

Avista Corp.
Calculation of the Composite Cost Rate of Debt Outstanding
Actual at June 30, 1999

Series	Amount Outstanding	Effective Cost Rate (2)	Annualized Cost	Composite Cost Rate
First Mortgage Bonds				
7.125% due 2013	\$ 66,700,000	7.738%	\$ 5,160,987	
7.400% due 2016	\$ 17,000,000	7.931%	\$ 1,348,196	
Annual Insurance Premium			\$ 92,000	
Total First Mortgage Bonds	\$ 83,700,000		\$ 6,601,183	7.887%
Secured Medium Term Notes (Series A)				
7.530% due 2023	\$ 5,500,000	9.168%	\$ 504,238	
6.150% due 2000	\$ 4,900,000	9.795%	\$ 479,931	
6.130% due 2000	\$ 5,000,000	9.772%	\$ 488,593	
7.540% due 2023	\$ 1,000,000	9.375%	\$ 93,747	
7.370% due 2012	\$ 7,000,000	9.455%	\$ 661,877	
7.390% due 2018	\$ 7,000,000	9.340%	\$ 653,780	
6.950% due 2008	\$ 10,000,000	7.109%	\$ 710,885	
6.890% due 2008	\$ 10,000,000	7.048%	\$ 704,825	
7.450% due 2016	\$ 15,500,000	8.995%	\$ 1,394,259	
6.320% due 2002	\$ 15,000,000	8.663%	\$ 1,299,377	
6.390% due 2005	\$ 1,500,000	8.318%	\$ 124,768	
7.440% due 2023	\$ 1,000,000	8.832%	\$ 88,324	
6.280% due 2002	\$ 5,000,000	8.624%	\$ 431,178	
6.280% due 2002	\$ 5,000,000	8.618%	\$ 430,918	
6.670% due 2010	\$ 5,000,000	8.275%	\$ 413,765	
7.260% due 2018	\$ 5,000,000	8.700%	\$ 435,012	
7.300% due 2023	\$ 10,000,000	8.109%	\$ 810,945	
7.180% due 2023	\$ 7,000,000	7.443%	\$ 520,981	
6.250% due 2003	\$ 5,000,000	6.337%	\$ 316,833	
6.250% due 2003	\$ 10,000,000	6.337%	\$ 633,666	
7.900% due 2006	\$ 4,000,000	7.996%	\$ 319,826	
Secured Medium Term Notes (Series B)				
7.89% due 2006	\$ 26,000,000	7.989%	\$ 2,077,139	
8.25% due 1999	\$ 20,000,000	8.381%	\$ 1,676,165	
8.20% due 1999	\$ 1,000,000	8.331%	\$ 83,307	
8.20% due 2000	\$ 10,000,000	8.327%	\$ 832,715	
8.20% due 2000	\$ 5,000,000	8.327%	\$ 416,357	
7.60% due 2001	\$ 10,000,000	7.719%	\$ 771,868	
7.59% due 2001	\$ 5,000,000	7.709%	\$ 385,428	
6.90% due 2010	\$ 5,000,000	6.982%	\$ 349,077	
6.67% due 2005	\$ 5,000,000	6.769%	\$ 338,436	
6.68% due 2005	\$ 3,000,000	6.779%	\$ 203,363	
6.61% due 2002	\$ 15,000,000	6.734%	\$ 1,010,115	
6.50% due 2005	\$ 15,000,000	6.614%	\$ 992,149	
6.24% due 2000	\$ 15,000,000	8.951%	\$ 1,342,681	
6.20% due 2000	\$ 5,000,000	10.090%	\$ 504,501	
6.50% due 2005	\$ 5,000,000	6.614%	\$ 330,706	
Total Secured Medium Term Notes	\$ 284,400,000		\$ 22,831,733	

<u>Kettle Falls Pollution Control Bonds</u>				
6.000% due 2023	\$ 4,100,000	6.507%	\$ 266,795	
<u>Medium Term Notes (Series A)</u>				
8.880% due 1999	\$ 7,500,000	8.986%	\$ 673,921	
9.570% due 2001	\$ 10,000,000	9.674%	\$ 967,428	
8.990% due 2003	\$ 10,000,000	9.607%	\$ 960,674	
8.010% due 2001	\$ 8,000,000	8.497%	\$ 679,721	
7.940% due 2007	\$ 3,000,000	8.414%	\$ 252,418	
<u>Medium Term Notes (Series B)</u>				
8.140% due 2006	\$ 8,000,000	8.222%	\$ 657,769	
8.010% due 2001	\$ 2,000,000	7.864%	\$ 157,277	
8.040% due 2001	\$ 5,000,000	8.135%	\$ 406,733	
7.900% due 2007	\$ 9,000,000	8.373%	\$ 753,592	
8.150% due 2002	\$ 10,000,000	8.778%	\$ 877,794	
7.420% due 2004	\$ 30,000,000	8.167%	\$ 2,450,092	
8.050% due 2012	\$ 12,000,000	8.247%	\$ 989,664	
8.150% due 2022	\$ 5,000,000	8.224%	\$ 411,194	
8.230% due 2022	\$ 5,000,000	9.261%	\$ 463,075	
7.990% due 2023	\$ 5,000,000	8.936%	\$ 446,818	
6.750% due 2003	\$ 5,000,000	9.628%	\$ 481,376	
<u>Medium Term Notes (Series C)</u>				
6.88% due 2028	\$ 20,000,000	6.860%	\$ 1,372,042	
6.37% due 2028	\$ 15,000,000	6.799%	\$ 1,019,865	
6.37% due 2028	\$ 10,000,000	6.799%	\$ 679,910	
5.99% due 2007	\$ 14,000,000	6.842%	\$ 957,901	
6.06% due 2008	\$ 25,000,000	6.839%	\$ 1,709,737	
Total Medium Term Notes	\$ 218,500,000		\$ 17,369,003	
Total Long-Term Debt	\$ 590,700,000		\$ 47,068,714	7.968%
<u>Short-Term Debt</u>				
Notes Payable - \$200 Million Credit Line	\$ -		\$ -	
Notes Payable - Fixed Term Loans	\$ 58,400,000	5.770 (3)	\$ 3,369,680	
Notes Payable - Other	\$ 4,000	8.000 (3)	\$ 320	
Commitment Fees - Bank Lines of Credit			\$ 230,000	
Total Short-Term Debt	\$ 58,404,000		\$ 3,600,000	6.164%
Total Debt	\$ 649,104,000		\$ 50,668,714	7.806%

- Notes: (1) Includes current maturities, if any.
(2) As developed on pages 5 and 6 of this Schedule.
(3) Company provided short-term debt cost rates, actual at June 30 1999.

Source of Information: Company-provided data