

AVISTA UTILITIES  
ELECTRIC ADJUSTMENT SUMMARY  
TWELVE MONTHS ENDED DECEMBER 31, 2009  
(000'S OF DOLLARS)

INJURIES  
AND DAMAGES  
ELECTRIC

Line No.	DESCRIPTION	System	Washington	Idaho
<b>REVENUES</b>				
1	Total General Business	\$0		
2	Interdepartmental Sales			
3	Sales For Resale	0		
4	Total Sales of Electricity	0	0	0
5	Other Revenue			
6	Total Electric Revenue	0	0	0
<b>EXPENSES</b>				
<b>Production and Transmission</b>				
7	Operating Expenses			
8	Purchased Power			
9	Depreciation and Amortization			
10	Taxes			
11	Total Production & Transmission	0	0	0
<b>Distribution</b>				
12	Operating Expenses			
13	Depreciation			
14	Taxes	0		0
15	Total Distribution	0	0	0
16	Customer Accounting	0		
17	Customer Service & Information			
18	Marketing			
<b>Administrative &amp; General</b>				
19	Operating Expenses	(54)	(54)	0
20	Depreciation			
21	Taxes			
22	Total Admin. & General	(54)	(54)	0
23	Total Electric Expenses	(54)	(54)	0
24	Operating Income before FIT	54	54	0
<b>Federal Income Taxes</b>				
25	Current Accrual	35.0%	19	19
26	Deferred Income Taxes			
27	Amortized ITC - Noxon			
28	NET OPERATING INCOME	\$35	\$35	\$0
<b>RATE BASE</b>				
<b>PLANT IN SERVICE</b>				
29	Intangible			
30	Production			
31	Transmission			
32	Distribution			
33	General			
34	Total Plant in Service	0	0	0
35	ACCUMULATED DEPRECIATION			
36	ACCUM. PROVISION FOR AMORTIZATION			
37	Total Accum. Depreciation & Amort.	0	0	0
38	GAIN ON SALE OF BUILDING			
39	WORKING CAPITAL			
40	DEFERRED TAXES			
41	TOTAL RATE BASE	\$0	\$0	\$0

AVISTA UTILITIES  
 CALCULATION OF IDAHO STATE INCOME TAX  
 TWELVE MONTHS ENDED DECEMBER 31, 2009  
 (000'S) OF DOLLARS

R2

INJURIES  
 AND DAMAGES  
 ELECTRIC

Description	Idaho
<b>REVENUES</b>	
Total General Business	\$0
Interdepartmental Sales	0
Sales For Resale	0
Total Sales of Electricity	0
Other Revenue	0
Total Electric Revenue	0
<b>EXPENSES</b>	
<b>Production and Transmission</b>	
Operating Expenses	0
Purchased Power	0
Depreciation and Amortization	0
Taxes	0
Total Production & Transmission	0
<b>Distribution</b>	
Operating Expenses	0
Depreciation	0
Taxes	0
Total Distribution	0
Customer Accounting	0
Customer Service & Information	0
Marketing	0
<b>Administrative &amp; General</b>	
Operating Expenses	0
Depreciation	0
Taxes	0
Total Admin. & General	0
Total Electric Expenses	0
Operating Income before SIT	0
Idaho State Income Tax	\$0
Adjusted Rate of	0.014203

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**Avista Utilities**  
**Electric System**  
**Injuries and Damages Adjustment**  
**Account 925**  
**Twelve Months Ended December 31, 2009**

	<u>System</u>	<u>Washington</u>	<u>Idaho</u>
Accrual per Results			
Directly Assigned	0	0	0
Allocated (4)	<u>547,748</u>	<u>355,412</u>	<u>192,336</u>
Total	547,748	355,412	192,336
Revised Annual Accrual-Direct 6 yr avg	419,953	300,866	119,087
Increase (Decrease) in Expense	<u>(127,795)</u>	<u>(54,546)</u>	<u>(73,249)</u>
Idaho SIT	@ 0.014203	1,040	0
		<u>1,040</u>	<u>1,040</u>
Operating Income Before FIT	126,755	54,546	72,209
FIT Expense @ 35%	<u>44,364</u>	<u>19,091</u>	<u>25,273</u>
Net Operating Income	<u>82,391</u>	<u>35,455</u>	<u>46,936</u>
Allocation Note 4: Jurisdictional Four Factor	100.000%	64.886%	35.114% Changes in Dec.

Avista Utilities  
 Injuries and Damages Adjustment  
 Twelve Months Ended December 31, 2009

Six Year Average Injuries and Damages Payments

Year	Electric		Total	Gas		Total
	Washington	Idaho		Washington	Idaho	
2003	71,525	78,015	149,540	18,018	81,242	99,260
2004	58,871	291,950	350,821	22,292	13,964	36,256
2005	127,808	55,027	182,835	17,372	8,033	25,405
2006	645,996	223,631	869,627	24,876	7,844	32,720
2007	815,064	67,456	882,520	12,656	119,316	131,972
2008	48,274	43,309	91,583	66,083	70,493	136,576
2009	338,526	74,222	412,748	74,628	12,556	87,184
6 yr Avg	300,866	119,087	419,953	33,704	44,778	78,482

Payments from Account 228210 by Service and State

Transaction Analysis Selection: Accounting Period : '200901' , Accounting Period Parameter 1 : '200912' , GI Ferc Account : '2282%' , Statind Parameter 1 : '1

Source Id:<All>	Ava Jet:<All>	Accountin 9 Period:<All>	Transaction Desc:<All>
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Ferc Acct	Ferc Acct Desc	Service	Jurisdiction	Gas North Amt SUM	Electric Amt SUM	Gas South Amt SUM	Transaction Amount
228200	ACCUM PROV FOR INJURY & DAMAGE	ED	AN	0	-547,748.06	0	-547,748.06
		GD	AN	-472,863.08	0	0	-472,863.08
			AS	0	0	-1,397.20	-1,397.20
			WA	450,000.00	0	0	450,000.00
	Sum			-22,863.08	-547,748.06	-1,397.20	-572,008.34
228210	PAYMENT/REFUND INJURY & DAMAGE	ED	ID	0	74,221.64	0	74,221.64
			WA	0	338,526.42	0	338,526.42
		GD	ID	12,556.18	0	0	12,556.18
			OR	0	0	1,397.20	1,397.20
			WA	74,627.88	0	0	74,627.88
	Sum			87,184.06	412,748.06	1,397.20	501,329.32

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Transaction Analysis Selection: Accounting Period : '200901' , Accounting Period Parameter 1 : '200912' , GI Ferc Account : '925100' , Statind Parameter 1 : 'DL'

Source Id: <All>	Ava Jet:208-DC PAY	Accounting Period: <All>
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Ferc Acct	Ferc Acct Desc	Transaction Desc	Service	Jurisdiction	Gas North Amt SUM	Electric Amt SUM	Gas South Amt SUM	Transaction Amount
925100	INJURIES & DAMAGES NON PB	OR Gas - Provision for Major/M	GD	AA	963.79	0	433.41	1,397.20
		WAID Electric - Addl Provision	ED	AN	0	244.38	0	244.38
		WAID Electric - Provision for	ED	AN	0	547,503.68	0	547,503.68
		WAID Gas - Provision for Major	GD	AA	15,770.94	0	7,092.14	22,863.08
		WAID Gas - reversing entry y-e	GD	AA	310,410.00	0	139,590.00	450,000.00
	Sum				327,144.73	547,748.06	147,115.55	1,022,008.34