

RESOLUTION NO. 18-14290

A RESOLUTION APPROVING THE 2019 DISTRICT BUDGETS FOR THE FIBER NETWORK, WATER, WASTEWATER AND INTEGRATED ELECTRIC (DISTRIBUTION, TRANSMISSION, COLUMBIA RIVER-ROCK ISLAND HYDRO-ELECTRIC, LAKE CHELAN HYDRO-ELECTRIC, ROCKY REACH HYDRO-ELECTRIC SYSTEMS, TREASURY SERVICES, INTERNAL SERVICE SYSTEM AND FINANCING FACILITIES) BUSINESS LINES.

FACTUAL BACKGROUND AND REASONS FOR ACTION

In compliance with Washington state statutes and District Resolution No. 07-13147, proposed budgets for the contemplated financial transactions of the various systems of the District for the year 2019 have been discussed with the Board of Commissioners.

The proposed 2019 budgets are intended to build upon the District's strategic plan, strategic initiatives and five-year business plans. The foundation of the strategic initiatives and budgets is at the top of the District's balanced scorecard – Customer-owner satisfaction. The 2019 budget process has taken the strategic plan priorities into consideration and proposes to establish priorities within the three strategic plan focus areas: reinvesting in assets and people is the highest priority, reducing debt next and continuing the Public Power Benefit program (including the fiber build-out throughout the county) third. These priorities best protect the long term interest of customer-owners.

Strategic priorities, significant projects, challenges, and constraints of the proposed 2019 budgets were discussed at a public meeting on October 15, 2018 and again at public hearings on November 5, 2018 and November 19, 2018.

The first public hearing on the proposed 2019 budgets was held on Monday, November 5, 2018, at 1:00 p.m. in the Board of Commissioners' office at 327 North Wenatchee Avenue, Wenatchee, Washington. Ratepayers were given full opportunity to appear and be heard for or against the whole or any part of the proposed budgets. The notice for this public hearing was advertised with the local newspaper stating the date, time and location of the hearings.

The second public hearing on the proposed 2019 budgets was held on Monday, November 19, 2018, at 1:00 p.m. in the Board of Commissioners' office at 327 North Wenatchee Avenue, Wenatchee, WA, 98801. Ratepayers were given full opportunity to appear and be heard for or against the whole or any part of the proposed budgets. The notice for this public hearing was advertised with the local newspaper stating the date, time and location of the hearings.

The adoption of the District budgets is categorically exempt from the requirements of the Washington State Environmental Policy Act. WAC 197-11-800(14)(c).

The General Manager recommends that the proposed strategic priorities and the proposed 2019 budgets as presented and discussed be adopted by the Commission.

The Commission, having completed the budget hearings, deems it proper and necessary that proposed budgets for the calendar year 2019 be finally determined and adopted as set forth in this resolution.

ACTION


IT IS RESOLVED BY THE COMMISSION OF PUBLIC UTILITY DISTRICT NO. 1 OF CHELAN COUNTY, WASHINGTON, as follows:

Section 1. The Commission establishes the following priorities within the three strategic plan focus areas:

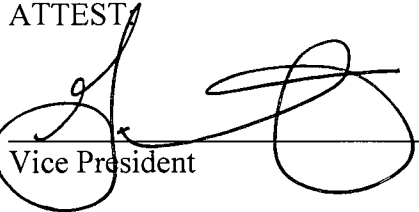
1. Reinvesting in assets and people
2. Reducing debt balance
3. Continuing the Public Power Benefit program

Section 2. The budgets for the District in words and figures as set forth in the copy of each budget for the Fiber Network, Water, Wastewater And Integrated Electric (Distribution, Transmission, Columbia River-Rock Island Hydro-Electric, Lake Chelan Hydro-Electric, Rocky Reach Hydro-Electric Systems, Treasury Services, Internal Service System and Financing Facilities) business lines as presented to the Board on December 3, 2018 are adopted as the budgets for the year 2019. The budget summary is attached and other supporting information is on file in the office of the District.

Dated this 3rd day of December 2018.



President

ATTEST


Vice President



Secretary

Commissioner



Commissioner

SEAL

Chelan County PUD
2019 Adopted Budget (\$000)

	Combined District	Integrated Electric	Fiber & Telecom	Water	Wastewater	Eliminations
Service Revenue	69,512	55,520	10,512	6,399	725	(3,644)
EP&T Net Wholesale	101,602	101,602	-	-	-	-
LT Hydro Contract	134,296	134,296	-	-	-	-
Other Wholesale Activity	(1,320)	(1,320)	-	-	-	-
Wholesale Energy Revenue	234,578	234,578	-	-	-	-
Other Revenue	23,840	24,964	1	62	2	(1,190)
	327,930	315,062	10,513	6,461	727	(4,834)
Other Operating Expenses	186,233	178,767	7,398	4,056	846	(4,834)
Taxes	8,584	7,646	36	890	13	-
Depreciation & Amortization	44,737	39,639	3,230	1,583	285	-
	239,554	226,052	10,664	6,529	1,143	(4,834)
Operating Income/(Loss)	88,376	89,010	(151)	(67)	(416)	-
Non Operating Activity	11,195	14,456	(2,672)	(562)	(26)	-
Interest Earnings	(13,712)	(13,245)	(304)	(115)	(48)	-
Interest Expense	24,990	24,914	-	28	48	-
Fair Market Value Change	282	286	(2)	(1)	(1)	-
Other Non Operating Activity	4,692	4,735	(23)	(18)	(2)	-
Capital Contributions	(5,057)	(4,535)	(43)	(457)	(23)	-
Intersystem Transfers/Adjustment	-	2,300	(2,300)	-	-	-
Change in Net Position	77,181	74,554	2,521	495	(390)	-
Capital Projects: Gross	150,132	138,329	7,273	1,068	3,462	-
Less Capital Contributions	(4,488)	(3,965)	(43)	(457)	(23)	-
Capital Projects: Net	145,645	134,364	7,231	611	3,439	-
Regulatory Assets	4,315	4,315	-	-	-	-
Deferred Relicensing	-	-	-	-	-	-
Hydro License Obligations	422	422	-	-	-	-
Operating Expenses	186,233					
Taxes	8,584					
Non-Operating (Inc)Exp	16,252					
Total Expenditures = OperExp + Taxes + NonOp +						
Net Capital + Regulatory Assets						
+ Deferred Relicensing	361,451					
Net Debt Reduction	38,477					
Total Expenditures & Net Debt Reduction	399,928					

Notes:

- Purchased Power included in Net Wholesale
- Net Regulatory Assets is net of related Capital Contributions

18-14290

2019 Capital Projects
Adopted Budget

18-14290

System	Discrete/ Recurring	Project#	Title	Current Total Project Budget	Total Project Change: Current vs Proposed	Proposed Total Project Budget	2019 Annual Budget
Electr Distribution	Discrete	CAP190004	Future Station Siting and Constr		750,000	750,000	750,000
		DS140004	Bavarian Substation	2,408,000	120,000	2,528,000	1,460,000
		DS140005	N Shore Chelan Substatn	2,540,000	210,000	2,750,000	1,000,000
		DS160002	Recloser Tester	60,000		60,000	60,000
		DS170004	PPB: RR Visitor Ctr Imprvms	1,000,000		1,000,000	380,000
		DS170006	Ohme Substation	2,000,000	1,700,000	3,700,000	3,120,000
		DS180003	Icicle Mobile Substation	35,000		35,000	25,000
		DS180005	Feeder Addition - South Shore	170,000	1,550,000	1,720,000	1,550,000
		DS190001	Vehicles - Distribution		2,874,000	2,874,000	2,874,000
		DS190002	PPB RR VC Museum New Story		1,000,000	1,000,000	250,000
		DS190003	City Loop T-Line NESC Imprvs		600,000	600,000	150,000
		DS190004	ACS 6-160 Relay Upgrade		130,000	130,000	50,000
		DS190005	Goodwin Bridge Line Relocate		200,000	200,000	150,000
		DS190006	Advanced Metering Infrastructure (AMI)		1,500,000	1,500,000	1,500,000
		DSL1801	Hawley St Substation (DF-Stemilt)		365,000	365,000	350,000
	Recurring	2XXX0100	UG Xfrms-Capital Purchases		635,000	635,000	635,000
		2XXX0200	OH Xfrms-Capital Purchases		420,000	420,000	420,000
		2XXX0300	Line Devices-Regulators		57,000	57,000	57,000
		DSLEXXX1	DS - Line Extensions		1,500,000	1,500,000	1,500,000
		DSXX0001	DS - Customer Services		1,600,000	1,600,000	1,600,000
		DSXX0002	DS - Electric Meters		210,000	210,000	210,000
		DSXX0003	DS-Undergrnd Cable Replacement		1,000,000	1,000,000	1,000,000
		DSXX0006	Substation Equip Replacements		600,000	600,000	600,000
		DSXX0007	Distribution Line Improvements		300,000	300,000	300,000
		DSXX0009	Substation Improvements		400,000	400,000	400,000
		DSXX0011	Elec Reconductor Upgrades		250,000	250,000	250,000
		DSXX0014	Elec Mandated Relocate		300,000	300,000	300,000
		DSXX0015	NESC Distribution Upgrades		1,100,000	1,100,000	1,100,000
		DSXX0018	TRS Structural Pole Replace DS		85,000	85,000	85,000
		DSXX0020	TRS Structural Pole Replc LCRD		115,000	115,000	115,000
		DSXX0021	DS Pole Replacement		200,000	200,000	200,000
		DSXX0022	Feeder Device-Lines		200,000	200,000	200,000
		DSXX0023	Conduit Install Fiber BuildOut		100,000	100,000	100,000
DSXX0024	Fiber Build-Out Make Ready		100,000	100,000	100,000		
System Forecast Adjustment							-956,300
Electr Distribution Total				8,213,000	20,171,000	28,384,000	21,884,700
Network Transmsn	Discrete	XT120005	N Mid C Transmission Project	4,245,300	1,454,850	5,700,150	500,000
		XT160004	AY-AC 1&2 Relocate	2,415,000		2,415,000	300,000
		XT170003	WNS 6-250 Breaker Replace	238,000		238,000	1,000
		XT180001	Y-AC3 Goodwin Bridge Partial Rbl'd	1,150,000		1,150,000	285,000
		XT180003	CHS 115kV Bus PTs	88,000		88,000	46,000
		XT180004	Greater McNeil Cyn Proj	500,000	13,375,000	13,875,000	2,000,000
		XT190001	AYS SCADA & DC Redundancy		225,000	225,000	225,000
		XT190002	AY-AC2 Relay Upgrade POTT		170,000	170,000	170,000
		XT190003	RRS Col1 Brkr 7-760 Relay Rplc		220,000	220,000	220,000
		XT190004	RRS 230 kV Bus 2 Diff Relay		260,000	260,000	260,000
		XT190005	RRS 230kV Bus 1 Diff Relay		260,000	260,000	40,000
		XT190006	Valhalla B288 RAS		500,000	500,000	100,000
		XT190007	Thermography Camera		20,000	20,000	20,000
		XTLR1801	Stemilt DF T-Line Interconnect		250,000	250,000	250,000

System	Discrete/ Recurring	Project#	Title	Current Total Project Budget	Total Project Change: Current vs Proposed	Proposed Total Project Budget	2019 Annual Budget	
Network Transmsn	Recurring	XTXX0001	TRS Structural Pole Replc XT		200,000	200,000	200,000	
		XTXX0004	WSDOT Clear Zone		40,000	40,000	40,000	
System Forecast Adjustment							-669,750	
Network Transmsn Total				8,636,300	16,974,850	25,611,150	3,987,250	
Fiber & Telecom	Discrete	NW170017	PPB Manson-FDT 177	630,366	360,927	991,293	44,405	
		NW180002	7342 to 7360 Platform Upgrade	1,500,000		1,500,000	500,000	
		NW180004	Bandwidth Management Links	2,200,000		2,200,000	967,097	
		NW180005	Fusion Equipment	130,000	27,000	157,000	30,000	
		NW180008	NNI Redundancy-Retail Service Providers	250,000		250,000	100,000	
		NW180019	PPB: FDT Saddlerock 012	64,726		64,726	41,310	
		NW190001	Fiber Vehicles		84,000	84,000	84,000	
		NW190002	Mobile Redundant Node		410,000	410,000	200,000	
		NW190003	Portal Replacement		1,500,000	1,500,000	1,000,000	
		NW190004	Mobile Backup Generator		150,000	150,000	150,000	
		NW190005	CPE Ethernet Switch Replacement		223,226	223,226	111,613	
		NW190006	Excavator		40,000	40,000	40,000	
		NW190007	PPB: Wenatchee FDT 068		59,619	59,619	17,886	
		NW190008	PPB: Entiat FDT 086		5,577	5,577	1,673	
		NW190009	PPB: Entiat FDT 087		19,646	19,646	11,367	
		NW190010	PPB: Entiat FDT 088		1,968	1,968	590	
		NW190011	PPB: Entiat FDT 089		9,821	9,821	2,946	
		NW190012	PPB: Leavenworth FDT 121B		401,853	401,853	292,758	
		NW190013	PPB: Chelan FDT 135		240,687	240,687	135,200	
		NW190014	PPB: Cashmere FDT-160		691,608	691,608	487,611	
		NW190015	PPB: Chelan FDT 137		8,137	8,137	2,441	
		NW190016	PPB: Entiat FDT 174		23,957	23,957	7,187	
		NW190017	PPB: Chelan FDT 182		13,493	13,493	4,048	
		NW190018	PPB: Wenatchee FDT 219		55,117	55,117	32,369	
		NW190019	PPB: Wenatchee FDT 220		49,213	49,213	28,901	
		Recurring	NWLEXXX7	Fiber Drops-Line Extensions		20,000	20,000	20,000
			NWXX0002	Franchise Fiber Relocates		25,000	25,000	25,000
			NWXX0003	Fiber District Relocates		25,000	25,000	25,000
	NWXX0010		Fiber Drops		750,000	750,000	750,000	
	NWXX0011		Fiber Devices		375,000	375,000	375,000	
	NWXX0012		Fiber Conduit Installation		30,000	30,000	30,000	
	Fiber Expansion PPB	NWXX0013	Fiber Infrastructure Systems		225,000	225,000	225,000	
		NWXX0014	Fiber Subdivisions		100,000	100,000	100,000	
System Forecast Adjustment				4,056,594	1,227,910	5,284,504	1,810,385	
Fiber & Telecom Total				8,831,686	7,153,759	15,985,445	7,273,223	
Water	Discrete	WR170002	Wenatchee Heights Tank Repl	296,000	171,264	467,264	400,000	
		WR190001	Water Vehicles- Equipment		216,000	216,000	216,000	
	Recurring	WRXX0001	WS - New Water Services		90,000	90,000	90,000	
		WRXX0002	WS - Customer Line Extensions		60,000	60,000	60,000	
		WRXX0003	WS - Water Main Replacements		269,000	269,000	269,000	
		WRXX0004	WS - Water Main Fire Hydrants		7,000	7,000	7,000	
		WRXX0005	Water Main Mandated Relocate		40,000	40,000	40,000	
		WRXX0006	Water Meters		34,000	34,000	34,000	
System Forecast Adjustment							-47,950	
Water Total				296,000	887,264	1,183,264	1,068,050	
Wastewater	Discrete	SW140001	Peshastin Wastewater Upgrade	4,100,000	760,000	4,860,000	3,620,000	
	Recurring	SWXX0001	New Sewer Svcs-Lake Wenatchee		20,000	20,000	20,000	
		SWXX0002	New Sewer Svcs-Peshastin		3,000	3,000	3,000	
System Forecast Adjustment							-181,000	

System	Discrete/ Recurring	Project#	Title	Current Total Project Budget	Total Project Change: Current vs Proposed	Proposed Total Project Budget	2019 Annual Budget	
Wastewater Total				4,100,000	783,000	4,883,000	3,462,000	
Internal Services	Discrete	CAP190001	Fleet Shop Equipment		75,000	75,000	75,000	
		CAP190002	Facilities Upgrades		500,000	500,000	500,000	
		CAP190003	Hatchery equipment/upgrades		200,000	200,000	200,000	
		IS130001	LMR Network Replacement	5,600,000		5,600,000	1,622,342	
		IS130002	Microwave Replacement	3,720,000		3,720,000	87,733	
		IS150006	Dispatch Log	600,000		600,000	415,000	
		IS160002	CIS Upgrade	7,940,635		7,940,635	3,500,000	
		IS160012	Enterprise Search	378,000	187,904	565,904	200,000	
		IS170005	Bid Workflow	295,000	143,000	438,000	143,000	
		IS170021	Physical Access Cntrl Platform	1,170,000		1,170,000	803,000	
		IS180003	Hydraulic Model	800,000		800,000	405,000	
		IS180004	Sys Ops Consoles	156,000		156,000	65,000	
		IS180005	Data Analytics Platform	470,000		470,000	300,000	
		IS180009	Telemetry - Flow Meters	420,000	62,000	482,000	262,000	
		IS180011	Core Network Switches	280,000	213,000	493,000	210,000	
		IS180013	Mobile Asset & Work Management	215,000		215,000	135,000	
		IS180014	Operations and Service Center	2,600,000	2,770,000	5,370,000	5,270,000	
		IS180015	RR-CM Facilities Upgrade	41,518,973		41,518,973	10,266,103	
		IS190001	Fleet Vehicles - Shared		889,000	889,000	889,000	
		IS190002	Cellular & LMR BDA Upgrade		30,000	30,000	30,000	
		IS190003	IT Software New Services		120,000	120,000	120,000	
		IS190004	GIS Upgrade		400,000	400,000	200,000	
		IS190005	Security Info-Event Mgmt Sys		300,000	300,000	300,000	
		IS190006	Enterprise Storage HW-SW		500,000	500,000	500,000	
		IS190007	Server/Network Infrastructure		150,000	150,000	150,000	
		IS190008	Virtual Desktop Infrastructure		65,000	65,000	65,000	
		IS190009	Sys Ops Alarm Management Project		72,000	72,000	72,000	
		IS190010	CM Optical Level		30,000	30,000	30,000	
		IS190011	CM Fluke Calibrator		50,000	50,000	50,000	
		IS190012	GPS Collector		12,000	12,000	12,000	
		IS190013	Security Camera Installation		197,000	197,000	197,000	
		IS190014	Horan Land Purchase		9,500,000	9,500,000	9,500,000	
		System Forecast Adjustment						-1,828,709
Internal Services Total				66,163,608	16,465,904	82,629,512	34,745,469	
Rocky Reach	Discrete	RR110012	RR C1-C11 Gov Elec Repl	5,183,535		5,183,535	1,400,000	
		RR120004	RR Excitation Reg Repl C1-C11	4,508,217		4,508,217	500,000	
		RR120006	RR Unit DFR Installation	766,200		766,200	140,000	
		RR130004	RR Tran & SS Relay Replacement	343,415		343,415	38,000	
		RR160006	RR Bridge Cranes	5,730,000		5,730,000	1,000	
		RR160010	RR C10 Head Cover	847,000		847,000	1,000	
		RR160011	RR C11 Head Cover	850,000		850,000	210,000	
		RR170003	PKBB Boat Launch & Docks Repl	700,000		700,000	1,100	
		RR170005	RR Dam Deformation	372,000		372,000	32,000	
		RR170006	RR Tailrace Buoy Placement	525,000		525,000	450,000	
		RR170007	RR Fire Alarm System	1,720,000		1,720,000	1,000	
		RR170010	RRFW Dewatering Pumps	308,000		308,000	240,000	
		RR170011	RR Flow Meter Replacement	440,000		440,000	200,000	
		RR180002	PKBB Construction BB-1 BB-2	790,000	135,000	925,000	870,000	
		RR180004	RR Oil Rooms Fire Suppression	1,525,000		1,525,000	300,000	
		RR180006	PKET Repl Moorage Docks	351,000		351,000	3,500	
		RR180009	PPB: RR VC Roof Extension	600,000		600,000	500,000	
		RR190001	RR Vehicles & Equip		374,000	374,000	374,000	
		RR190002	RR SER Alarm System Replace		200,000	200,000	200,000	

System	Discrete/ Recurring	Project#	Title	Current Total Project Budget	Total Project Change: Current vs Proposed	Proposed Total Project Budget	2019 Annual Budget
Rocky Reach	Discrete	RR190003	RR Boat Dock Replace		280,000	280,000	280,000
		RR190004	RR Forebay Trash Clamming Pad		200,000	200,000	200,000
		RR190005	RR VC Museum Move		184,000	184,000	40,000
		RR190006	RR DC / UPS AC Panel Replace		125,000	125,000	25,000
		RR190007	RR Oil Detection System		75,000	75,000	75,000
		RR190008	HTCH Rehab		5,570,000	5,570,000	990,000
		System Forecast Adjustment					
Rocky Reach Total				25,559,367	7,143,000	32,702,367	6,010,860
Rock Island	Discrete	RI0800B2	RI PH1 B-2 Stator Replacement	4,961,785		4,961,785	1
		RI080B09	RI PH1 Unit B9 Rehabilitation	26,000,000		26,000,000	1
		RI110001	RI PH1 Excitation Sys B1-B4	1,010,990		1,010,990	1
		RI110004	RI PH1 Govrnr DigCtrls B2	2,890,000		2,890,000	1
		RI130002	RI PH2 Unit MCC	2,040,000		2,040,000	600,000
		RI130010	RI PH1 B1-B8 Gen Heat Detection	240,983		240,983	15,000
		RI140002	RI PH1 B6 Modernization	30,700,000		30,700,000	1,000
		RI140003	RI PH2 Gantry Crane	2,574,000	3,186,000	5,760,000	3,600,000
		RI140004	RI PH2 Bridge Crane	2,909,009	2,050,991	4,960,000	2,800,000
		RI150003	RIFW Controls Upgrds	833,181	91,076	924,257	1,000
		RI160015	RI PH1 B5 Modernization	31,300,000	805,641	32,105,641	4,180,000
		RI160016	RI PH1 B7 Modernization	31,300,000		31,300,000	4,400,000
		RI160017	RI PH1 B8 Modernization	31,300,000		31,300,000	3,875,000
		RI170005	RI Dam Deformation	349,500		349,500	25,000
		RI170007	RI PH1 Intake Gantry Repl	4,373,000		4,373,000	1,000
		RI170009	RI PH2 Storage Building	6,250,000		6,250,000	2,132,000
		RI170010	RI PH1 B9-B10 Turbine Staging	102,000		102,000	1,000
		RI170011	RI PH1 B1 Modernization	15,415,000		15,415,000	1,525,000
		RI170012	RI PH1 B2 Modernization	16,450,000		16,450,000	2,060,000
		RI170013	RI PH1 B3 Modernization	16,275,000		16,275,000	8,750,000
		RI170014	RI PH1 B4 Modernization	19,900,000		19,900,000	7,500,000
		RI170023	RI Flow Meter Replacement	332,000	61,866	393,866	201,000
		RI170024	RI Facilities Upgrade	32,693,111	1,202,000	33,895,111	24,665,691
		RI180002	RI PH2 6-350 Breaker Bay Replace	300,000	390,000	690,000	620,000
		RI180003	RI PH2 U1-U8 Rehab	1,800,000	9,700,000	11,500,000	10,500,000
		RI180004	RI PH2 UPS Upgrade	140,000		140,000	113,000
		RI180006	RI PH1 HVAC Upgrades	720,000	688,000	1,408,000	1,138,000
		RI180007	PKWRF Boat Launch Rpl	554,000	116,200	670,200	590,000
		RI180008	PKKB Erosion 3 5 6 9	585,000	185,000	770,000	710,000
		RI180010	HTDP Auto Water Samplers	155,000	70,000	225,000	200,000
		RI180011	HTCW Reuse Sys Concrete Floor	40,000	8,500	48,500	42,000
		RI180016	PKWC Site 235 Stabilization	741,000	89,000	830,000	163,000
		RI180019	HTSP Pump and Motor	120,000		120,000	120,000
		RI180020	PKWRF Canyon 2 Drainage Pipe	495,000		495,000	20,000
RI190001	RI Fleet Vehicles		224,000	224,000	224,000		
RI190002	RI Rt Bank Sand Storage Bldg		50,000	50,000	50,000		
RI190003	RI XFMR Spare SPCC		120,000	120,000	120,000		
RI190004	RI PH2 Station Drainage Mod		1,185,000	1,185,000	1,160,000		
RI190005	RI PH1 Station Unwtr Pumps Rpl		623,000	623,000	623,000		
RI190006	RI PH2 HVAC Upgrades		585,000	585,000	300,000		
RI190007	RI PH2 Upstream Bulb Jibs		150,000	150,000	150,000		
RI190008	RI Spillway Traffic Controls		380,000	380,000	380,000		
RI190009	RI PH2 6-370 Breaker Bay Replace		690,000	690,000	70,000		
RI190010	RI PH2 6-360 Breaker Replace		150,000	150,000	70,000		
RI190011	RI PIT Tag Array Installation		332,000	332,000	332,000		
RI190012	PKCD Coyote Dunes Trail & Rstrm		395,000	395,000	85,000		

System	Discrete/ Recurring	Project#	Title	Current Total Project Budget	Total Project Change: Current vs Proposed	Proposed Total Project Budget	2019 Annual Budget
Rock Island	Discrete	RI190013	PKWW Park Entrance Path		100,000	100,000	100,000
			System Forecast Adjustment				-12,623,157
Rock Island Total				285,849,559	23,628,274	309,477,833	71,589,538
Lake Chelan	Discrete	LC180001	PKMP Log Boom & Dock Replace	850,000	71,500	921,500	75,000
		LC190001	PKCR S Shore Erosion		256,000	256,000	56,000
			System Forecast Adjustment				-19,650
Lake Chelan Total				850,000	327,500	1,177,500	111,350
TOTAL				408,499,520	93,534,552	502,034,072	150,132,440

Gross Capital

Electr Distribution	21,884,700
Network Transmsn	3,987,250
Fiber & Telecom	7,273,223
Water	1,068,050
Wastewater	3,462,000
Internal Services	34,745,469
Rocky Reach	6,010,860
Rock Island	71,589,538
Lake Chelan	111,350
Total Gross Capital	150,132,440

Customer Contributions

Electr Distribution	(3,715,000)
Network Transmsn	(192,000)
Fiber & Telecom	(42,500)
Water	(457,000)
Wastewater	(23,000)
Rock Island	(58,320)
Total CIAC	(4,487,820)

Net Capital:

Electr Distribution	18,169,700
Network Transmsn	3,795,250
Fiber & Telecom	7,230,723
Water	611,050
Wastewater	3,439,000
Internal Services	34,745,469
Rocky Reach	6,010,860
Rock Island	71,531,218
Lake Chelan	111,350
Total Net Capital	145,644,620

Regulatory Assets (DSOP-1823)	4,884,143
Net Regulatory Assets	4,314,851
Make Available (LCRL-2536)	422,031
	150,381,503