

RECEIVED
2007 OCT 16 AM 8:14
IDAHO PUBLIC
UTILITIES COMMISSION

October 12, 2007

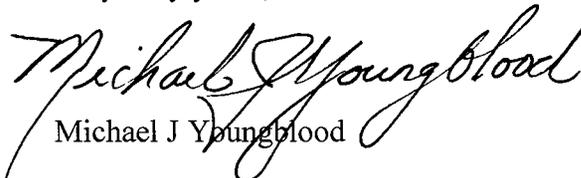
Ms. Jean D. Jewell
Secretary
Idaho Public Utilities Commission
PO Box 83720
Boise, ID 83720-0074

Subject: IPC-E-06-09 - Quarterly Update on Danskin CT1 Construction Project

Dear Ms. Jewell:

Enclosed please find the quarterly update on the Danskin CT1 Construction Project for the third quarter of 2007. Total project costs through September 27, 2007 are \$48,131,214.

Very truly yours,



Michael J Youngblood

Attachments

c: Ric Gale
Greg Said
Bart Kline
Monica Moen
Legal Files

Danskin CT1 Construction Project Update
Sept. 27, 2007

RECEIVED

2007 OCT 16 AM 8:14

IDAHO PUBLIC
UTILITY COMMISSION

Expansion of the Evander Andrews Power Complex is proceeding very well. The combustion turbine, generator, starting motor and GSU transformer have all been placed on foundations and this completes the placement of the major components for the power plant. The project has transitioned into the mechanical and electrical phase of the construction process. There are approximately 80 people working on site. Siemens Power Generation and INCO Construction have been doing an outstanding job with construction and safety.

Work has started on the turbine weather enclosure and filter intake housing. The new control building is under construction and is scheduled to be complete by Nov. 1. The new 230 KV substation at Danskin is scheduled to be complete by mid-November. Work at the Bennett Mountain Power Plant substation is also scheduled to be complete by mid-November. Wasatch Electric was selected to build the new 230 KV line from Evander Andrews Power Complex to Bennett Power Plant. All material is on site to construct this transmission line and the plan is to have this complete by Dec. 1. The Company has received the Conditional Use Permit to construct the new 230 KV transmission line and substation in south ADA County and work will be starting soon

The Certificate of Representation has been submitted to the EPA. Required testing protocols are being reviewed and will be submitted to the IDEQ prior to start up. First fire of the combustion turbine is tentatively schedule for Feb. 1, 2008

Below are the expenditures to date:

Idaho Power Company
Danskin CT1 Construction Project

	Expenses Through 9-27-07
Siemens Turnkey Contract	\$38,499,230
Change Orders	0
Sales Tax	48,286
Other Idaho Power Costs	<u>\$725,429</u>
Subtotal: Plant Costs	\$39,272,945
Transmission Interconnection & Network Upgrades	<u>8,858,269</u>
Total Project Costs:	<u>\$48,131,214</u>

Note: AFUDC is not included