

Attachment B

Avista Corporation
Monthly Power Cost Deferral Report
Month of September 2016

REC Revenues Deferral Journal

Avista Corporation Journal Entry

Effective Date: 201609

Journal: 475-WASHINGTON REC DEFERRAL

Team: Resource Accounting

Last Saved by: Keri Meister

Last Saved: 10/06/2016 3:49 PM

Type: C

Submitted by: Keri Meister

Approval Requested: 10/06/2016 3:50 PM

Category: DJ


Approved by:

Currency: USD

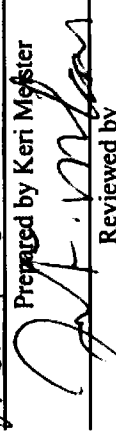
Seq	Co	FERC	Set	Jul	S/L	Debit	Credit	Comment
			ED	WA	DL			
10	001	557322 - DEF POWER SUPPLY EXP-RECS	ED	WA	DL	289,563.00		2016 WA REC Deferral Expense
20	001	186324 - MISC DEF DEBIT-WA REC 3	ED	WA	DL		289,563.00	2016 WA REC Deferred Liability
30	001	431016 - INTEREST EXPENSE ON REC DEFERRAL	ED	WA	DL	12,770.00		2016 WA REC Interest Expense Accrual
40	001	186324 - MISC DEF DEBIT-WA REC 3	ED	WA	DL		12,770.00	2016 WA REC Interest Liability Accrual
50	001	557324 - DEF POWER SUPPLY EXP-REC AMORT	ED	WA	DL	157,172.00		2012-2014 WA REC Deferral Amortization
60	001	186322 - MISC DEF DEBIT - WA REC 1	ED	WA	DL		157,172.00	2012-2014 WA REC Deferral Amortization
70	001	419600 - INTEREST ON ENERGY DEFERRALS	ED	WA	DL	17,457.00		2012-2014 WA REC Deferral Interest Exp Accrual
80	001	186322 - MISC DEF DEBIT - WA REC 1	ED	WA	DL		17,457.00	2012-2014 WA REC Deferral Interest Liability
90	001	186324 - MISC DEF DEBIT-WA REC 3	ED	WA	DL	36,414.12		July correction related to NSJ004
100	001	186322 - MISC DEF DEBIT - WA REC 1	ED	WA	DL		36,414.12	July correction related to NSJ004
		Totals:				513,376.12	513,376.12	

Explanation:

To account for the Washington REC Deferral per Washington UE-120436 and UE-120437.



 Prepared by Keri Meister



 Reviewed by

 Approved for Entry

 Corporate Accounting use Only

Date 10-6-16

 Date 10/6/16

 Date

 Date

Avista Corp. - Resource Accounting
 DJ475 - Washington REC (Current 2016 Deferral)

Interest will be accrued monthly and compounded semi-annually.

Interest is calculated using the prior month ending balance plus 1/2 month of current month charges times the current monthly interest rate

	201601-201606:	201607-201706:
Per rate order, REC rate is after tax cost of capital	6.340%	6.350%
The monthly rate is:	0.0052833	0.0052917

watch interest (+) Balance - int
 watch interest (+) Balance - int

Account 186324-ED-WA Tax rate 35.00%

Beginning Balance including interest 0

January	REC Deferral	(194,244)	
January	Interest		(513)
1/31/2016	Balance before interest	(194,244)	
February	REC Deferral	(263,626)	
February	Interest		(1,723)
2/29/2016	Balance before interest	(457,870)	
March	REC Deferral	(286,119)	
March	Interest		(3,175)
3/31/2016	Balance before interest	(743,989)	
April	REC Deferral	(380,759)	
April	Interest		(4,937)
4/30/2016	Balance before interest	(1,124,748)	
May	REC Deferral	(335,684)	
May	Interest		(6,829)
5/31/2016	Balance before interest	(1,460,432)	
June	REC Deferral	(311,436)	
June	Interest		(8,539)
6/30/2016	Balance before interest	(1,771,867)	
	Balance including Jan-Jun interest	(1,797,583)	
July	REC Deferral	(330,925)	
July	Interest		(10,388)
7/31/2016	Balance before interest	(2,128,508)	
August	REC Deferral	(249,281)	
August	Interest		(11,923)
8/31/2016	Balance before interest	(2,377,789)	
September	REC Deferral	(289,563)	
	July correction - move from 186322	36,414.12	
	Interest true ups July/August		386
September	Interest		(13,156)
9/30/2016	Balance before interest	(2,630,938)	

Semi-Annual Compounding

Updated interest rate per rate c

CALCULATIONS USED FOR CORRECTION RECORDED IN SEPTEMBER:

July	Balance including Jan-Jun interest	(1,797,583)	
July	REC Deferral	(330,925)	
	REC Deferral Adjustment -NSJ004	36,414.12	
July	Interest		(10,195)
7/31/2016	Balance before interest	(2,092,094)	
August	REC Deferral	(249,281)	
August	Interest		(11,730)
8/31/2016	Balance before interest	(2,341,375)	

In Jul'16 \$36,414.12 was debited to acct 186323 on NSJ004 for the annual "WA-1937 Compliance-Forgone ID REC Rev Adj". This amount was subsequently transferred along with the ending deferral balance from acct 186323 to acct 186322 to be amortized.

In Sept'16 we were informed from Rates that the \$36,414.12 debited to acct 186323 in July should have gone directly to acct 186324 as part of Current Deferral instead.

GL Balance	(2,377,789)	(22,311)
Update REC balance to include interest		(2,400,100)

186324.ED.WA GL Wand (2,400,100.00)

Difference -

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**Avista Corp. - Resource Accounting
 Washington REC Deferral Summary - DJ475**

REC REVENUE & EXPENSE	Debit	Credit	Entry
July Revenue			
186322		\$330,925	
557322	\$330,925		
July Expense			
186322	\$0		
557322		\$0	
July Total			
186322	\$0	\$330,925	\$330,925 Credit
557322	\$330,925	\$0	-\$330,925 Debit
<hr/>			
August Revenue			
186322		\$256,108	
557322	\$256,108		
August Expense			
186322	\$6,827		
557322		\$6,827	
August Total			
186322	\$6,827	\$256,108	\$249,281 Credit
557322	\$256,108	\$6,827	-\$249,281 Debit
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September Revenue			
186322		\$292,036 (1)	
557322	\$292,036		
September Expense			
186322	\$2,473 (2)		
557322		\$2,473	
September Total			
186322	\$2,473	\$292,036	\$289,563 Credit (A)
557322	\$292,036	\$2,473	-\$289,563 Debit



Avista Corp. - Resource Accounting
 DJ 475 - Washington REC Deferral
 2016 REC Revenue Deferral Calculation
 Per UE-120436 and UG-120437 Order 14

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	201601	201602	201603	201604	201605	201606	201607	201608	201609	201610	201611	201612	Total
Actual													
Source													
458016-ED-AN	(301,068)	(405,644)	(440,748)	(585,665)	(514,932)	(477,735)	(507,631)	(392,864)	(447,977)	-	-	-	\$ (4,074,264)
Non WA EIA - Voluntary REC Revenue													
WA EIA937 Requirement (EWEB) - PGE Rev													
Sacramento Municipal Utility District (SMUD) - REC Rev													
From Nucleus													
Total	\$ (301,068)	\$ (405,644)	\$ (440,748)	\$ (585,665)	\$ (514,932)	\$ (477,735)	\$ (507,631)	\$ (392,864)	\$ (447,977)	\$ -	\$ -	\$ -	\$ (4,074,264)
Authorized - System													
Non WA EIA - Voluntary REC Revenue													\$ -
WA EIA937 Requirement (EWEB) - PGE Revenue													\$ -
Sacramento Municipal Utility District (SMUD) - REC Rev													\$ -
Total Authorized	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Difference													
Non WA EIA - Voluntary REC Revenue	(301,068)	(405,644)	(440,748)	(585,665)	(514,932)	(477,735)	(507,631)	(392,864)	(447,977)	-	-	-	\$ (4,074,264)
WA EIA937 Requirement (EWEB) - PGE Revenue													\$ -
Sacramento Municipal Utility District (SMUD) - REC Rev													\$ -
Total (+) = Surcharge	\$ (301,068)	\$ (405,644)	\$ (440,748)	\$ (585,665)	\$ (514,932)	\$ (477,735)	\$ (507,631)	\$ (392,864)	\$ (447,977)	\$ -	\$ -	\$ -	\$ (4,074,264)
WA Share of Difference													
Non WA EIA - Voluntary (65.19%)	(196,266)	(264,439)	(287,324)	(381,765)	(335,664)	(311,436)	(330,925)	(256,108)	(292,036)	-	-	-	\$ (2,856,012)
WA EIA937 Requirement (EWEB) - PGE Rev (100%)													\$ -
SMUD (65.19%)													\$ -
Total - 100% Surcharge (+) or Rebate (-)	\$ (196,266)	\$ (264,439)	\$ (287,324)	\$ (381,765)	\$ (335,664)	\$ (311,436)	\$ (330,925)	\$ (256,108)	\$ (292,036)	\$ -	\$ -	\$ -	\$ (2,856,012)

	Credit	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit
Accounting Entries													
196322-ED-WA													
557322-ED-WA													

Avista Corp. - Resource Accounting
 DJ 475 - Washington REC Deferral
 2016 REC Expense Deferral Calculation
 Per UE-120436 and UG-120437 Order 14

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Actual	201601	201602	201603	201604	201605	201606	201607	201608	201609	201610	201611	201612	Total
Source													
Other Non WA EIA - Voluntary REC Expense													
57160-ED-AN													
Other Non WA EIA - Voluntary REC Broker Fee Exp	3,102	1,247	1,849	1,590	-	-	-	10,472	3,794	-	-	-	\$ 22,053
57171-ED-AN	\$ 3,102	\$ 1,247	\$ 1,849	\$ 1,590	\$ -	\$ -	\$ -	\$ 10,472	\$ 3,794	\$ -	\$ -	\$ -	\$ 22,053
Total Other Non WA EIA REC Expenses													
Authorized - Systems													
Other Non WA EIA - Voluntary REC Expense													\$ -
Total Authorized	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Difference													
Other Non WA EIA - Voluntary REC Expense	3,102	1,247	1,849	1,590	-	-	-	10,472	3,794	-	-	-	\$ 22,053
Total	\$ 3,102	\$ 1,247	\$ 1,849	\$ 1,590	\$ -	\$ -	\$ -	\$ 10,472	\$ 3,794	\$ -	\$ -	\$ -	\$ 22,053
WA Share of Difference													
Non WA EIA - Voluntary (65.19%)	2,022	813	1,205	1,036	-	-	-	6,827	2,473	-	-	-	\$ 14,376
Total - 100% Surcharge (+) or Rebata (-)	\$ 2,022	\$ 813	\$ 1,205	\$ 1,036	\$ -	\$ -	\$ -	\$ 6,827	\$ 2,473	\$ -	\$ -	\$ -	\$ 14,376
Accounting Entries													
186322-ED-WA	Debit	Debit	Debit	Debit				Debit	Debit				
57322-ED-WA	Credit	Credit	Credit	Credit				Credit	Credit				

Avista Corp. - Resource Accounting
 DJ475 - Washington REC Deferral (Current Amortization)

Interest will be accrued monthly and compounded semi-annually.
 Interest is calculated using the prior month ending balance plus 1/2 month of current month charges times the current monthly interest rate

	201501-201606:	201607-201706:
Rate order, REC rate is after tax cost of capital	6.340%	6.360%
The monthly rate is:	0.0052833	0.0052917

watch interest (-) Bal
 watch interest (-) Bal
 watch interest (-) Bal

Account 186322-ED-WA		36.00% Tax rate	Currently Amortization of 2012-2014 activity, Amortized over 18 months (Jan '15-June '16)
Balance including Jul-Dec Interest		2,038,919	Semi-Annual Compounding
January	REC Amortization	665,256	
January	Interest		12,265
1/31/2016	Balance before interest	2,604,175	
February	REC Amortization	491,135	
February	Interest		15,056
2/29/2016	Balance before interest	3,095,310	
March	REC Amortization	452,878	
March	Interest		17,550
3/31/2016	Balance before interest	3,548,188	
April	REC Amortization	422,754	
April	Interest		19,863
4/30/2016	Balance before interest	3,970,942	
May	REC Amortization	417,810	
May	Interest		22,083
5/31/2016	Balance before interest	4,388,752	
June	REC Amortization	393,767	
June	Interest		24,227
6/30/2016	Balance before interest	4,782,519	Semi-Annual Compounding
Balance including Jan-Jun Interest		4,893,563	
July	REC Amortization	323,100	
July	Xfer from acct 186323 Deferral	(2,050,047.01)	
July	Interest		15,902 Updated interest rate per rate order
7/31/2016	Balance before interest	3,166,616	
August	REC Amortization	163,180	
August	Interest		17,189
8/31/2016	Balance before interest	3,329,796	
September	REC Amortization	167,172	
September	July correction - move to 186324	(36,414.12)	
September	Interest true ups July/August		(396)
9/30/2016	Balance before interest	3,450,554	

CALCULATIONS USED FOR CORRECTION RECORDED IN SEPTEMBER:

Balance including Jan-Jun Interest		4,893,563
July	REC Amortization	323,100
July	Xfer from acct 186323 Deferral	(2,086,461.13) **
July	Interest	15,709
7/31/2016	Balance before interest	3,130,202
August	REC Amortization	163,180
August	Interest	16,996
8/31/2016	Balance before interest	3,293,382

In Jul'16 \$36,414.12 was debited to acct 186323 on NSJ004 for the annual "WA-1937 Compliance-Foregone ID REC Rev Adj". This amount was subsequently transferred along with the ending deferral balance from acct 186323 to acct 186322 to be amortized.

In Sept'16 we were informed from Rates that the \$36,414.12 debited to acct 186323 in July should have gone directly to acct 186324 as part of Current Deferral instead. Therefore, amount that should have been transferred to 186322 in July:

2,050,047.01
36,414.12
2,086,461.13 **

GL Balance	3,329,796	33,097
Update REC balance to include interest		3,362,887

186322.ED.WA GL Wand 3,362,887 10
 Difference (0.10)

Electric Revenue Report by Revenue Class Current Month and Year-to-Date for Accounting Period : 201609 , State Code : WA , Billing Determinant : RIDER 98

Accounting Period: 201609 ✓ State Code: WA Billing Determinant: RIDER 98

Rate Schedule Desc	Meters	Usage	Revenue Amt	YTD Average Meters	Ytd Usage	Ytd Revenue Amt
0001 - RESIDENTIAL	0	0	\$ (61,663)	0	0	-1,480,645
0002 - RESIDENTIAL DISCOUNT	0	0	\$ (147)	0	0	-3,324
0011 - GENERAL SERVICE	0	0	\$ (17,504)	0	0	-359,995
0012 - RESID&FARM-GEN SERV	0	0	\$ (1,475)	0	0	-36,772
0021 - LARGE GENERAL SERV	0	0	\$ (44,093)	0	0	-888,595
0022 - RESID&FRM-LGE GEN SE	0	0	\$ (934)	0	0	-21,263
0025 - EXTRA LGE GEN SERV	0	0	\$ (29,255)	0	0	-658,891
0030 - PUMPING SERV-SPECIAL	0	0	\$ (1,822)	0	0	-15,501
0031 - PUMPING SERVICE	0	0	\$ (6,706)	0	0	-69,245
0032 - PUMPING SVC RES&FRM	0	0	\$ (603)	0	0	-5,371
0041 - CO OWNED ST LIGHTS	0	0	\$ (3)	0	0	-55
0042 - CO OWND ST LTS SO VA	0	0	\$ (303)	0	0	-7,782
0044 - CST OWND ST LT SO VA	0	0	\$ (9)	0	0	-197
0045 - CUST OWND ST LT ENGY	0	0	\$ (21)	0	0	-437
0046 - CUST OWND ST LT S V	0	0	\$ (36)	0	0	-777
0047 - AREA LIGHT-COM&INDUS	0	0	\$ (160)	0	0	-3,525
0048 - AREA LGHT-FARM&RESID	0	0	\$ (79)	0	0	-1,863
Total RIDER 98	0	0	\$ (164,813)	0	0	-3,554,237
Total RIDER 98	0	0	\$ (164,813)	0	0	-3,554,237
Total RIDER 98	0	0	\$ (164,813)	0	0	-3,554,237

Conversion Factor 0.953638
 Amort Expense \$ (157,172.04)

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