

AVISTA UTILITIES  
 Washington - Gas  
 Approved Decoupling Mechanism  
 2007 compared to 2004 Test Year  
 Adjusted for Actual New Customer Usage  
 1st Year Pilot Period Jan - Jun 2007

	2007 January	2007 February	2007 March	2007 April	2007 May	2007 June	2007 YTD Total
<b>2007 Actual</b>							
<b>Schedule 101</b>							
Schedule 101 Billed Therms	21,292,599	21,234,566	14,472,322				56,999,487
Deduct New Customer Usage(1)	(1,620,408)	(1,565,117)	(1,001,608)				(4,187,133)
Deduct Prior Month Unbilled Therms	(11,318,911)	(12,417,092)	(8,476,763)				(32,212,767)
Add Current Month Unbilled Therms	12,417,092	8,476,763	6,557,935				27,451,791
Add Weather Adjustment	(1,160,271)	817,052	1,664,981				1,321,762
Weather Adj Calendar Therms	19,610,101	16,546,172	13,216,866				49,373,140
Weather Adj Calendar Therms	19,610,101	16,546,172	13,216,866				49,373,140
Less Test Year Therms	20,224,840	16,393,848	14,157,246				65,886,492
Therm Difference	(614,739)	152,327	(940,379)				(1,402,791)
Times Current Margin Rate per Therm	0.20595	0.20595	0.20595				0.20595
Revenue Excess (Shortfall)	(\$126,606)	\$31,372	(\$193,671)				(\$288,905)
90% Limitation	90%	90%	90%				90%
Deferred Revenue Account Entry	<b>(\$113,945)</b>	<b>\$28,235</b>	<b>(\$174,304)</b>				<b>(\$260,014)</b>
407328 or (407428)							

(1) Per monthly reports - current month usage for new services opened since that month of the test year (2004)

	Dec-06	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jun-07
<b>Unbilled Calculation</b>								
Unbilled DDH	689.9	760.6	508.0	386.3	-	-	-	-
Unbilled Factor	62.23%	59.45%	59.81%	59.25%	62.20%	62.08%	61.25%	61.25%
<b>Sch. 101</b>								
2004 Baseload	7	7	7	7	7	7	7	7
Sensitivity	0.11	0.11	0.11	0.11	0.11	0.11	0.11	0.11
Res 101	9,458,811	10,370,671	7,098,803	5,512,301	514,582	513,541	506,821	506,821
Com 101	1,832,603	2,016,429	1,358,145	1,030,566	-	-	-	-
Ind 101	27,497	29,992	19,816	15,069	-	-	-	-
	11,318,911	12,417,092	8,476,763	6,557,935	514,582	513,541	506,821	506,821

	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	YTD Total
<b>Weather Adjustment Calculation</b>							
Normal DDH	1,169	916	790	557	338	149	3,919
Actual DDH	1,243	864	684	557	338	149	3,835
Normal - Actual DDH	(74)	52	106	-	-	-	84
<b>Sch. 101</b>							
2004 Baseload	7	7	7	7	7	7	7
Sensitivity	0.11	0.11	0.11	0.11	0.11	0.11	0.11
Res 101	(961,171)	676,001	1,378,060	-	-	-	1,092,890
Com 101	(196,182)	139,023	282,795	-	-	-	225,626
Ind 101	(2,918)	2,028	4,135	-	-	-	3,245
	(1,160,271)	817,052	1,664,981	-	-	-	1,321,762

Test Year	Number of Customers by Class	Dec-03	Jan-04	Feb-04	Mar-04	Apr-04	May-04	Jun-04
101	01 RESIDENTIAL	117,874	118,080	118,182	118,187	118,186	118,175	118,209
	21 FIRM COMMERCIAL	10,668	10,647	10,737	10,714	10,698	10,735	10,742
	31 FIRM-MISCELLANEOUS INDI	94	93	92	92	92	93	90
	80 INTERDEPARTMENT REVENUE		20	20	20	20	20	20
Total 101		128,636	128,840	129,031	129,013	128,996	129,023	129,061

GL Account Balance Ferc Account : '186328', Accounting Period : '200701, 200702, 200703'

Ferc Acct:186328 Ferc Acct Desc:REG ASSET-DECOUPLING DEFERRED Service:GD Jurisdiction:WA

Accounting Period	Beginning Balance	Monthly Activity	Ending Balance
200702	0.00	85,710.00	85,710.00
200703	85,710.00	174,304.00	260,014.00
		<b>Sum: 260,014.00</b>	

GL Account Balance Ferc Account : '283328' , Accounting Period : '200701, 200702, 200703'

Ferc Acct:'283328' Ferc Acct Desc:ADFIT DECOUPLING DEFERRED REV Service:GD Jurisdiction:WA

Accounting Period	Beginning Balance	Monthly Activity	Ending Balance
200702	0.00	-29,999.00	-29,999.00
200703	-29,999.00	-61,006.00	-91,005.00
<b>Sum:</b>		<b>-91,005.00</b>	