

**Exh. AIW-2
Dockets UE-200900, UG-200901,
UE-200894
Witness: Amy I. White**

**BEFORE THE WASHINGTON
UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

**AVISTA CORPORATION, d/b/a
AVISTA UTILITIES,**

Respondent.

**DOCKETS UE-200900, UG-200901,
UE-200894 (*Consolidated*)**

**EXHIBIT TO
TESTIMONY OF**

Amy I. White

**STAFF OF
WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION**

***Staff's Calculation of Adjustments 1.04 E-AMI and 1.04 G-AMI,
Remove AMI Rate Base***

April 21, 2021

AVISTA UTILITIES
STAFF'S RECALCULATION OF REVENUE REQUIREMENT RELATED TO RESTATING ADJUSTMENT 1.04, REMOVE AMI RATE BASE (ELECTRIC)
TWELVE MONTHS ENDED DECEMBER 31, 2019
(000'S OF DOLLARS)

Col.	A	B	C	D	E		F		G	H
					As filed	Staff	As filed	Staff		
Line No.	DESCRIPTION				Remove AMI Rate Base	Remove AMI Rate Base	Difference			
	Adjustment Number				1.04	1.04	E-AMI			
	REVENUES									
1	Total General Business				\$0	\$0			\$0	
2	Interdepartmental Sales				-	-				
3	Sales for Resale				-	-				
4	Total Sales of Electricity				-	-				
5	Other Revenue				-	-				
6	Total Electric Revenue				-	-				
	EXPENSES									
	Production and Transmission									
7	Operating Expenses				-	-				
8	Purchased Power				-	-				
9	Depreciation/Amortization				-	-				
10	Regulatory Amortization				-	-				
11	Taxes				-	-				
12	Total Production & Transmission				-	-				
	Distribution									
13	Operating Expenses				-	-				
14	Depreciation/Amortization				-	-				
	Regulatory Amortization									
15	Taxes				-	-				
16	Total Distribution				-	-				
17	Customer Accounting				-	-				
18	Customer Service & Information				-	-				
19	Sales Expenses				-	-				
	Administrative & General									
20	Operating Expenses				-	-				
21	Depreciation/Amortization				-	-				
22	Regulatory Deferrals/Amortization				-	-				
23	Taxes				-	-				
24	Total Admin. & General				-	-				
25	Total Electric Expenses				-	-				
26	OPERATING INCOME BEFORE FIT				-	-				
	FEDERAL INCOME TAX									
27	Current Accrual				-	-				
28	Debt Interest				251	260			\$9	
29	Deferred Income Taxes				-	-				
30	Amortized ITC - Noxon				-	-				
31	NET OPERATING INCOME				(\$251)	(\$260)			(\$9)	
	RATE BASE									
	PLANT IN SERVICE									
32	Intangible				(\$30,225)	(\$30,225)			\$0	
33	Production				-	-				
34	Transmission				-	-				
35	Distribution				(19,146)	(19,146)			\$0	
36	General				(8,297)	(8,297)			\$0	
37	Total Plant in Service				(57,668)	(57,668)			\$0	
	ACCUMULATED DEPRECIATION/AMORT									
38	Intangible				4,432	4,432			\$0	
39	Production				-	-				
40	Transmission				-	-				
41	Distribution				546	546			\$0	
42	General				1,200	1,200			\$0	
43	Total Accumulated Depreciation				6,178	6,178			\$0	
44	NET PLANT				(51,490)	(51,490)			\$0	
45	DEFERRED TAXES				3,384	3,384			\$0	
46	Net Plant After DFT				(48,106)	(48,106)			\$0	
47	DEFERRED DEBITS AND CREDITS & OTHER				(182)	(182)			\$0	
48	WORKING CAPITAL				-	-				
49	TOTAL RATE BASE				(\$48,288)	(\$48,288)			\$0	
50	RATE OF RETURN									
51	REVENUE REQUIREMENT				(4,418)	(4,176)			\$242	
	NOI Requirement									
	Revenue Requirement				(3,337)	(3,154)			\$182	
	Revenue Requirement				(4,418)	(4,176)			\$242	
	Company Staff									
	Rate of return				7.430%	7.070%				
	Revenue Conversion Factor				75.529%	75.529%				
	Cost of Debt				2.480%	2.560%				

AVISTA UTILITIES
STAFF'S RECALCULATION OF REVENUE REQUIREMENT RELATED TO RESTATING ADJUSTMENT 1.04, REMOVE AMI RATE BASE (NATURAL
TWELVE MONTHS ENDED DECEMBER 31, 2019
(000'S OF DOLLARS)

Col.	A	B	C	D	E	F	G	H
Line No.	DESCRIPTION	Company		Staff		Difference		
		Remove AMI Rate Base	1.04 G-AMI	Remove AMI Rate Base	1.04 G-AMI			
	Adjustment Number							
	Workpaper Reference							
	REVENUES							
1	Total General Business			\$ -	\$ -			
2	Interdepartmental Sales			-	-			
3	Sales for Resale			-	-			
4	Total Sales of Electricity			-	-			
5	Other Revenue			-	-			
6	Total Electric Revenue			-	-			
	EXPENSES							
	Production and Transmission							
7	Operating Expenses			-	-			
8	Purchased Power			-	-			
9	Depreciation/Amortization			-	-			
10	Regulatory Amortization			-	-			
11	Taxes			-	-			
12	Total Production & Transmission			-	-			
	Distribution							
13	Operating Expenses			-	-			
14	Depreciation/Amortization			-	-			
	Regulatory Amortization			-	-			
15	Taxes			-	-			
16	Total Distribution			-	-			
17	Customer Accounting			-	-			
18	Customer Service & Information			-	-			
19	Sales Expenses			-	-			
	Administrative & General							
20	Operating Expenses			-	-			
21	Depreciation/Amortization			-	-			
22	Regulatory Deferrals/Amortization			-	-			
23	Taxes			-	-			
24	Total Admin. & General			-	-			
25	Total Electric Expenses			-	-			
26	OPERATING INCOME BEFORE FIT			-	-			
	FEDERAL INCOME TAX							
27	Current Accrual			-	-			
28	Debt Interest			-	-			
29	Deferred Income Taxes			96	99		\$3	
30	Amortized ITC - Noxon			-	-			
31	NET OPERATING INCOME			\$ (96)	\$ (99)			(\$3)
	RATE BASE							
	PLANT IN SERVICE							
32	Intangible							
33	Production			\$ -	\$ -			
34	Transmission			(10,036)	(10,036)		\$0	
35	Distribution			(11,292)	(11,292)		\$0	
36	General			(21,328)	(21,328)		\$0	
37	Total Plant in Service			-	-			
	ACCUMULATED DEPRECIATION/AMORT							
38	Intangible			-	-			
39	Production			301	301		\$0	
40	Transmission			1,658	1,658		\$0	
41	Distribution			1,959	1,959		\$0	
42	General			(19,369)	(19,369)		\$0	
43	Total Accumulated Depreciation			1,019	1,019		\$0	
44	NET PLANT			(18,350)	(18,350)		\$0	
	DEFERRED TAXES							
46	Net Plant After DFIT			(53)	(53)		\$0	
47	DEFERRED DEBITS AND CREDITS & OTHER			-	-			
48	WORKING CAPITAL							
49	TOTAL RATE BASE			\$ (18,403)	\$ (18,403)			\$0
50	RATE OF RETURN							
51	REVENUE REQUIREMENT			(1,683)	(1,591)			\$92
	NOI Requirement			(1,272)	(1,202)			\$69
	Revenue Requirement			(1,683)	(1,591)			\$92
		Company	Staff					
	Rate of return	7.430%	7.070%					
	Revenue Conversion Factor	75.529%	75.546%					
	Cost of Debt	2.480%	2.560%					