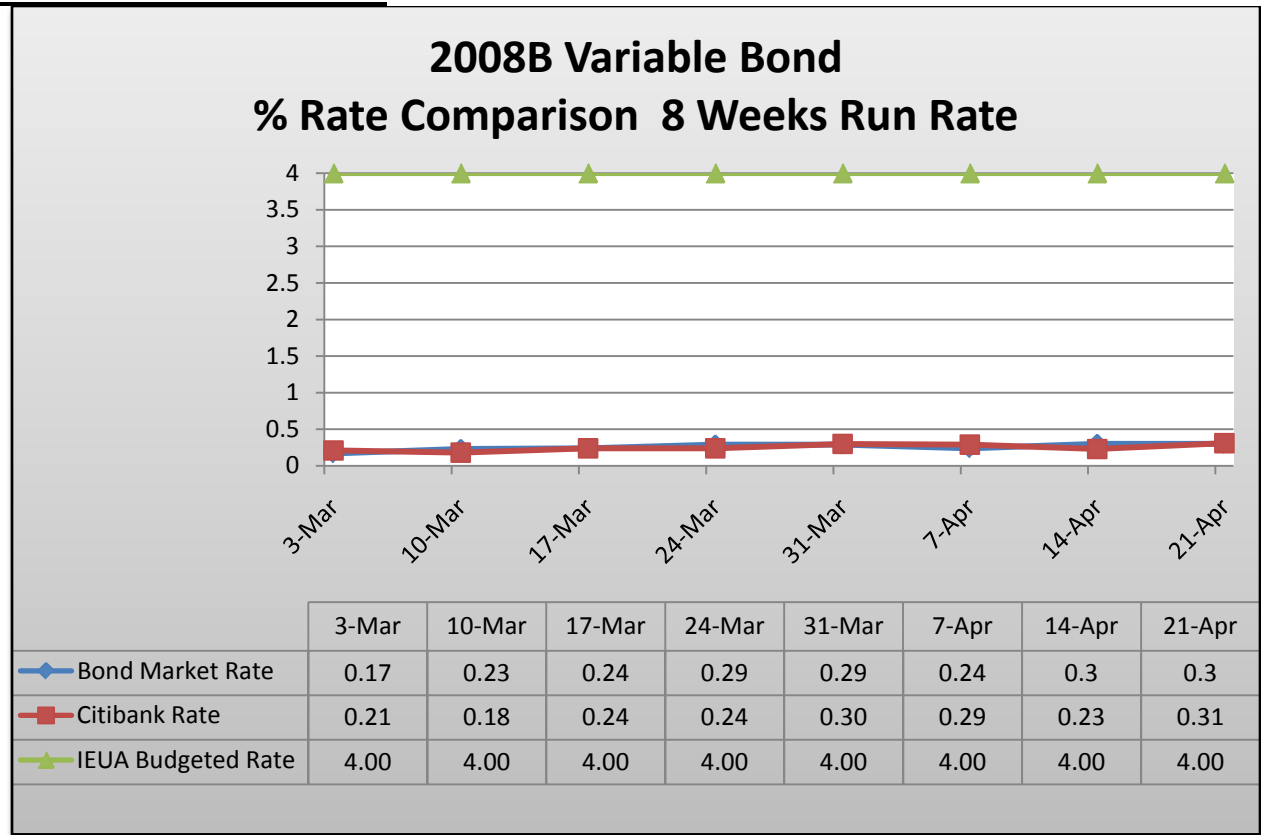
The average maturity is 812 days for current investments exclusive of LAIF. Including LAIF, the average maturity is 339 days, (assuming 2 days to liquidate the LAIF investment).

IEUA investment portfolio rate of return is estimated at 1.15% for the month of April compared to 1.19% from prior month as reported in March Treasurer Report of Financial Affairs. The estimated 4 basis point decrease is due to one of the GSE investment is scheduled to be called in full on April 22<sup>nd</sup> which had a yield of 1.5%. The average monthly effective LAIF yield is .55% as of 04/21/10, compared to .54% for the month of March and .57% for February. Our current investment includes GSE with an average yield to market of 2.01%, two accounts in CDARS at 1.26% APY (1 yr maturity) & .9% APY (to mature in Dec 2010), the combined CDARS yield is .95%, LAIF at .55% ad SWEEP at .90%.

### **Various updates from Brokers & Bloomberg:**

- **April 19 (Bloomberg)** – Treasury 10 year yields reached the lowest level in more than three weeks as an investigation into alleged fraud at Goldman Sachs Group, Inc. spread to Europe, sending stocks lower and boosting demand for the safest assets. The difference between yields on 10 year notes and Treasury Inflation Protected Securities, a gauge of trader expectations for consumer prices, fell to 2.32 percentage points today from this year's high of 2.49 percentage points set in January. Signs inflation is contained will encourage investors to buy longer-maturity bonds, flattening the so-called yield curve, according to Mizuho Asset Management. The difference in yield between two and 10 year notes, which was at 2.81 percentage points today, is likely to narrow to 2.22 percentage points by year-end, a weighted Bloomberg survey of economists showed.
- **April 16 (Bloomberg)** – Goldman Sachs Group Inc. was sued by U.S. regulators for fraud tied to packaging and selling collateralized debt obligations that contributed to the worst financial crisis since the Great Depression. Goldman Sachs misstated that omitted key facts about financial product tied to subprime mortgages as the U.S. housing market was beginning to falter, the Securities and Exchange Commission.
- The Goldman Sachs Group, Inc. is an authorized broker/dealer to provide investment services to IEUA, in accordance with the Agency's investment Policy through Fiscal Year 2009/10. To date, the Agency has not entered/engaged in any financial transaction with Goldman Sachs Group Inc.

**2008B Variable Bond Trend**



**Other Division Updates on Significant Events:**

**FY 10-11 Budget Timeline**

FY 2010-11 budget on both Operating budget and the TYCIP is underway, below is the upcoming budget events for May 2010:

Date	Event
TBD	Workshop on NRWS and Water Program FY 2010/11 Budgets.
5/6/2010	Review of Long Range Plan of Finance (LRPF) for adoption.
5/6/2010	Finalize Debt Policy for FY 10/11 adoption (sent out to financial team of consultants in early April for review).
5/12/2010	Finalize FY10/11 – FY11/12 Investment Policy (IEUA & CDA) for adoption.
5/13/2010	Finalize resolution to adopt SAWPA’s “Biennial” (Two yr) budget.
5/19/2010	Adoption of 2010/11 EDU, Connection Fees and Recycled Water rates