

**BEFORE THE WASHINGTON
UTILITIES & TRANSPORTATION COMMISSION**

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,

Complainant,

v.

AVISTA CORPORATION d/b/a AVISTA UTILITIES,

Respondent.

DOCKET NOS. UE-190334 and UG-190335, UE-190222 (*Consolidated*)

ANDREA C. CRANE

ON BEHALF OF PUBLIC COUNSEL

EXHIBIT ACC-8

Summary of Recommended Washington Gas Revenue Requirement

Adjustments

October 3, 2019

AVISTA UTILITIES

SUMMARY OF RECOMMENDED GAS ADJUSTMENTS (\$000)

	Recommendation	Company	Difference
1 Deferred FIT Rate Base (1.01)*	(\$105)	(\$115)	\$10
2 Remove AMI Rate Base (1.04)*	(511)	(558)	47
3 Injuries and Damages Expense (2.05)	3	56	(53)
4 Restate Incentives Expense (2.13)	(735)	(75)	(660)
5 Restate Debt Interest (2.14)*	175	330	(155)
6 Restate 2018 AMA Rate Base to EOP (2.15)*	4,373	4,627	(254)
7 Labor - Non Executive Expense (3.03)	525	764	(239)
8 Labor- Executive Expense (3.04)	28	107	(79)
9 Employee Benefits Expense (3.05)	338	837	(499)
10 Insurance Expense (3.06)	(45)	12	(57)
11 IS/IT Expense (3.07)	252	609	(357)
12 Property Tax Expense (3.08)	222	498	(276)
13 Capital Additions (3.10)	0	4,031	(4,031)
14 Capital Addition Offsets (3.11)	0	(15)	15
15 Results of Operation*	(460)	2,126	(2,586)
16 Total Adjustments	\$4,060	\$13,234	(\$9,174)
17 Company Claim			<u>12,935</u>
18 Recommendation			<u>\$3,761</u>

* Difference due to different costs of equity and capital structure