

AVISTA UTILITIES
CALCULATION OF CONVERSION FACTOR: WASHINGTON GAS
TWELVE MONTHS ENDED DECEMBER 31, 2019

Workpaper Ref. CF WA Gas

Revenues		1.000000
Expense:		
Uncollectibles (1)		0.003326
Commission Fees (2)		0.002000
Washington Excise Tax (3)		0.038392
Total Expense		<u>0.043718</u>
Net Operating Income Before FIT		0.956282
Federal Income Tax @	21.00% Shared Inputs	0.200819
REVENUE CONVERSION FACTOR		<u>0.755463</u>

NOTES:

(1) Calculation of Effective Uncollectible Rate:

Net Write-Offs *	C-UE-1	491,374	
Divided by:			
Sales to Ultimate Customers + Transport **	Shared Inputs	<u>147,734,982</u>	
EFFECTIVE RATE			<u>0.003326</u>

* From Uncollectible Adjustment Workpapers.

** From Results of Operations Report G-OPS-12A.

(2) WUTC fees rate per Regulatory Fee Calculation Schedule, Annual Report Year 2020 dated 04/21/2020

(3) Calculation of Effective Washington Excise Tax :

Nominal Rate *		0.038520	
Multiplied by			
Uncollectibles Factor:			
Revenue		1.000000	
Less: Effective Uncoll Rate		<u>0.003326</u>	0.996674
EFFECTIVE RATE			<u>0.038392</u>

* From Combined Excise Tax Return.

Prep by: _____ 1st Review: _____