

# EXHIBIT A

## West Basin MWD Budget vs. Actuals Fiscal Year 2008-2009

|   | <u>July 1, 2008 thru September 30, 2008</u> |                         |                                 |  | <u>Annual<br/>Budget</u> |
|---|---|-------------------------|---------------------------------|--|--------------------------|
|   | <u>Actual<br/>3 Mos</u>                     | <u>Budget<br/>3 Mos</u> | <u>Variance<br/>Fav(Unfav.)</u> |  |                          |
| <b><u>Operating Revenues</u></b>                      |   |                         |                                 |  |                          |
| Imported Water Sales (net)                            | \$ 2,288,396                                | \$ 2,074,515            | \$ 213,881 (a)                  |  | \$ 7,056,174             |
| Recycled Water Sales (incl LRP)                       | 7,257,777                                   | 7,075,719               | 182,058 (b)                     |  | 25,859,714               |
| Desalter (incl GRP)                                   | 275   | 245,700                 | (245,425) (c)                   |  | 982,800                  |
| Interest  | 591,197                                     | 459,000                 | 132,197 (d)                     |  | 1,836,000                |
| Other   | 126,664                                     | 725,696                 | (599,032) (e)                   |  | 2,902,783                |
| <b>Total</b>  | <b>\$ 10,264,308</b>                        | <b>\$ 10,580,630</b>    | <b>\$ (316,322)</b>             |  | <b>\$ 38,637,471</b>     |
| <b><u>Operating Expenditures</u></b>                  |   |                         |                                 |  |                          |
| Recycling O&M   | 5,488,668                                   | 5,178,346               | (310,321) (b)                   |  | 20,713,386               |
| Desalter O&M  | 85,276                                      | 152,661                 | 67,384 (c)                      |  | 610,642                  |
| Water Resources Planning                              | 240,585                                     | 306,336                 | 65,751                          |  | 1,225,345                |
| Public & Governmental Affairs                         | 886,217                                     | 1,698,122               | 811,905 (e)                     |  | 6,792,488                |
| Title 22 Water Quality Monitoring                     | 4,830                                       | 4,648                   | (182)                           |  | 18,593                   |
| <b>Total</b>  | <b>\$ 6,705,576</b>                         | <b>\$ 7,340,113</b>     | <b>\$ 634,537</b>               |  | <b>\$ 29,360,454</b>     |
| <b>Operating Revenues over<br/>Operating Expenses</b> | <b>\$ 3,558,732</b>                         | <b>\$ 3,240,517</b>     | <b>\$ 318,215</b>               |  | <b>\$ 9,277,016</b>      |
| <b><u>Nonoperating Revenues(Expenses)</u></b>         |   |                         |                                 |  |                          |
| Fixed Revenue charges                                 | \$ 1,953,540                                | \$ 1,830,648            | \$ 122,892                      |  | \$ 7,322,592             |
| Standby Charges                                       | 2,400,000                                   | 2,400,000               | -                               |  | 9,600,000                |
| Senior Debt Service (net)                             | (3,674,076)                                 | (3,803,493)             | 129,416                         |  | (15,213,970)             |
| Subordinate Debt Service (net)                        | (1,755,181)                                 | (1,714,632)             | (40,549)                        |  | (6,858,529)              |
| <b>Total Nonoperating Revs(Exps)</b>                  | <b>\$ (1,075,718)</b>                       | <b>\$ (1,287,477)</b>   | <b>\$ 211,759</b>               |  | <b>\$ (5,149,907)</b>    |
| <b>Net Revenues</b>                                   | <b>\$ 2,483,014</b>                         | <b>\$ 1,953,040</b>     | <b>\$ 529,974</b>               |  | <b>\$ 4,127,109</b>      |
| <b>Senior Debt Coverage</b>                           | 2.15  | 1.96                    |                                 |  | 1.72                     |
| <b>Subordinate Debt Coverage</b>                      | 2.41  | 2.14                    |                                 |  | 1.60                     |
| <b>Overall Debt Coverage</b>                          | 1.46  | 1.35                    |                                 |  | 1.19                     |

- (a) Higher than budgeted on-interruptible water sales.
- (b) Higher than anticipated sales of nitrified water.
- (c) Desalter was not operating due to water quality issues.
- (d) Investments in federal agencies budgeted at 2.5% while actual yield is over 3%.
- (e) Conservation programs were lowered than anticipated as a result of a delay in program implementation.