

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

DOCKET NO. UG-15 _____

EXHIBIT NO. ____ (PDE-7)

PATRICK D. EHRBAR

REPRESENTING AVISTA CORPORATION

**AVISTA UTILITIES
WASHINGTON NATURAL GAS
PROPOSED INCREASE BY SERVICE SCHEDULE
12 MONTHS ENDED SEPTEMBER 30, 2014
(000s of Dollars)**

| Line No. | Type of Service | Schedule Number | Base Tariff Revenue Under Present Rates(1) | Proposed General Increase | Base Tariff Revenue Under Proposed Rates | Base Tariff Increase Percent | Total Billed Revenue at Present Rates (2) | Proposed General Increase | Percent Increase on Billed Revenue |
|----------|--|-----------------|--|---------------------------|--|------------------------------|---|---------------------------|------------------------------------|
| (a) | (b) | (c) | (d) | (e) | (f) | (g) | (h) | (i) | |
| 1 | General Service | 101 | \$123,590 | \$9,855 | \$133,445 | 8.0% | \$126,234 | \$9,855 | 7.8% |
| 2 | Large General Service | 111/112 | \$38,270 | \$1,439 | \$39,709 | 3.8% | \$39,285 | \$1,439 | 3.7% |
| 3 | Large General Svc.-High Annual Load Factor | 121/122 | \$4,136 | \$110 | \$4,246 | 2.7% | \$4,345 | \$110 | 2.5% |
| 4 | Interruptible Service | 131/132 | \$734 | \$26 | \$760 | 3.5% | \$762 | \$26 | 3.4% |
| 5 | Transportation Service | 146 | \$2,577 | \$591 | \$3,168 | 22.9% | \$2,576 | \$591 | 22.9% |
| 6 | Special Contracts | 148 | <u>\$1,607</u> | <u>\$0</u> | <u>\$1,607</u> | 0.0% | <u>\$1,607</u> | <u>\$0</u> | 0.0% |
| 7 | Total | | \$170,914 | \$12,021 | \$182,935 | 7.0% | \$174,809 | \$12,021 | 6.9% |

(1) Includes Purchase Adjustment Schedule 150; excludes all other rate adjustments.

(2) Includes Schedule 150 (Purchase Gas Cost Adjustment), Schedule 155 (Gas Rate Adjustment), Schedule 191 (DSM Adjustment) and Schedule 192 (LIRAP Adjustment).

**AVISTA UTILITIES
WASHINGTON NATURAL GAS
PRESENT & PROPOSED RATES OF RETURN BY RATE SCHEDULE
12 MONTHS ENDED SEPTEMBER 30, 2014**

| <u>Line No.</u> | <u>Type of Service</u> (a) | <u>Sch. Number</u> (b) | <u>Present Rates</u> | | Base Tariff Proposed Increase (e) | <u>Proposed Rates</u> | |
|-----------------|---|---------------------------|--------------------------------------|------------------------------------|---|---------------------------------------|-------------------------------------|
| | | | <u>Present Rate of Return</u> (c) | <u>Present Relative ROR</u> (d) | | <u>Proposed Rate of Return</u> (f) | <u>Proposed Relative ROR</u> (g) |
| 1 | General Service | 101 | 4.01% | 0.83 | 7.97% | 6.64% | 0.89 |
| 2 | Large General Service | 111 | 8.89% | 1.83 | 3.76% | 11.38% | 1.53 |
| 3 | Large General Svc.-High Annual Load Factor | 121 | 9.23% | 1.90 | 2.67% | 11.42% | 1.53 |
| 4 | Interruptible Service | 131 | 7.48% | 1.54 | 3.54% | 9.92% | 1.33 |
| 5 | Transportation Service | 146 | 4.01% | 0.83 | 22.92% | 6.68% | 0.90 |
| 6 | Total | | 4.85% | 1.00 | 7.10% | 7.46% | 1.00 |

**AVISTA UTILITIES
WASHINGTON NATURAL GAS
PRESENT AND PROPOSED RATE COMPONENTS BY SCHEDULE**

Exhibit No. __ (PDE-7)

| Type of Service (a) | Base Rate (b) | Sch. 150 PGA Rate Adj (c) | Base Rate including Schedule 150 (d) | Present Billing Rate Adj. (e) | Present Billing Rate (1) (f) | General Rate Increase (g) | Proposed Billing Rate(1) (h) | Proposed Base Rate including Schedule 150 (i) | Proposed Base Rate excluding Schedule 150 (j) |
|--|---------------------|------------------------------------|---|--|------------------------------------|------------------------------------|---------------------------------------|---|---|
| <u>General Service - Schedule 101</u> | | | | | | | | | |
| Basic Charge | | | \$9.00 | | \$9.00 | \$3.00 | \$12.00 | \$12.00 | \$12.00 |
| Usage Charge: | | | | | | | | | |
| First 70 Therms | 0.32120 | 0.52688 | \$0.84808 | \$0.02190 | \$0.86998 | \$0.03543 | \$0.90541 | \$0.88351 | \$0.35663 |
| All over 70 Therms | 0.42733 | 0.52688 | \$0.95421 | \$0.02190 | \$0.97611 | \$0.03987 | \$1.01598 | \$0.99408 | \$0.46720 |
| <u>Large General Service - Schedule 111</u> | | | | | | | | | |
| Usage Charge: | | | | | | | | | |
| First 200 therms | 0.43520 | 0.52455 | \$0.95975 | \$0.02134 | \$0.98109 | \$0.05330 | \$1.03439 | \$1.01305 | \$0.48850 |
| 200 - 1,000 therms | 0.30379 | 0.52455 | \$0.82834 | \$0.02134 | \$0.84968 | \$0.02813 | \$0.87781 | \$0.85647 | \$0.33192 |
| All over 1,000 therms | 0.22698 | 0.52455 | \$0.75153 | \$0.02134 | \$0.77287 | \$0.02552 | \$0.79839 | \$0.77705 | \$0.25250 |
| Minimum Charge: | | | | | | | | | |
| per month | | | \$87.04 | | \$87.04 | \$10.66 | \$97.70 | \$97.70 | \$97.70 |
| per therm | | 0.52455 | \$0.52455 | \$0.02134 | \$0.54589 | | \$0.54589 | \$0.52455 | \$0.00000 |
| <u>High Annual Load Factor Large General Service - Schedule 121</u> | | | | | | | | | |
| Usage Charge: | | | | | | | | | |
| First 500 therms | 0.43048 | 0.50545 | \$0.93593 | \$0.03768 | \$0.97361 | \$0.04524 | \$1.01885 | \$0.98117 | \$0.47572 |
| 500 - 1,000 therms | 0.32226 | 0.50545 | \$0.82771 | \$0.03768 | \$0.86539 | \$0.02136 | \$0.88675 | \$0.84907 | \$0.34362 |
| 1,000 - 10,000 therms | 0.24344 | 0.50545 | \$0.74889 | \$0.03768 | \$0.78657 | \$0.01933 | \$0.80590 | \$0.76822 | \$0.26277 |
| 10,000 - 25,000 therms | 0.19395 | 0.50545 | \$0.69940 | \$0.03768 | \$0.73708 | \$0.01805 | \$0.75513 | \$0.71745 | \$0.21200 |
| All over 25,000 therms | 0.12272 | 0.50545 | \$0.62817 | \$0.03768 | \$0.66585 | \$0.01621 | \$0.68206 | \$0.64438 | \$0.13893 |
| Minimum Charge: | | | | | | | | | |
| per month | | | \$215.24 | | \$215.24 | \$22.62 | \$237.86 | \$237.86 | \$237.86 |
| per therm | | 0.50545 | \$0.50545 | \$0.03768 | \$0.54313 | | \$0.54313 | \$0.50545 | \$0.00000 |
| Annual Minimum per therm | | | Present: | \$0.33816 | | | Proposed: | \$0.36519 | \$0.36519 |
| <u>Interruptible Service - Schedule 132</u> | | | | | | | | | |
| Usage Charge: | | | | | | | | | |
| First 10,000 therms | 0.22554 | 0.47627 | \$0.70181 | \$0.02487 | \$0.72668 | \$0.03017 | \$0.75685 | \$0.73198 | \$0.25571 |
| 10,000 - 25,000 therms | 0.17798 | 0.47627 | \$0.65425 | \$0.02487 | \$0.67912 | \$0.02813 | \$0.70725 | \$0.68238 | \$0.20611 |
| 25,000 - 50,000 therms | 0.16631 | 0.47627 | \$0.64258 | \$0.02487 | \$0.66745 | \$0.02763 | \$0.69508 | \$0.67021 | \$0.19394 |
| All over 50,000 therms | 0.16244 | 0.47627 | \$0.63871 | \$0.02487 | \$0.66358 | | \$0.66358 | \$0.63871 | \$0.16244 |
| Annual Minimum per therm | | | Present: | \$0.24776 | | | Proposed: | \$0.27935 | \$0.27935 |
| <u>Transportation Service - Schedule 146</u> | | | | | | | | | |
| Basic Charge | | | \$500.00 | | \$500.00 | \$25.00 | \$525.00 | \$525.00 | \$525.00 |
| Usage Charge: | | | | | | | | | |
| First 20,000 therms | 0.08715 | 0.00056 | \$0.08771 | (\$0.00004) | \$0.08767 | \$0.02163 | \$0.10930 | \$0.10934 | \$0.10878 |
| 20,000 - 50,000 therms | 0.07753 | 0.00056 | \$0.07809 | (\$0.00004) | \$0.07805 | \$0.01925 | \$0.09730 | \$0.09734 | \$0.09678 |
| 50,000 - 300,000 therms | 0.06990 | 0.00056 | \$0.07046 | (\$0.00004) | \$0.07042 | \$0.01737 | \$0.08779 | \$0.08783 | \$0.08727 |
| 300,000 - 500,000 therms | 0.06464 | 0.00056 | \$0.06520 | (\$0.00004) | \$0.06516 | \$0.01608 | \$0.08124 | \$0.08128 | \$0.08072 |
| All over 500,000 therms | 0.04856 | 0.00056 | \$0.04912 | (\$0.00004) | \$0.04908 | \$0.01211 | \$0.06119 | \$0.06123 | \$0.06067 |
| Annual Minimum per therm | | | Present: | \$0.07809 | | | Proposed: | \$0.09734 | \$0.09734 |

(1) Includes Schedule 150 (Purchase Gas Cost Adjustment), Schedule 155 (Gas Rate Adjustment), Schedule 191 (DSM Adjustment) and Schedule 192 (LIRAP Adjustment).