

AVISTA UTILITIES

Adjustment Summary-SETTLEMENT

Washington Gas-UG-041515

Twelve Months Ended December 31, 2003

Column	Description	SETTLEMENT	
		NOI	Rate Base
<u>STANDARD COMMISSION BASIS ADJUSTMENTS</u>			
b	Per Results Report	\$7,051	\$147,614
c	Deferred FIT Rate Base	0	(22,570)
d	Deferred Gain on Office Building	0	(246)
e	Gas Inventory	0	4,568
f	Weatherization and DSM Investment	0	2,275
g	Customer Advances	0	(14)
	Actual	7,051	131,627
h	Revenue Normalization & Gas Cost Adjust	1,273	0
i	Eliminate B & O Taxes	(78)	0
j	Property Tax	88	0
k	Uncollectible Expense	43	0
l	Regulatory Expense Adjustment	19	0
m	Injuries and Damages	10	0
n	FIT	(171)	0
o	Restate Debt Interest	(966)	0
p	Payroll Clearing	(61)	0
q	WUTC Staff Audit Adjustments	31	0
r	Eliminate A/R Expenses	81	0
s	Office Space Charges to Subs	4	0
t	Restate Excise/Franchise Taxes	677	0
u	Lease Expense Adjustment	(20)	0
v	Depreciation Correcting Adjustment	124	289
	Restated Total	\$8,105	\$131,916
1	Pro Forma Rate Base		\$131,916
2	Proposed Rate of Return		8.680%
3	Net Operating Income Requirement		\$11,450
4	Adjusted Net Operating Income		\$8,105
5	Net Operating Income Deficiency		\$3,345
6	Conversion Factor		0.62207029
7	Revenue Requirement		\$5,377
8	Total General Business Revenues		\$139,052
9	Percentage Revenue Increase		3.87%