

REDACTED

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

DOCKET NO. UE-10 _____

DOCKET NO. UG-10 _____

EXHIBIT NO. ____ (DBD-7)

DAVE B. DEFELICE

REPRESENTING AVISTA CORPORATION

**AVISTA UTILITIES
2010 CAPITAL PROJECTS**

ER No.: 7000

ER Name: Transportation Equipment

Proforma Amount: \$9,971,032

Expended to date: \$7,385,635

2010 Transfer to Plant Date: Approximately \$2.5 million will transfer quarterly

Project Description:

Expenditures are for the scheduled replacement of trucks, off-road construction equipment and trailers that meet the company's guidelines for replacement including age, mileage, hours of use and overall condition. This also includes additions to the fleet for new positions or crews working to support the maintenance and construction of our electric and gas operations. Some of the vehicles being purchased in 2010 will be equipped with diesel engines rather than gasoline engines. This is intended to increase life expectancy and generate fuel savings.

Spend to Date:	<u>System</u>	<u>WA</u>
CWIP at 9/30/2009	\$4,472,133	\$2,441,264
2010 Spend Through March 14, 2010	<u>\$2,913,502</u>	<u>\$1,699,246</u>
Total Spend to Date	<u>\$7,385,635</u>	<u>\$4,140,510</u>

The Company pro formed \$4.761 for WA electric operations and \$1.241 for WA natural gas operations.

Offsets:

The Company has pro formed annual fuel cost offsets of approximately \$129,000 (system) in reduced O&M costs. Offsets were determined by computing the expected fuel savings.

Timeline:

All of the vehicles will be purchased and in service by December 31, 2010.

Attachment Index:

- History of Costs 2005 Through March 14, 2010 pg 2-4
- ER 7000 CWIP at December 31, 2009 pg 5
- ER 7000 Detail of 2010 Costs pg 6-16
- ER 7000 Offsets – Fuel Savings pg. 17

Note:

As this general rate case progresses, the Company will supplement the information that has been provided for this capital project as it becomes available.

AVISTA UTILITIES
 ER 7000
 HISTORY OF COSTS
 2005 Through March 14,2010

Er	Jurisdiction	Expenditure Category	Expenditure Type	2005	2006	2007	2008	2009	2010
7000	AA	Labor		Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt
		Overhead	325 Overtime Pay - Union	-	-	-	-	57.38	-
			345 Regular Payroll - Union	495.25	265.78	-	36.87	204.22	-
			505 Capital Overhead - A & G	-	-	-	-	934.34	675.22
			510 Payroll Benefits loading	183.25	106.31	-	16.22	118.96	-
			515 Payroll Tax loading	43.34	22.60	-	3.13	22.88	-
			520 Payroll Time Off loading	89.15	47.84	-	6.45	35.74	-
			525 Small Tools loading	14.86	9.03	-	1.47	14.05	-
		Vehicle	530 Stores/Material Loading	2,112.34	-	-	1,248.39	6,269.57	5,095.96
		Voucher	715 Vehicle - Other	26,404.22	-	-	17,937.37	74,107.89	(1,095.00)
			880 Materials & Equipment	-	-	-	-	121,460.00	(102,540.76)
			882 Materials - Large Purchase	-	-	-	23,686.91	99,124.18	-
			885 Miscellaneous	-	-	-	279.85	-	-
		Sum		29,342.41	451.56	125.13	43,216.66	302,349.21	(97,864.58)
AN		Employee Expenses	210 Employee Auto Mileage	-	-	-	-	-	-
			215 Employee Business Meals	-	-	22.68	-	-	-
		Labor	325 Overtime Pay - Union	53.08	-	3,689.53	446.83	-	-
			340 Regular Payroll - NU	-	-	-	-	-	-
		Overhead	345 Regular Payroll - Union	4,494.71	1,057.59	17,208.50	5,095.27	390.32	676.95
			505 Capital Overhead - A & G	(4.51)	0.81	58.34	158.71	6,238.60	5,338.12
			510 Payroll Benefits loading	2,247.40	454.77	6,698.04	2,118.11	224.64	406.17
			515 Payroll Tax loading	454.78	92.55	1,813.32	479.24	34.15	59.22
			520 Payroll Time Off loading	809.05	190.36	2,903.47	868.03	66.67	119.09
			525 Small Tools loading	179.79	35.95	1,124.94	218.69	28.07	50.77
		Transportation	530 Stores/Material Loading	2,414.09	4,605.97	17,242.85	33,410.43	80,932.88	11,273.60
			560 Road Vehicles	-	-	74.55	-	-	-
			570 Work Vehicles	-	-	160.20	-	-	-
		Vehicle	710 Rental Expense - Vehicle	-	-	1,253.98	-	-	-
			715 Vehicle - Other	29,024.97	57,155.83	283,307.65	392,565.68	225,695.57	42,681.47
			720 Vehicle Fuel Gasoline	-	-	554.28	-	-	-
			721 Vehicle Fuel Diesel	-	-	228.83	-	-	-
			727 Vehicle Repair - External	520.80	-	829.77	-	-	-
		Voucher	740 Vehicle Salvage	(63,722.00)	(200,206.72)	(135,375.00)	(106,967.50)	(101,220.00)	(11,280.00)
			880 Materials & Equipment	-	-	4,445.28	573.07	680,426.61	(15,299.05)
			882 Materials - Large Purchase	-	43,670.66	652,531.37	1,415,425.61	1,176,499.56	854,587.38
			885 Miscellaneous	-	822.69	4,035.60	-	(400.00)	-
		Sum		(23,527.84)	(92,119.54)	862,933.31	1,744,392.17	2,068,917.07	888,613.72
ID		Labor	325 Overtime Pay - Union	278.90	354.36	-	49.16	-	-
			340 Regular Payroll - NU	-	-	-	232.18	-	-
		Material	345 Regular Payroll - Union	9,083.28	6,986.34	529.51	4,267.98	1,690.25	277.45
		Overhead	415 Material Issues	-	-	-	3,231.90	-	-
			505 Capital Overhead - A & G	615.15	15.55	-	203.41	10,345.41	1,652.89
			510 Payroll Benefits loading	3,816.74	2,936.14	215.98	1,933.27	959.26	166.47
			515 Payroll Tax loading	850.28	635.81	45.39	390.00	147.91	24.27
			520 Payroll Time Off loading	1,634.99	1,252.20	89.06	776.42	283.33	50.38
			525 Small Tools loading	328.61	249.49	27.71	180.54	114.99	20.80
			530 Stores/Material Loading	46,924.39	67,950.83	3,812.15	17,777.16	102,650.62	15,218.75

AVISTA UTILITIES
 ER 7000
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 2005 Through March 14,2010

Er	Jurisdiction	Expenditure Category	Expenditure Type	2005		2006		2007		2008		2009		2010	
				Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt
			532 Materials Tax/Fight Loading	-	-	-	-	-	-	32.33	-	-	-	-	87,045.80
		Vehicle	715 Vehicle - Other	1,051,810.66	311,590.58	67,963.95	333,941.67	239,869.41	-	-	-	-	-	-	-
		Voucher	840 Freight Costs	-	1,057.88	-	-	-	-	179,570.00	577,253.47	137,489.26	-	-	-
			880 Materials & Equipment	-	-	-	-	-	-	500,459.98	1,415,690.52	10,039.52	-	-	-
			882 Materials - Large Purchase	-	192,285.52	439,328.11	-	-	-	-	-	-	-	-	-
			910 Postage	1,194.26	-	-	-	-	-	-	-	-	-	-	-
		Sum		1,116,537.26	585,314.70	512,011.86	1,043,046.00	2,349,005.17	-	-	-	-	-	-	251,985.59
MT		Labor	345 Regular Payroll - Union	-	597.45	-	-	-	-	-	-	-	-	-	-
		Overhead	510 Payroll Benefits loading	-	256.91	-	-	-	-	-	-	-	-	-	-
			515 Payroll Tax loading	-	52.28	-	-	-	-	-	-	-	-	-	-
			520 Payroll Time Off loading	-	107.55	-	-	-	-	-	-	-	-	-	-
			525 Small Tools loading	-	20.31	-	-	-	-	-	-	-	-	-	-
			530 Stores/Material Loading	-	76.87	-	-	-	-	-	-	-	-	-	-
		Vehicle	715 Vehicle - Other	-	960.81	-	-	-	-	-	-	-	-	-	-
		Voucher	882 Materials - Large Purchase	-	20,369.00	-	-	-	-	-	-	-	-	-	-
		Sum		-	22,441.18	-	-	-	-	-	-	-	-	-	-
		Labor	325 Overtime Pay - Union	130.33	2,235.60	30.42	512.89	269.30	-	-	-	-	-	-	-
		Overhead	345 Regular Payroll - Union	-	9,796.40	425.52	6,692.92	701.48	-	-	-	-	-	-	-
			505 Capital Overhead - A & G	-	-	-	13.54	174.61	-	-	-	-	-	-	1,030.56
			510 Payroll Benefits loading	48.23	4,096.82	166.82	2,776.50	23.56	-	-	-	-	-	-	-
			515 Payroll Tax loading	12.05	1,052.52	39.03	621.12	45.53	-	-	-	-	-	-	-
			520 Payroll Time Off loading	23.46	1,677.72	71.10	1,148.76	21.05	-	-	-	-	-	-	-
			525 Small Tools loading	4.89	488.97	27.56	271.04	4,677.23	-	-	-	-	-	-	-
		Vehicle	530 Stores/Material Loading	2,689.21	14,618.89	3,954.95	19,113.74	583.10	-	-	-	-	-	-	-
			715 Vehicle - Other	31,894.23	179,235.28	55,060.41	314,092.34	16,290.39	-	-	-	-	-	-	-
			720 Vehicle Fuel Gasoline	-	-	418.22	-	-	-	-	-	-	-	-	-
		Voucher	740 Vehicle Salvage	(1,750.00)	(10,060.28)	-	-	(7,600.00)	-	-	-	-	-	-	-
			840 Freight Costs	-	-	-	-	251.36	-	-	-	-	-	-	-
			882 Materials - Large Purchase	-	243,325.09	43,610.15	69,612.15	42,794.94	-	-	-	-	-	-	-
			885 Miscellaneous	-	-	1,811.69	-	-	-	-	-	-	-	-	-
		Sum		33,052.40	446,467.01	105,615.87	415,106.36	24,196.78	-	-	-	-	-	-	171,522.05
WA		Contractor	015 Construction Services	-	-	-	-	-	-	-	-	-	-	-	-
		Employee Expenses	210 Employee Auto Mileage	-	444.28	-	-	-	-	-	-	-	-	-	-
			215 Employee Business Meals	-	113.55	-	-	-	-	-	-	-	-	-	-
		Labor	325 Overtime Pay - Union	293.25	1,531.46	233.20	517.53	351.04	-	-	-	-	-	-	-
			340 Regular Payroll - NU	-	-	131.42	778.32	4,433.14	-	-	-	-	-	-	-
			345 Regular Payroll - Union	8,954.60	28,376.92	11,523.54	8,245.42	1,723.69	-	-	-	-	-	-	-
		Material	415 Material Issues	60.40	24.16	24.16	2,034.00	-	-	-	-	-	-	-	-
		Overhead	505 Capital Overhead - A & G	1,073.30	1,055.60	23.33	159.02	15,209.88	-	-	-	-	-	-	-
			510 Payroll Benefits loading	3,632.07	11,966.23	4,534.54	3,707.64	2,815.58	-	-	-	-	-	-	-
			515 Payroll Tax loading	841.65	2,594.28	1,023.32	826.70	418.63	-	-	-	-	-	-	-
			520 Payroll Time Off loading	1,611.81	5,100.81	1,957.13	1,532.03	833.63	-	-	-	-	-	-	-
			525 Small Tools loading	311.01	998.45	742.28	354.95	309.51	-	-	-	-	-	-	-
			530 Stores/Material Loading	82,971.35	88,256.77	32,172.01	39,494.12	163,924.92	-	-	-	-	-	-	-
		Transportation	532 Materials Tax/Fight Loading	1.81	0.36	0.36	20.34	3.00	-	-	-	-	-	-	-
			560 Road Vehicles	-	-	-	-	-	-	-	-	-	-	-	1.50

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				Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt	Transaction Amt
			565 Small Vehicles	-	120.00	-	-	-	-	79.95	-	-	-	-	-
			570 Work Vehicles	-	-	-	-	-	-	-	-	287.50	-	-	-
	Vehicle		715 Vehicle - Other	1,246,042.55	799,503.35	428,834.80	593,635.32	596,139.56	596,139.56	398.79	28.26	-	-	117,930.23	-
	Voucher		727 Vehicle Repair - External	-	1,806.63	-	-	-	-	-	-	-	-	-	-
			815 Computer Equip Hardware	-	5,289.37	-	-	-	-	-	-	-	-	-	-
			840 Freight Costs	-	50.93	-	179,570.00	918,752.96	918,752.96	-	-	-	-	-	-
			880 Materials & Equipment	-	867,098.86	1,423,512.97	2,500,058.12	2,972,909.96	2,972,909.96	-	-	-	-	-	-
			882 Materials - Large Purchase	-	-	-	-	-	-	-	-	-	-	-	-
			885 Miscellaneous	-	-	-	-	-	-	-	-	25.00	-	-	-
		Sum		1,345,793.80	1,813,749.66	1,905,270.89	3,331,412.25	4,676,442.57	4,676,442.57	3,331,412.25	6,577,173.44	9,420,910.80	2,913,501.95	1,699,245.17	1,156.53
		Sum		2,501,198.03	2,776,304.57	3,385,831.93	6,577,173.44	9,420,910.80	9,420,910.80	6,577,173.44	2,913,501.95	4,472,133.83	7,385,635.78	2,913,501.95	4,472,133.83
							2009 Spend								
							CWIP at 9/30/2009								
							Spend to Date								

CONFIDENTIAL per WAC 480-07-160

Transportation Equipment Expenditures

Pages 5 through 16

AVISTA UTILITIES
 ER 7000
 VEHICLE OFFSETS FOR FUEL SAVINGS

# OF 56 CLASS	AVG MILES	TOTAL MILES	GAS	DSL
47	6842	321,574	\$200,984	\$109,335
			SAVINGS	
			\$91,649	
# OF 67 CLASS	AVG MILES	TOTAL MILES	GAS	DSL
10	13214	132,140	\$82,588	\$44,928
			SAVINGS	
			\$37,660	
TOTAL SAVINGS			\$129,308	