

AVISTA UTILITIES
GAS ADJUSTMENT SUMMARY
TWELVE MONTHS ENDED DECEMBER 31, 1998
(000'S OF DOLLARS)

PRO FORMA
PROPERTY TAX ADJUSTMENT
GAS

Line No.	Description	System	Washington	Idaho
	REVENUES			
1	Total General Business			
2	Total Transportation			
3	Other Revenues			
4	Total Gas Revenues	0	0	0
	EXPENSES			
5	Exploration & Development			
	Production			
6	City Gate Purchases			
7	Purchased Gas Expense			
8	Net Nat. Gas Storage Trans			
9	Total Production	0	0	0
	Underground Storage			
10	Operating Expenses			
11	Depreciation			
12	Taxes	(2)	(2)	0
13	Total Underground Storage	(2)	(2)	0
	Distribution			
14	Operating Expenses			
15	Depreciation			
16	Taxes	(20)	(20)	0
17	Total Distribution	(20)	(20)	0
18	Customer Accounting			
19	Customer Service & Information			
20	Sales			
	Administrative and General			
21	Operating Expenses			
22	Depreciation			
23	Taxes	0	0	0
24	Total Admin. & General	0	0	0
25	Total Gas Expense	(22)	(22)	0
26	Operating Income before FIT	22	22	0
	Federal Income Taxes			
27	Current Accrual (at 35%)	8	8	0
28	Amort ITC			
29	Deferred FIT			
30	NET OPERATING INCOME	\$14	\$14	\$0
	RATE BASE			
	PLANT IN SERVICE			
31	Underground Storage			
32	Distribution Plant			
33	General Plant			
34	Total Plant in Service	0	0	0
	ACCUMULATED DEPRECIATION			
35	Underground Storage			
36	Distribution Plant			
37	General Plant			
38	Total Accum. Depreciation	0	0	0
39	DEFERRED TAXES			
40	GAS INVENTORY			
41	GAIN ON SALE OF BUILDING			
42	TOTAL RATE BASE	\$0	\$0	\$0

AVISTA UTILITIES
 CALCULATION OF IDAHO STATE INCOME TAX
 TWELVE MONTHS ENDED DECEMBER 31, 1998
 (000's OF DOLLARS)

PRO FORMA
 PROPERTY TAX ADJUSTMENT
 GAS

Line No.	Description	Idaho
	REVENUES	
1	Total General Business	\$0
2	Total Transportation	0
3	Other Revenues	0
4	Total Gas Revenues	0
	EXPENSES	
5	Exploration & Development Production	0
6	City Gate Purchases	0
7	Purchased Gas Expense	0
8	Net Nat. Gas Storage Trans	0
9	Total Production	0
	Underground Storage	
10	Operating Expenses	0
11	Depreciation	0
12	Taxes	0
13	Total Underground Storage	0
	Distribution	
14	Operating Expenses	0
15	Depreciation	0
16	Taxes	0
17	Total Distribution	0
18	Customer Accounting	0
19	Customer Service & Information	0
20	Sales	0
	Administrative and General	
21	Operating Expenses	0
22	Depreciation	0
23	Taxes	0
24	Total Admin. & General	0
25	Total Gas Expense	0
26	Operating Income before FIT and SIT	0
27	Idaho State Income Tax	\$0
	Adjusted Rate of	0.014685