

Avista Utilities

**Six-Month Report on Conservation Acquisition, comparing budgeted
to actual kWh and expenditures.**

August 15, 2011

Actual utility expenditures, Jan 1 - Jun 30, 2011	\$	6,651,936 ¹
Budgeted utility expenditures, Jan 1 - Jun 30, 2011	\$	7,539,340
Variance \$: favorable, (unfavorable)	\$	887,404
Variance %: favorable, - unfavorable		11.8%
Actual utility I-937-applicable acquisition, Jan 1 - Jun 30, 2011		24,484 ²
Forecasted utility I-937-applicable acquisition, Jan 1 - Jun 30, 2011		33,650 ³
Variance \$: favorable, (unfavorable)		(9,166)
Variance %: favorable, - unfavorable		-27.2%

¹ This is based upon the Avista DSM business plan.

² mWh's, local acquisition only (electric-efficiency and E->G conversions) only, Avista won't receive our claim to NEEA's results until early 2012.

³ mWh's This amount is 50% of the amount that we have defined as being necessary within 2011 to achieve our 2010-2011 I-937 target.