

AVISTA UTILITIES
Washington Gas
Restatement Summary

Twelve Months Ended December 31, 2009
(000's OF DOLLARS)

Column	Description	Washington Gas		
		NOI	Rate Base	ROR
b	Per Results Report	\$12,148	\$204,811	5.93%
c	Deferred FIT Rate Base	0	(31,005)	
d	Deferred Gain on Office Building	0	(71)	
e	Gas Inventory	0	8,440	
f	Customer Advances	0	(38)	
g	Customer Deposits	(3)	(1,359)	
	Actual	12,145	180,778	6.72%
h	Revenue Normalization & Gas Cost Adjust	(1,262)	0	
i	Eliminate B & O Taxes	(6)	0	
j	Property Tax	131	0	
k	Uncollectible Expense	229	0	
l	Regulatory Expense Adjustment	24	0	
m	Injuries and Damages	123	0	
n	FIT	(7)	0	
o	Net Gains/losses	3	0	
p	Eliminate A/R Expenses	32	0	
q	Office Space Charges to Subs	1	0	
r	Restate Excise Taxes	1	0	
s	Misc Restating Adjustments	97	0	
t	Restate Debt Interest	(258)	0	Revised
	Restated Total	\$11,253	\$180,778	6.22%

Revised Adjustments:

The following adjustment was revised from the original adjustment included in the Company's Electric Commission Basis Report (CBR) filed on April 29, 2010:

- t The original CBR was prepared using the Authorized Capital Structure and Debt Costs. The Company used the actual 2009 AMA Capital Structure and the actual 2009 AMA debt costs in this revised CBR filing.

AVISTA UTILITIES

GAS RESULTS OF OPERATION

WASHINGTON RESTATED RESULTS

TWELVE MONTHS ENDED DECEMBER 31, 2009

(000's OF DOLLARS)

Line No.	DESCRIPTION	Per Results Report	Deferred FIT Rate Base	Deferred Gain on Office Building	Gas Inventory	Customer Advances	Customer Deposits	Subtotal Actual
	a	b	c	d	e	f	g	-
REVENUES								
1	Total General Business	\$200,178						\$200,178
2	Total Transportation	3,350						3,350
3	Other Revenues	84,085						84,085
4	Total Gas Revenues	287,613	0	0	0	0	0	287,613
EXPENSES								
5	Exploration and Development	0						0
Production								
6	City Gate Purchases	201,949						201,949
7	Purchased Gas Expense	803						803
8	Net Nat Gas Storage Trans	10,720						10,720
9	Total Production	213,472	0	0	0	0	0	213,472
Underground Storage								
10	Operating Expenses	403						403
11	Depreciation	393						393
12	Taxes	138						138
13	Total Underground Storage	934	0	0	0	0	0	934
Distribution								
14	Operating Expenses	7,700						7,700
15	Depreciation	6,068						6,068
16	Taxes	16,788						16,788
17	Total Distribution	30,556	0	0	0	0	0	30,556
18	Customer Accounting	6,023			0		4	6,027
19	Customer Service & Information	7,611						7,611
20	Sales Expenses	507						507
Administrative & General								
21	Operating Expenses	10,155						10,155
22	Depreciation	2,439						2,439
23	Taxes	20						20
24	Total Admin. & General	12,614	0	0	0	0	0	12,614
25	Total Gas Expense	271,717	0	0	0	0	4	271,721
26	OPERATING INCOME BEFORE FIT	15,896	0	0	0	0	(4)	15,892
FEDERAL INCOME TAX								
27	Current Accrual	2,525					(1)	2,524
28	Deferred FIT	1,253						1,253
29	Amort ITC	(30)						(30)
30	NET OPERATING INCOME	\$12,148	\$0	\$0	\$0	\$0	(\$3)	\$12,145
RATE BASE: PLANT IN SERVICE								
31	Underground Storage	21,798						21,798
32	Distribution Plant	255,976				(38)	(1,359)	254,579
33	General Plant	27,747						27,747
34	Total Plant in Service	305,521	0	0	0	(38)	(1,359)	304,124
ACCUMULATED DEPRECIATION								
35	Underground Storage	7,807						7,807
36	Distribution Plant	84,021						84,021
37	General Plant	8,882						8,882
38	Total Accum. Depreciation	100,710	0	0	0	0	0	100,710
39	DEFERRED FIT	0	(31,005)	38				(30,967)
40	GAS INVENTORY	0			8,440			8,440
41	WORKING CAPITAL	0						0
42	GAIN ON SALE OF BUILDING	0		(109)				(109)
43	TOTAL RATE BASE	\$204,811	(\$31,005)	(\$71)	\$8,440	(\$38)	(\$1,359)	\$180,778
44	RATE OF RETURN							6.72%

AVISTA UTILITIES

GAS RESULTS OF OPERATION

WASHINGTON RESTATED RESULTS

TWELVE MONTHS ENDED DECEMBER 31, 2009

(000's OF DOLLARS)

Line No.	DESCRIPTION	Revenue Normalization & Gas Cost Adjust	Eliminate B & O Taxes	Property Tax	Uncollectible Expense	Regulatory Expense Adjustment
	a	h	i	j	k	l
REVENUES						
1	Total General Business	(10,069)	\$ (7,403)			
2	Total Transportation		(75)			
3	Other Revenues					
4	Total Gas Revenues	(10,069)	(7,478)	0	0	0
EXPENSES						
5	Exploration and Development					
Production						
6	City Gate Purchases	(7,682)				
7	Purchased Gas Expense					
8	Net Nat Gas Storage Trans					
9	Total Production	(7,682)	0	0	0	0
Underground Storage						
10	Operating Expenses					
11	Depreciation					
12	Taxes			(17)		
13	Total Underground Storage	0	0	(17)	0	0
Distribution						
14	Operating Expenses					
15	Depreciation					
16	Taxes	(387)	(7,469)	(184)		
17	Total Distribution	(387)	(7,469)	(184)	0	0
18	Customer Accounting	(38)	0		(353)	0
19	Customer Service & Information					
20	Sales Expenses					
Administrative & General						
21	Operating Expenses	(20)				(37)
22	Depreciation					
23	Taxes			(1)		
24	Total Admin. & General	(20)	0	(1)	0	(37)
25	Total Gas Expense	(8,127)	(7,469)	(202)	(353)	(37)
26	OPERATING INCOME BEFORE FIT	(1,942)	(9)	202	353	37
FEDERAL INCOME TAX						
27	Current Accrual	(680)	(3)	71	124	13
28	Deferred FIT					
29	Amort ITC					
30	NET OPERATING INCOME	(\$1,262)	(\$6)	\$131	\$229	\$24
RATE BASE: PLANT IN SERVICE						
31	Underground Storage					
32	Distribution Plant					
33	General Plant					
34	Total Plant in Service	0	0	0	0	0
ACCUMULATED DEPRECIATION						
35	Underground Storage					
36	Distribution Plant					
37	General Plant					
38	Total Accum. Depreciation	0	0	0	0	0
39	DEFERRED FIT					
40	GAS INVENTORY					
41	WORKING CAPITAL					
42	GAIN ON SALE OF BUILDING					
43	TOTAL RATE BASE	\$0	\$0	\$0	\$0	\$0
44	RATE OF RETURN					

AVISTA UTILITIES

GAS RESULTS OF OPERATION

WASHINGTON RESTATED RESULTS

TWELVE MONTHS ENDED DECEMBER 31, 2009

(000's OF DOLLARS)

Line No.	DESCRIPTION	Injuries and Damages	FIT	Net Gains/losses	Eliminate A/R Expenses	Office Space Charges to Subs	Restate Excise Taxes	Misc Restating Adjustments
	a	m	n	o	p	q	r	s
REVENUES								
1	Total General Business							
2	Total Transportation							
3	Other Revenues							
4	Total Gas Revenues	0	0	0	0	0	0	0
EXPENSES								
5	Exploration and Development							
Production								
6	City Gate Purchases							
7	Purchased Gas Expense							
8	Net Nat Gas Storage Trans							
9	Total Production	0	0	0	0	0	0	0
Underground Storage								
10	Operating Expenses							
11	Depreciation							
12	Taxes							
13	Total Underground Storage	0	0	0	0	0	0	0
Distribution								
14	Operating Expenses							
15	Depreciation			(4)			(2)	
16	Taxes							
17	Total Distribution	0	0	(4)	0	0	(2)	0
18	Customer Accounting			0	(50)	0	0	
19	Customer Service & Information							(2)
20	Sales Expenses							(10)
Administrative & General								
21	Operating Expenses	(189)				(2)		(137)
22	Depreciation							
23	Taxes							
24	Total Admin. & General	(189)	0	0	0	(2)	0	(137)
25	Total Gas Expense	(189)	0	(4)	(50)	(2)	(2)	(149)
26	OPERATING INCOME BEFORE FIT	189	0	4	50	2	2	149
FEDERAL INCOME TAX								
27	Current Accrual	66	22	1	18	1	1	52
28	Deferred FIT		(15)					
29	Amort ITC							
30	NET OPERATING INCOME	\$123	(\$7)	\$3	\$32	\$1	\$1	\$97
RATE BASE: PLANT IN SERVICE								
31	Underground Storage							
32	Distribution Plant							
33	General Plant							
34	Total Plant in Service	0	0	0	0	0	0	0
ACCUMULATED DEPRECIATION								
35	Underground Storage							
36	Distribution Plant							
37	General Plant							
38	Total Accum. Depreciation	0	0	0	0	0	0	0
39	DEFERRED FIT							
40	GAS INVENTORY							
41	WORKING CAPITAL							
42	GAIN ON SALE OF BUILDING							
43	TOTAL RATE BASE	\$0	\$0	\$0	\$0	\$0	\$0	\$0
44	RATE OF RETURN							

AVISTA UTILITIES

GAS RESULTS OF OPERATION

WASHINGTON RESTATED RESULTS

TWELVE MONTHS ENDED DECEMBER 31, 2009

(000's OF DOLLARS)

Line No.	DESCRIPTION a	Restate Debt Interest f	Restated Total -
REVENUES			
1	Total General Business		\$182,706
2	Total Transportation		3,275
3	Other Revenues		84,085
4	Total Gas Revenues	0	270,066
EXPENSES			
5	Exploration and Development		0
Production			
6	City Gate Purchases		194,267
7	Purchased Gas Expense		803
8	Net Nat Gas Storage Trans		10,720
9	Total Production	0	205,790
Underground Storage			
10	Operating Expenses		403
11	Depreciation		393
12	Taxes		121
13	Total Underground Storage	0	917
Distribution			
14	Operating Expenses		7,700
15	Depreciation		6,064
16	Taxes		8,746
17	Total Distribution	0	22,510
18	Customer Accounting		5,586
19	Customer Service & Information		7,609
20	Sales Expenses		497
Administrative & General			
21	Operating Expenses		9,770
22	Depreciation		2,439
23	Taxes		19
24	Total Admin. & General	0	12,228
25	Total Gas Expense	0	255,137
26	OPERATING INCOME BEFORE FIT	0	14,929
FEDERAL INCOME TAX			
27	Current Accrual	258	2,468
28	Deferred FIT		1,238
29	Amort ITC		(30)
30	NET OPERATING INCOME	(\$258)	\$11,253
RATE BASE: PLANT IN SERVICE			
31	Underground Storage		21,798
32	Distribution Plant		254,579
33	General Plant		27,747
34	Total Plant in Service	0	304,124
ACCUMULATED DEPRECIATION			
35	Underground Storage		7,807
36	Distribution Plant		84,021
37	General Plant		8,882
38	Total Accum. Depreciation	0	100,710
39	DEFERRED FIT		(30,967)
40	GAS INVENTORY		8,440
41	WORKING CAPITAL		0
42	GAIN ON SALE OF BUILDING		(109)
43	TOTAL RATE BASE	\$0	\$180,778
44	RATE OF RETURN		6.22%

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

REVISED
RESTATE
DEBT INTEREST
GAS

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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			
13	Total Underground Storage	0	0	0
Distribution				
14	Operating Expenses			
15	Depreciation			
16	Taxes	0		0
17	Total Distribution	0	0	0
18	Customer Accounting			
19	Customer Service & Information			
20	Sales			
Administrative and General				
21	Operating Expenses			
22	Depreciation			
23	Taxes			
24	Total Admin. & General	0	0	0
25	Total Gas Expense	0	0	0
26	Operating Income before FIT	0	0	0
Federal Income Taxes				
27	Current Accrual (at 35%)	258	258	0
28	Amort ITC			
29	Deferred FIT			
30	NET OPERATING INCOME	(\$258)	(\$258)	\$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	WORKING CAPITAL			
42	GAIN ON SALE OF BUILDING			
43	TOTAL RATE BASE	\$0	\$0	\$0

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AVISTA UTILITIES
Restate Debt Interest
 Washington - Gas
For the Twelve Months Ended December 31, 2009
 (000's)

<u>Adjustment Description</u>	REVISED Rate Base Adjustments
b Per Results Report	\$204,811
c Deferred FIT Rate Base	(31,005)
d Deferred Gain on Office Building	(71)
e Gas Inventory	8,440
f Customer Advances	(38)
g Customer Deposits	(1,359)
h Revenue Normalization & Gas Cost Adjust	0
i Eliminate B & O Taxes	0
j Property Tax	0
k Uncollectible Expense	0
l Regulatory Expense Adjustment	0
m Injuries and Damages	0
n FIT	0
o Net Gains/losses	0
p Eliminate A/R Expenses	0
q Office Space Charges to Subs	0
r Restate Excise Taxes	0
s Misc Restating Adjustments	0
 Total Restated Rate Base	 <u>\$180,778</u>
 Weighted Average Cost of Debt	 <u>3.14%</u>
 Restated Debt Interest	 \$5,676
 Actual Interest (G-FIT-12A)	 <u>\$6,413</u>
 Increase (Decrease) in Interest Expense	 (\$737)
FIT Rate	<u>x 0.350</u>
 Increase (Decrease) in FIT	 <u><u>\$258</u></u>

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AVISTA UTILITIES
Actual AMA Capital Structure 12/31/2009
Washington - Electric System
REVISED

<u>Component</u>	<u>Capital Structure</u>	<u>ProForma Cost</u>	<u>ProForma Weighted Cost</u>
Total Debt	51.83%	6.049%	3.14%
Pref Trust	0.00%	0.00%	0.00%
Common	48.17%	10.20%	4.91%
Total	<u>100.00%</u>		<u>8.05%</u>

WA wtd debt 3.14%