

Avista Corp.
1411 East Mission PO Box 3727
Spokane, Washington 99220-3727
Telephone 509-489-0500
Toll Free 800-727-9170

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RECORDS MANAGEMENT
04 FEB 17 AM 9:37



Corp.

February 13, 2004

Ms. Carole J. Washburn, Executive Secretary
Washington Utilities and Transportation Commission
1300 S. Evergreen Park Drive, S.W.
P.O. Box 47250
Olympia, WA 98504-7250

Re: Docket No. UE-011595, Monthly Power Cost Deferral Report
For the Month of January 2004

Dear Ms. Washburn:

Enclosed are an original and five copies of Avista Corporation's Power Cost Deferral Report for the month of January 2004. The report includes the monthly energy recovery mechanism (ERM) accounting journal together with backup workpapers. Actual net power costs exceeded authorized costs by \$3,483,950. However, no deferral entry was recorded as the entire amount was applied toward the \$9 million deadband for 2004.

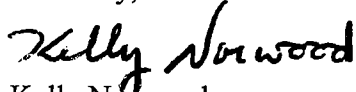
Actual power supply expenses were higher than authorized as a result of higher purchased power expense due mostly to lower hydro generation. Hydro generation was 130 aMW below authorized levels while the average market purchase price was \$46/MWh compared to an authorized rate of \$32.20/MWh. Higher power purchase expense was partially offset by higher sales for resale. The average market sales price was \$42/MWh compared to an authorized sales price of \$30.85/MWh.

Coyote Springs generated 75 aMW below the authorized level due partly to the plant being out of service beginning January 15 (see further explanation below). Colstrip and Kettle Falls generated 19 aMW and 18 aMW above the authorized level respectively. Other gas-fired resources generated 21 aMW below the authorized level. Thermal fuel expense was lower than the authorized level and natural gas fuel expense was lower than the authorized level. Washington retail sales were 28 aMW above the authorized level.

On January 15, operating indicators at the Coyote Springs 2 project noted a potential internal arcing problem in the plant generator step-up transformer (the main transformer connecting the plant to the grid). Numerous tests were conducted and found that internal arcing had in fact occurred, however the internal inspection found no visible cause. The manufacturer (Alstom) has determined that the only way to find the cause is to return the transformer to its repair facility. The manufacturer's initial estimates are that the transformer could be repaired and returned to the Coyote Springs site by mid-year, 2004. Without the transformer, Coyote Springs 2 will be out of service during this period.

The journal and workpapers associated with the Enron contract amortization are included in the enclosed report at pages 23-30. Workpapers supporting the semi-annual update of the carrying charge are included in the enclosed report at pages 31-34. There were no new forward long-term power contracts of one year or longer entered into in the month of January 2004. If you have any questions, please contact Bill Johnson at (509) 495-4046 or Ron McKenzie at (509) 495-4320.

Sincerely,

Handwritten signature of Kelly Norwood in black ink.

Kelly Norwood

Vice President State and Federal Regulation

Enclosure

RM

c: Robert Cromwell
S. Bradley Van Cleve

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RECORDS MANAGEMENT

04 FEB 17 AM 9:37

STATE OF WASH.
UTIL. AND TRANSP.
COMMISSION

· AVISTA CORPORATION

STATE OF WASHINGTON
DOCKET NO. UE-011595
POWER COST DEFERRAL REPORT

MONTH OF JANUARY 2004

Print Date: 02-09-2004 09:28 AM

Avista Corporation - General Ledger Journal Entry

Journal ID: **DJ702** Journal Description: **WA - ERM** Effective Date: **01-31-2004**
 Corp: **WWP** Journal Sponsor: **RESOURCE** \$#: **\$** Tran Type: **C** Error Code: **Q** Code: **G**
 Control Amount Total: **40,299,145.37** Saved By: **Linda Donley** Saved Date: **02-09-2004 9:28:35 AM**
 Edit Date: **02-09-2004 9:28:30 AM**

Seq	WO	UMain	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
5	0000	9186	01	028	EE			3,483,950.00	0.00	WA ERM YTD COMPANY BAND
<i>Record YTD accumulation of Company Band for WA ERM. Allows tracking of balance on the GL.</i>										
10	0000	9186	02	028	EE		0.00	0.00	3,483,950.00	WA ERM YTD CONTRA ACCOUNT
<i>Contra account for YTD WA ERM Company Band. Offsets 918601 to prevent Balance Sheet Inflation.</i>										
15	2577	0557	28	G55	EE	X	028	0.00	0.00	POWER TRANSACTIONS/* WA ERM DEF
20	0000	9186	28	028	EE			0.00	0.00	WA ERM - CURRENT YEAR
23	2577	0557	29	X55	EE	X	028	2,900,072.00	0.00	POWER TRANSACTIONS /* WA ERM AMT
27	0000	9182	35	028	EE			0.00	2,900,072.00	WASHINGTON ERM DEFERRAL BALANCE
43	0000	9182	35	028	EE			450,043.00	0.00	WASHINGTON ERM DEFERRAL BALANCE
<i>Interest income on deferral balance in 18235 authorized for recovery</i>										
45	0000	9186	28	028	EE			0.00	0.00	WA ERM - CURRENT YEAR
<i>Interest income (expense) on deferral balance in 18628</i>										
47	0000	9186	29	028	EE			104,318.00	0.00	WA ERM - LAST YEAR
<i>Interest income (expense) on deferral balance in 18629</i>										
50	Q000	9419	00	Q98	EE	X	098	0.00	554,361.00	NON-UTILITY REVENUE/INT/DIV INCOME
70	0000	9171	00	FIN	EE			554,361.00	0.00	INTEREST & DIVIDENDS REC
<i>Accrue interest income on deferral balance</i>										
80	0000	9171	00	FIN	EE			0.00	554,361.00	INTEREST & DIVIDENDS REC
<i>Transfer interest income accrual to deferred power costs (in lieu of receipt)</i>										
82	0135	0410	10	X54	EE	X	028	0.00	1,015,029.00	INCOME TAX /* PRV DFIT DR
<i>DFIT entry includes, power supply deferral, generation options, surcharge amortization</i>										
85	0135	9410	20	X54	EE	X	028	194,026.00	0.00	INCOME TAX /PROV DEFERED IT
<i>DFIT entry for interest income</i>										
89	0000	9283	28	028	EE			821,003.00	0.00	ADFIT-WA ERM CURRENT AND PRIOR YRS

Avista Corporation - General Ledger Journal Entry

Print Date: 02-09-2004 09:28 AM

Journal ID: **DJ702** Journal Description: **WA - ERM** Effective Date: **01-31-2004**

Corp: **WWP** Journal Sponsor: **RESOURCE** \$#: **\$** Tran Type: **C** Error Code: **Q** Code: **G**

Control Amount Total: **40,299,145.37** Saved By: **Linda Donley** Saved Date: **02-09-2004 9:28:35 AM**

Edit Date: **02-09-2004 9:28:30 AM**

Seq	WO	UMain	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
100	0000	9186	01	028	EE			0.00	9,000,000.00	WA ERM YTD COMPANY BAND
<i>Reverse prior year accumulation of Company Band for WA ERM. Allows tracking of balance on the GL.</i>										
101	0000	9186	02	028	EE			9,000,000.00	0.00	WA ERM YTD CONTRA ACCOUNT
<i>Reverse Contra account for prior year WA ERM Company Band. Offsets 918601 to prevent Balance Sheet inflation.</i>										
200	0000	9186	28	028	EE			0.00	22,791,372.37	WA ERM - CURRENT YEAR
<i>Transfer 2003 ERM deferral to prior year balance account</i>										
201	0000	9186	29	028	EE			22,791,372.37	0.00	WA ERM - LAST YEAR
<i>Transfer from 2003 will accrue interest in this account until it is deemed prudent for recovery</i>										
Totals:								40,299,145.37	40,299,145.37	Trans: 16 Rows: 19

Explanation:

Record current month deferred power supply costs, interest and DFIT per WA accounting order.

Prepared By: Linda Donley Date: 2/9/04
 Reviewed By: [Signature] Date: 2/9/04
 Approved For Entry - Corporate Accounting Use Only Date: _____

> GD WWP,0000918628,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918628 CENTER: 028
 WA ERM - CURRENT YEAR

PER	CURR YEAR ACTUALS.	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	.00	.00	730,862.00
02	.00	.00	214,588.82-
03	.00	.00	927,912.16-
04	.00	94,153.00	640,898.16-
05	.00	1,437,758.00	782,317.25
06	.00	5,521,304.47	4,173,702.11
07	.00	10,897,385.37	.00
08	.00	14,878,366.37	3,462,701.00
09	.00	17,291,968.37	4,591,436.00
10	.00	18,996,002.37	7,990,106.00
11	.00	19,319,437.37	10,046,279.00
12	.00	22,791,372.37	18,418,548.00
TOTAL	.00	.00	.00

02/10/04 13:41:58 1 M3LL CIX1 _____

ERM Deferral Balance (Current Year - 2004)

Account 9186.28 028

Balance 12/31/03

Transfer to Account 9186.29 028

Balance 1/31/04

<u>Amount</u>	<u>Journal ID</u>
\$22,791,372.37	
<u>-22,791,372.37</u>	DJ702
\$0.00	

> GD WWP,0000918629,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918629 CENTER: 028
 WA ERM - LAST YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	22,895,690.37	18,507,141.00	5,590,562.00-
02	.00	18,595,734.00	.00
03	.00	18,684,327.00	.00
04	.00	18,772,920.00	.00
05	.00	18,861,513.00	.00
06	.00	18,950,106.00	.00
07	.00	19,040,688.00	.00
08	.00	19,131,270.00	.00
09	.00	19,221,852.00	.00
10	.00	19,312,434.00	.00
11	.00	19,403,016.00	.00
12	.00	.00	.00
TOTAL	.00	.00	.00

02/10/04 13:43:28 1 M3LL CIX1 _____

ERM Deferral Balance (Prior year - 2003)

Account 9186.29 028

	Amount	Journal ID
Balance 12/31/03	\$0.00	
Transfer from Account 9186.28 028	\$22,791,372.37	DJ702
Interest	104,318.00	DJ702
Balance 1/31/04	<u>\$22,895,690.37</u>	

> GD WWP,0000918235,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918235 CENTER: 028
 WASHINGTON ERM DEFERRAL BALANCE

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	97,324,911.28	102,120,741.28	132,006,255.17
02	.00	100,387,075.28	122,433,021.17
03	.00	98,579,839.28	118,334,898.17
04	.00	96,934,524.28	115,248,382.17
05	.00	95,426,432.28	112,494,809.17
06	.00	93,918,785.28	109,873,441.17
07	.00	92,464,598.28	111,925,345.28
08	.00	90,760,912.28	110,453,043.28
09	.00	89,095,467.28	109,001,480.28
10	.00	87,584,937.28	107,664,179.28
11	.00	85,922,928.28	106,072,397.28
12	.00	99,774,940.28	104,166,540.28
TOTAL	.00	.00	.00

02/10/04 13:42:16 1 M3LL CIX1 _____

Recoverable Deferral Balance

Account 9182.35 028

Balance 12/31/03

Amortization

Interest

Balance 1/31/04

Amount	Journal ID
\$99,774,940.28	
-2,900,072.00	DJ702
450,043.00	DJ702
<u>\$97,324,911.28</u>	

> GD WWP,0000918236,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918236 CENTER: 028
 WASHINGTON ERM AMORTIZATION

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	949,785.00	.00	.00
02	.00	.00	.00
03	.00	.00	.00
04	.00	.00	.00
05	.00	.00	.00
06	.00	.00	.00
07	.00	.00	.00
08	.00	.00	.00
09	.00	.00	.00
10	.00	.00	.00
11	.00	.00	.00
12	.00	974,754.00	.00
TOTAL	.00	.00	.00

02/11/04 10:24:11 1 M3LL CIX1 _____

Contract Buyout Deferral Balance
Account 9182.36 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 12/31/03	\$974,754.00	
Amortization*	-\$29,363.00	RJECB
Interest	4,394.00	RJECB
Balance 1/31/04	<u>\$949,785.00</u>	

*Amount grossed-up from 90% to 100% for ERM deferral calculations \$32,626

> GD WWP,0000918601,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918601 CENTER: 028
 WA ERM YTD COMPANY BAND

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	3,483,950.00	4,982,867.00	.00
02	.00	6,578,313.00	.00
03	.00	8,748,531.00	.00
04	.00	9,000,000.00	.00
05	.00	9,000,000.00	.00
06	.00	9,000,000.00	.00
07	.00	9,000,000.00	4,319,249.00
08	.00	9,000,000.00	4,500,000.00
09	.00	9,000,000.00	4,500,000.00
10	.00	9,000,000.00	4,500,000.00
11	.00	9,000,000.00	4,500,000.00
12	.00	9,000,000.00	4,500,000.00
TOTAL	.00	.00	.00

02/10/04 13:42:48 1 M3LL CIX1 _____

ERM Deadband

Account 9186.01 028

Balance 12/31/03

Amount Journal ID
 \$9,000,000.00

Reverse 2003 deadband accumulation

-\$9,000,000.00 DJ702

2004 deadband accumulation

3,483,950.00 DJ702

Balance 1/31/04

\$3,483,950.00

> GD WWP,0000918602,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918602 CENTER: 028
 WA ERM YTD CONTRA ACCOUNT

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	3,483,950.00-	4,982,867.00-	.00
02	.00	6,578,313.00-	.00
03	.00	8,748,531.00-	.00
04	.00	9,000,000.00-	.00
05	.00	9,000,000.00-	.00
06	.00	9,000,000.00-	.00
07	.00	9,000,000.00-	4,319,249.00-
08	.00	9,000,000.00-	4,500,000.00-
09	.00	9,000,000.00-	4,500,000.00-
10	.00	9,000,000.00-	4,500,000.00-
11	.00	9,000,000.00-	4,500,000.00-
12	.00	9,000,000.00-	4,500,000.00-
TOTAL	.00	.00	.00

02/10/04 13:43:14 1 M3LL CIX1 _____

ERM Deadband Contra Account

Account 9186.02 028

	Amount	Journal ID
Balance 12/31/03	-\$9,000,000.00	
Reverse 2003 deadband contra accumulation	\$9,000,000.00	DJ702
2004 deadband contra entry	-3,483,950.00	DJ702
Balance 1/31/04	<u>-\$3,483,950.00</u>	

> GD WWP,0000928328,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000928328 CENTER: 028
 ADFIT-WA ERM CURRENT AND PRIOR YRS

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	42,409,636.00-	42,219,761.00-	44,235,381.00-
02	.00	41,643,986.00-	42,520,405.00-
03	.00	41,042,461.00-	40,604,160.00-
04	.00	40,530,561.00-	39,702,680.00-
05	.00	40,503,998.00-	39,098,236.00-
06	.00	41,436,569.00-	39,830,678.00-
07	.00	42,840,936.00-	39,003,353.00-
08	.00	43,669,694.00-	39,870,511.00-
09	.00	43,963,253.00-	39,757,522.00-
10	.00	44,062,684.00-	40,479,002.00-
11	.00	43,625,888.00-	40,641,539.00-
12	.00	43,239,378.00-	42,904,783.00-
TOTAL	.00	.00	.00

02/10/04 13:42:33 1 M3LL CIX1 _____

Account 9186.28 028 balance	\$0.00
Account 9186.29 028 balance	22,895,690.37
Account 9182.35 028 balance	97,324,911.28
Account 9182.36 028 balance	949,785.00
Total	<u>\$121,170,386.65</u>
Federal income tax rate	-35%
Deferred FIT related to deferrals	<u>-\$42,409,635</u>
Rounding	-1
Balance in Account	<u>-\$42,409,636</u>

Changes Semiannually on January 1 and July 1 Beginning 7/1/02							
The rate is based on Avista's actual cost of debt, updated semiannually.							
The actual cost of debt calculated at 6/30 will be used for the interest calculation from July through December.							
The actual cost of debt calculated at 12/31 will be used for the interest calculation from January through June.							
Interest will be accrued monthly and compounded semi-annually.							
Interest is calculated using the prior month ending balance plus 1/2 month of current month charges times the current after tax interest rate							
Actual cost of debt at 12/31/03 is 8.45%.				Actual cost of debt at 6/30/04 is			
The monthly rate is:		0.00704 Before Tax		The monthly rate is:		0.00000 Before Tax	
		0.0045771 After Tax				0.00000 After Tax	
		0.35 Tax rate				0.35 Tax rate	
2004 Interest							
12-31-2003	GL Balance including interest	99,774,940		Jan-04	DFIT Expense	ADFIT	
Jan-04	Surcharge Amortization	(2,900,072)		Amortization	(1,015,029)	Operating	1,015,029
Jan-04	Interest		450,043	Interest	157,515	Nonoperating	(157,515)
01-31-2004	Balance before interest	96,874,868			(857,514)	Total	857,514
				<u>GL Balance</u>	<u>Activity</u>	<u>GL Balance</u>	
				<u>@ 12/31/03</u>	<u>Jan-04</u>	<u>@ 1/31/04</u>	
	Net ERM Balance	97,324,911		99,774,940	(2,450,029)	97,324,911	
	ADFIT Balance	(34,063,719)					

Changes Semiannually on January 1 and July 1 Beginning 7/1/02
The rate is based on Avista's actual cost of debt, updated semiannually.
The actual cost of debt calculated at 6/30 will be used for the interest calculation from July through December.
The actual cost of debt calculated at 12/31 will be used for the interest calculation from January through June.
Interest will be accrued monthly and compounded semi-annually.
Interest is calculated using the prior month ending balance plus 1/2 month of current month charges times the current after tax interest rate

Actual cost of debt at 12/31/03 is 8.45%.
The monthly rate is:
0.00704 Before Tax
0.0045771 After Tax
0.35 Tax rate

Actual cost of debt at 6/30/04 is
The monthly rate is:
0.00000 Before Tax
0.00000 After Tax
0.35 Tax rate

2004 Interest					
12-31-2003	GL Balance including interest	\$22,791,372.37			
12-31-2003	GL Balance	(\$22,791,372.37)	Transfer to 918629		
01-01-2004	GL Balance	0			
Jan-04	ERM Deferral	0	Jan-04	DFIT Expense	ADFIT
Jan-04	Interest	0	Deferral	0	Operating 0
01-31-2004	Balance before interest	0	Interest	0	Nonoperating 0
				0	Total 0
Net ERM Balance		0	GL Balance @ 12/31/03	Activity Jan-04	GL Balance @ 1/31/04
ADFIT Balance		0	\$22,791,372.37	(\$22,791,372.37)	0

Changes Semiannually on January 1 and July 1 Beginning 7/1/02
 The rate is based on Avista's actual cost of debt, updated semiannually.
 The actual cost of debt calculated at 6/30 will be used for the interest calculation from July through December.
 The actual cost of debt calculated at 12/31 will be used for the interest calculation from January through June.
 Interest will be accrued monthly and compounded semi-annually.
 Interest is calculated using the prior month ending balance plus 1/2 month of current month charges times the current after tax interest rate

Actual cost of debt at 12/31/03 is 8.45%.
 The monthly rate is: 0.00704 Before Tax
 0.0045771 After Tax
 0.35 Tax rate
 Actual cost of debt at 6/30/04 is
 The monthly rate is: 0.00000 Before Tax
 0.00000 After Tax
 0.35 Tax rate

2004 Interest				Jan-04	DFIT Expense	ADFIT	
12-31-2003	GL Balance including interest	0					
12-31-2003	Transfer from 918628	\$22,791,372.37					
01-01-2004	GL Balance	\$22,791,372.37					
Jan-04	ERM Transfer to 18235	0		Deferral	0	Operating	0
Jan-04	Interest		104,318	Interest	36,511	Nonoperating	(36,511)
01-31-2004	Balance before interest	22,791,372			36,511	Total	(36,511)

	Net ERM Balance	22,895,690		GL Balance	Activity	GL Balance	
				@ 12/31/03	Jan-04	@ 1/31/04	
	ADFIT Balance	(8,013,492)		\$0.00	\$22,895,690.37	\$22,895,690.37	

Tax Rate	35%	DJ702 LTD	DJ702 LTD	DJ702 LTD	RJECB LTD	DJ702 CURMO	ADJUS	
	928328	928328	928328	928328	928328	928328	928328	928328
DJ702	GL	ADFIT	ADFIT	ADFIT	ADFIT	BALANCE	FOR ALL	ADFIT
	BALANCE	918235	18628	18629	18236	COMPONENTS	ACCOUNTS	18236
12-31-2003	(43,239,378)	(34,921,229)	(7,976,980)	(5)	(341,164)	(43,239,378)		(341,164)
01-01-2004	(43,239,378)	(34,921,229)	0	(7,976,985)	(341,164)	(43,239,378)		(341,164)
01-31-2004	(43,239,378)	(34,063,719)	0	(8,013,492)	(341,164)	(42,418,375)	821,003	(332,425)
02-29-2004								0
03-31-2004								0
04-30-2004								0
05-31-2004								0
06-30-2004								0
07-31-2004								0
08-31-2004								0
09-30-2004								0
10-31-2004								0
11-30-2004								0
12-31-2004								0
			ADFIT				Interest	
		41010	941020	928328		918235	918628	918629
01-31-2004	918235	(1,015,029)	157,515	857,514		450,043	0	104,318
	918628	0	0	0				
	918629	0	36,511	(36,511)				
Total		(1,015,029)	194,026	821,003				

			YTD	YTD	
			WA ERM	WA ERM	
			Company	Contra	Total
			Band	Account	GL
			<u>918601</u>	<u>918602</u>	<u>Impact</u>
12-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
2003 Requirement		\$9,000,000			
Jan-04	Reverse 2003		(\$9,000,000)	\$9,000,000	\$0
Jan-04	Activity		\$3,483,950	(\$3,483,950)	
01-31-2004	Balance		\$3,483,950	(\$3,483,950)	\$0
Feb-04	Activity			\$0	
02-29-2004	Balance		\$3,483,950	(\$3,483,950)	\$0
Mar-04	Activity			\$0	
03-31-2004	Balance		\$3,483,950	(\$3,483,950)	\$0
Apr-04	Activity			\$0	
04-30-2004	Balance		\$3,483,950	(\$3,483,950)	\$0
May-04	Activity		\$0	\$0	
05-31-2004	Balance		\$3,483,950	(\$3,483,950)	\$0
Jun-04	Activity		\$0	\$0	
06-30-2004	Balance		\$3,483,950	(\$3,483,950)	\$0
Jul-04	Activity		\$0	\$0	
07-31-2004	Balance		\$3,483,950	(\$3,483,950)	\$0
Aug-04	Activity		\$0	\$0	
08-31-2004	Balance		\$3,483,950	(\$3,483,950)	\$0
Sep-04	Activity		\$0	\$0	
09-30-2004	Balance		\$3,483,950	(\$3,483,950)	\$0
Oct-04	Activity		\$0	\$0	
10-31-2004	Balance		\$3,483,950	(\$3,483,950)	\$0
Nov-04	Activity		\$0	\$0	
11-30-2004	Balance		\$3,483,950	(\$3,483,950)	\$0
Dec-04	Activity		\$0	\$0	
12-31-2004	Balance		\$3,483,950	(\$3,483,950)	\$0

AVISTA CORPORATION
 JANUARY 2004 WASHINGTON ELECTRIC SURCHARGE REVENUE & DEFERRAL AMORTIZATION

Schedule (a)	Sch 1 Block Percent (b)	kWh or \$ (c)	Surcharge Rate On/After 1-Jul-02 (d)	Revenue (e) (c)*(d)	Conversion Factor (f)	Deferral Amortization (g) (e)*(f)
1 (0-600 kWh)	37.792%	103,905,684	0.405¢	\$420,818	0.956277	\$402,419
1 (601-1300 kWh)	30.134%	82,850,706	0.607¢	502,904	0.956277	480,916
1 (over 1300 kWh)	32.074%	88,184,561	0.853¢	752,214	0.956277	719,325
Total Sch 1	100.000%	274,940,951		1,675,936		1,602,660
11		34,118,823	0.788¢	268,856	0.956277	257,101
12		4,616,276	0.788¢	36,376	0.956277	34,786
21		137,440,707	0.549¢	754,549	0.956277	721,558
22		2,427,143	0.549¢	13,325	0.956277	12,742
25		66,216,584	0.352¢	233,082	0.956277	222,891
30		34,540	0.485¢	168	0.956277	161
31		2,824,066	0.485¢	13,697	0.956277	13,098
32		194,134	0.485¢	942	0.956277	901
41-46		\$263,056	109.78%	23,435	0.956277	22,410
47		\$81,768	109.78%	7,284	0.956277	6,966
48		\$56,319	109.78%	5,017	0.956277	4,798
Schedule Totals		522,813,224		\$3,032,667		\$2,900,072
kWh not subject to surcharge						-35%
Schedule 28		205,120				(\$1,015,025)
Schedule 29		2,466,273				DFIT Expense
Sch 41-48		2,300,859				
Total kWh		527,785,476				

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF JANUARY 04

DESCRIPTION	CLS	SCH	CURRENT MONTH		YEAR TO DATE		AMOUNT
			CUSTOMERS	QUANTITY	CUSTOMERS	QUANTITY	
RESIDENTIAL	1	001	186,129	274,940,054	186,129	274,940,054	16,665,764.82
FIRM-COMMERCIAL	21	001					
INTERDEPARTMENT REV	80	001	2	897	2	897	52.85
			186,131	274,940,951	186,131	274,940,951	16,665,817.67
RESIDENTIAL	1	011	17,920	33,775,325	17,920	33,775,325	2,935,488.89
FIRM-COMMERCIAL	21	011	119	223,296	119	223,296	20,259.55
FIRM-MISC INDUST	31	011	14	10,804	14	10,804	973.77
LIGHTING-PUB ST-HIWI	51	011	25	109,398	25	109,398	9,243.34
INTERDEPARTMENT REV	80	011	18,078	34,118,823	18,078	34,118,823	2,965,965.55
			6,477	4,616,276	6,477	4,616,276	407,047.33
RESIDENTIAL	1	012	6,477	4,616,276	6,477	4,616,276	407,047.33
FIRM-COMMERCIAL	21	012					
			3,074	126,618,807	3,074	126,618,807	8,196,777.55
RESIDENTIAL	1	021	118	9,868,040	118	9,868,040	639,624.30
FIRM-COMMERCIAL	21	021	8	953,860	8	953,860	59,038.35
FIRM-MISC INDUST	31	021	3,200	137,440,707	3,200	137,440,707	8,895,440.20
INTERDEPARTMENT REV	80	021					
			54	2,427,143	54	2,427,143	148,238.39
RESIDENTIAL	1	022	54	2,427,143	54	2,427,143	148,238.39
FIRM-COMMERCIAL	21	025	8	20,906,434	8	20,906,434	896,690.52
FIRM-MISC INDUST	31	025	11	45,310,150	11	45,310,150	1,953,135.55
			19	66,216,584	19	66,216,584	2,849,826.07
			2	205,120	2	205,120	8,136.33
FIRM-COMMERCIAL	21	028	2	205,120	2	205,120	14,366.40
FIRM-MISC INDUST	31	028					
			2	205,120	2	205,120	22,502.73
FIRM-PUMPING-IRRIG	39	029	1	2,466,273	1	2,466,273	.00
			1	2,466,273	1	2,466,273	.00
FIRM-PUMPING-IRRIG	39	030	41	34,540	41	34,540	2,004.42
			41	34,540	41	34,540	2,004.42
FIRM-COMMERCIAL	21	031	464	1,771,881	464	1,771,881	106,948.92
FIRM-MISC INDUST	31	031	128	704,546	128	704,546	42,621.96
FIRM-PUMPING-IRRIG	39	031	367	347,599	367	347,599	22,620.49
INTERDEPARTMENT REV	80	031	2	40	2	40	14.68
			961	2,824,066	961	2,824,066	172,206.05
RESIDENTIAL	1	032	947	178,855	947	178,855	15,960.21
FIRM-PUMPING-IRRIG	39	032	106	15,279	106	15,279	1,478.11
			1,053	194,134	1,053	194,134	17,438.32
LIGHTING-PUB ST-HIWI	51	041	12	16,056	12	16,056	2,727.06
			12	16,056	12	16,056	2,727.06
LIGHTING-PUB ST-HIWI	51	042	212	1,042,543	212	1,042,543	236,779.57

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF JANUARY 04

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
LIGHTING-PUB ST-HIWI	51	044	212	1,042,543	236,779.57	212	212	1,042,543	236,779.57
			13	21,600	1,889.85	13	13	21,600	1,889.85
			13	21,600	1,889.85	13	13	21,600	1,889.85
LIGHTING-PUB ST-HIWI	51	045	16	221,604	10,159.08	16	16	221,604	10,159.08
			16	221,604	10,159.08	16	16	221,604	10,159.08
LIGHTING-PUB ST-HIWI	51	046	24	161,996	11,500.02	24	24	161,996	11,500.02
			24	161,996	11,500.02	24	24	161,996	11,500.02
FIRM-COMMERCIAL	21	047	500,392	79,324.94	79,324.94			500,392	79,324.94
FIRM-MISC INDUST	31	047	15,563	2,152.65	2,152.65			15,563	2,152.65
FIRM-PUMPING-IRRIG	39	047	167	18.58	18.58			167	18.58
INTERDEPARTMENT REV	80	047	1,256	272.28	272.28			1,256	272.28
			517,378	81,768.45	81,768.45			517,378	81,768.45
RESIDENTIAL	1	048	319,682	56,318.84	56,318.84			319,682	56,318.84
			319,682	56,318.84	56,318.84			319,682	56,318.84
RESIDENTIAL	1	056		13.34	13.34				13.34
FIRM-COMMERCIAL	21	056		.00	.00				.00
				13.34	13.34				13.34
RESIDENTIAL	1	058		564,159.47	564,159.47				564,159.47
FIRM-COMMERCIAL	21	058		511,799.29	511,799.29				511,799.29
FIRM-MISC INDUST	31	058		30,282.29	30,282.29				30,282.29
FIRM-PUMPING-IRRIG	39	058		151.15	151.15				151.15
LIGHTING-PUB ST-HIWI	51	058		12,289.11	12,289.11				12,289.11
INTERDEPARTMENT REV	80	058		.00	.00				.00
MISC-RENT ELECT PROP	85	058		1,143.52	1,143.52				1,143.52
MISC-OTHER ELECT REV	86	058		16.72	16.72				16.72
				1,119,841.55	1,119,841.55				1,119,841.55
RESIDENTIAL	1	058A		3,743.31CR	3,743.31CR				3,743.31CR
FIRM-COMMERCIAL	21	058A		1,835.29CR	1,835.29CR				1,835.29CR
FIRM-MISC INDUST	31	058A		.51CR	.51CR				.51CR
FIRM-PUMPING-IRRIG	39	058A		43.02CR	43.02CR				43.02CR
				5,622.13CR	5,622.13CR				5,622.13CR
FIRM-ENERGY CHARGE	74	061		.00	.00				.00
SURPLUS-ENERGY CHARG	75	061		.00	.00				.00
				4.00	4.00				4.00
EE - RESIDENTIAL	61	090		4.00	4.00				4.00
RESIDENTIAL	1	095		7,033.03	7,033.03				7,033.03
FIRM-COMMERCIAL	21	095		823.00	823.00				823.00
				7,856.03	7,856.03				7,856.03
THEFT OF SERVICE	18	099		2,848.36	2,848.36				2,848.36
MISC-SERVICE REV SNP	83	099		20,364.00	20,364.00				20,364.00

DESCRIPTION	CLS	SCH	AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF JANUARY 04			
			CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	YEAR TO DATE QUANTITY
MISC-RENT ELECT PROP	85	099		24,331.82		24,331.82
MISC-OTHER ELECT REV	86	099		262.09		262.09
SVC TOTALS			216,294	527,785,476	33,717,528.66	527,785,476
						33,717,528.66

CUSTOMERS
 AVG CUST
 YEAR TO DATE QUANTITY
 AMOUNT

CUSTOMERS
 AVG CUST
 YEAR TO DATE QUANTITY
 AMOUNT

Avista Utilities
WASHINGTON POWER COST DEFERRALS

Line No.	WASHINGTON ACTUALS-2004	Actual Jan-04	Actual Feb-04	Actual Mar-04	Actual Apr-04	Actual May-04	Actual Jun-04	Actual Jul-04	Actual Aug-04	Actual Sep-04	Actual Oct-04	Actual Nov-04	Actual Dec-04
1	555 Purchased Power	\$20,898,976											
2	501 Thermal Fuel	\$1,413,525											
3	547 CT Fuel	\$1,642,906											
4	447 Sale for Resale	\$6,140,479											
5	Actual Net Expense	\$17,814,928											
6	Potlatch 25 aMW directly assigned to ID	(\$601,710)											
7	Potlatch 62 aMW directly assigned to ID	(\$2,047,319)											
8	Adjusted Actual Net Expense	\$15,165,899											
AUTHORIZED NET EXPENSE-SYSTEM													
9	555 Purchased Power	\$68,370,477	\$ 7,820,601	\$ 6,873,178	\$ 6,877,530	\$ 2,970,502	\$ 1,220,238	\$ 781,522	\$ 5,416,130	\$ 7,510,269	\$ 6,429,357	\$ 8,215,787	\$ 8,175,700
10	501 Thermal Fuel	\$15,777,429	\$ 1,497,543	\$ 1,328,377	\$ 1,321,593	\$ 1,193,467	\$ 566,463	\$ 1,103,034	\$ 1,501,955	\$ 1,550,936	\$ 1,449,825	\$ 1,289,090	\$ 1,455,980
11	547 CT Fuel	\$30,931,880	\$ 3,209,570	\$ 2,713,553	\$ 2,216,117	\$ 1,302,967	\$ 1,720,868	\$ 3,644,073	\$ 4,169,327	\$ 4,111,073	\$ 2,703,227	\$ 2,355,980	\$ 2,142,305
12	447 Sale for Resale	\$49,213,167	\$ 3,395,816	\$ 3,610,669	\$ 2,796,420	\$ 1,922,246	\$ 2,752,789	\$ 9,136,979	\$ 5,227,838	\$ 4,654,564	\$ 1,545,341	\$ 2,563,932	\$ 3,561,787
13	Authorized Net Expense	\$65,866,619	\$ 9,131,898	\$ 7,304,439	\$ 7,618,820	\$ 3,544,690	\$ (4,439,362)	\$ 1,425,179	\$ 8,002,694	\$ 7,055,338	\$ 9,037,068	\$ 9,296,925	\$ 8,212,198
14	Actual - Authorized Net Expense	\$6,034,001	\$ 6,034,001										
15	Net Fuel Expense not Incl in Acct 547 (1)	\$ 182,017	\$ 182,017										
16	Adjusted Actual - Authorized Net Exp	\$ 6,216,018	\$ 6,216,018										
17	Washington Alloc. @ 66.29%	\$4,120,598											
18	Enron Contract Buyout	\$32,626											
19	WA Retail Revenue Adjustment	\$(669,274)											
20	Net Power Cost Increase (Decrease)	\$ 3,483,950											
21	100% Net Power Cost Less \$9.0 million Company Band	\$											
22	90% Net Power Cost Less \$9.0 million Company Band	\$											

Avista Utilities
System Power Supply Expenses
WASHINGTON DEFERRED POWER COST CALCULATION

		Jan-04	Feb-04	Mar-04	Apr-04	May-04	Jun-04	Jul-04	Aug-04	Sep-04	Oct-04	Nov-04	Dec-04	TOTAL 2004
ACTUALS														
555	PURCHASED POWER													
1	Short-Term Purchases	12,948,293												12,948,293
2	Priest Rapids	158,509												158,509
3	Rocky Reach	102,015												102,015
4	Wanapum	208,697												208,697
5	Wells	99,817												99,817
6	Black Creek Index Purchase													
7	Deer Lake-IP&L	247												247
8	Small Power	83,862												83,862
9	Spokane-Upriver	91,386												91,386
10	WNP-3 (1)	2,541,438												2,541,438
11	WPI Amort													
12	Non-Mon. Accruals	143,856												143,856
13	DUKE #2108 (25 FLAT)-30.50	567,300												567,300
14	DUKE #2113/14 (50 FLAT)-28	1,041,600												1,041,600
15	EL PASO #2107 (25 FLAT)	590,550												590,550
16	Haleywest - Plummer Forest Prod.	149,463												149,463
17	Pollatch 62 aMW Purch	2,047,319												2,047,319
18	Douglas Capacity	122,000												122,000
19	PPLM Wind Power													
20	WPM Ancillary Services	2,624												2,624
	Total Account 555	20,898,976	0	0	0	0	0	0	0	0	0	0	0	20,898,976
(1) Effective November, 2003, WNP-3 purchase expense has been adjusted to reflect the mid-point price (\$33.78/MWh for the 2003-04 contract year) per Settlement Agreement, Cause No. U-86-99														
447 SALES FOR RESALE														
21	Short-Term Sales	5,741,521												5,741,521
22	Peaker LLC/PGE Cap Sale	150,000												150,000
23	Kaiser Load Following	25,061												25,061
24	NW Alum DES	137												137
25	Pend Oreille DES	34,437												34,437
26	Nichols Pumping Index Sale	183,354												183,354
27	Mirant Operating Reserves/DES	14,655												14,655
28	Enron/PGE Cap Fee, employee svcs	(11,310)												(11,310)
29	Merchant Ancillary Services	2,624												2,624
	Total Account 447	6,140,479												6,140,479

Avista Utilities
System Power Supply Expenses
WASHINGTON DEFERRED POWER COST CALCULATION

ACTUALS

Line No.	Jan-04	Feb-04	Mar-04	Apr-04	May-04	Jun-04	Jul-04	Aug-04	Sep-04	Oct-04	Nov-04	Dec-04	TOTAL 2004
<u>501 FUEL-DOLLARS</u>													
30	wood	557,912											557,912
31	coal	862,129											862,129
32	Total Coal & Wood	1,420,041	0	0									1,420,041
33	gas	1,911											1,911
34	oil	(8,427)											(8,427)
35	Total Oil & Gas	(6,516)	0	0									(6,516)
36	Total Account 501	1,413,525	0	0									1,413,525
<u>501 FUEL-TONS</u>													
37	Kettle Falls	46,083											46,083
38	Colstrip	101,926											101,926
<u>501 FUEL-COST PER TON</u>													
39	wood	\$ 12.11	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	\$ 12.11
40	coal	\$ 8.46	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	\$ 8.46
<u>547 FUEL</u>													
41	NE Combustion Turbine Gas/Oil	7											7
42	Boulder Park	69,742											69,742
43	Kettle Falls CT	28,115											28,115
44	Coyote Springs2	1,208,463											1,208,463
45	Rathdrum Gas Storage Fee	40,000											40,000
46	Rathdrum Fuel Exp	296,579											296,579
47	Total Account 547	1,642,906											1,642,906
48	TOTAL NET EXPENSE	17,814,928	0	0	0	0	0	0	0	0	0	0	17,814,928

AVISTA UTILITIES
 Washington Electric Jurisdiction
 Energy Recovery Mechanism Revenue Credit
 Month of January 2004

Description	January	February	March	April	May	June	July	August	September	October	November	December	YTD
Total WA kWhs per Rev Run	527,785,476												527,785,476
Deduct Sales for Resale kWhs													
Deduct Exchange (Sch 29) kWhs	(2,466,273)												(2,466,273)
Deduct Prior Month Unbilled kWhs Heating	(350,076,810)												(350,076,810)
Add Current Month Unbilled kWhs Heating													
Add Current Month Unbilled kWhs Cooling	294,920,596												294,920,596
Washington Retail kWhs	470,162,989												470,162,989
Test Year Consumption from Attachment 1 Settlement Stipulation	449,477,904	425,137,067	436,508,558	388,111,383	376,471,457	377,440,327	398,566,301	444,487,437	354,506,791	387,418,707	437,581,917	533,208,120	5,008,915,969
Difference from Test Year	20,685,085												20,685,085
WA Retail Revenue Credit	\$663,578												\$663,578
Net Wind Revenue Credit	\$5,696												\$5,696
Total Revenue Credit	\$669,274	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$669,274

Schedule 95 Wind Revenue	\$7,856.03												\$7,856.03
Deduct Admin Expense	\$2,160.41	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$2,160.41
Net Wind Revenue Credit	\$5,695.62	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$5,695.62

Envista Corporation - General Ledger Journal Entry

Print Date: 02-09-04 09:24 AM

Journal ID: RJECC Journal Description: Enron Contract Buyout Amort Effective Date: 01-31-2004

Corp: WWP Journal Sponsor: RESOURCE \$/ #: \$ Tran Type: C Error Code: Q Code: G

Control Amount Total: 48,428.00 Saved By: Linda Donley Saved Date: 02-09-2004 9:24:48 AM

Edit Date: 02-09-2004 9:24:42 AM

Seq	WO	UMain	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
5	0000	9182	36	028	EE		0.00	29,363.00		WASHINGTON ERM AMORTIZATION
<i>Amortize Enron Contract buyout for WA ERM</i>										
10	2577	0557	16	X55	EE	X	028	29,363.00	0.00	POWER TRANSACTIONS /PS REG EXPENSE
<i>Amortization expense for Enron Contract Buyout</i>										
15	0000	9182	36	028	EE		4,394.00		0.00	WASHINGTON ERM AMORTIZATION
<i>Accrue interest income on unamortized balance for future recovery</i>										
20	Q000	9419	00	Q98	EE	X	098	0.00	4,394.00	NON-UTILITY REVENUE/INT/DIV INCOME
<i>Interest income accrued</i>										
25	0000	9171	00	FIN	EE		4,394.00		0.00	INTEREST & DIVIDENDS REC
<i>Accrue interest income</i>										
30	0000	9171	00	FIN	EE		0.00	4,394.00		INTEREST & DIVIDENDS REC
<i>Transfer interest income accrual to deferred contract buyout for future recovery</i>										
35	0135	0410	10	X54	EE	X	028	0.00	10,277.00	INCOME TAX /* PRV DFIT DR
40	0135	9410	20	X54	EE	X	028	1,538.00	0.00	INCOME TAX /PROV DEFERED IT
45	0000	9283	28	028	EE		8,739.00		0.00	ADFIT-WA ERM CURRENT AND PRIOR YRS
Totals:								48,428.00	48,428.00	

Trans: 9 Rows: 9

Prepared By: *Linda Donley* Date: 2/9/04
 Reviewed By: *[Signature]* Date: 2/9/04

Explanation:
 WA ERM settlement created a regulatory asset to be recovered over the 3 years of the original purchased power contract (2004 - 2006). As the contract buyout is amortized it will become part of the monthly ERM calculation. See attached for details

Approved For Entry - Corporate Accounting Use Only Date

02-09-2004
 8:36 AM

EnronAmort.xls
 Jan - Jun 2004

Februar

Avista Corporation			Weighted cost of debt at 12/31/03 is 8.45%.				
Enron Contract Buyout							
Amortization Schedule							
January 2004 - December 2006							
		90%	100%				
Uniform Monthly Amortization		-\$29,363	\$32,626 Expense for deferral calculation				0000928328
			January through June 2004				
			DR	CR	DFIT	DFIT	ADFIT
Balance	12-31-2003	\$974,754					(341,164)
Amortization	Jan-04	-29,363	2577055716 X55 028	0000918236 028	0135041010 X54 028	(10,277)	10,277
Net of amortization		945,391					
Average balance		960,073					
Interest (net of tax)	0.0045771	4,394	0000918236 028	Q000941900 Q98 098	0135941020 X54 028	1,538	(1,538)
Balance	01-31-2004	\$949,785				(8,739)	(332,425)
Amortization	Feb-04	-29,363					
Net of amortization		920,422					
Average balance		935,104					
Interest (net of tax)	0.0045771	4,280					
Balance	02-29-2004	\$924,702					
Amortization	Mar-04	-29,363					
Net of amortization		895,339					
Average balance		910,021					
Interest (net of tax)	0.0045771	4,165					
Balance	03-31-2004	\$899,504					
Amortization	Apr-04	-29,363					
Net of amortization		870,141					
Average balance		884,823					
Interest (net of tax)	0.0045771	4,050					
Balance	04-30-2004	\$874,191					
Amortization	May-04	-29,363					
Net of amortization		844,828					
Average balance		859,510					
Interest (net of tax)	0.0045771	3,934					
Balance	05-31-2004	\$848,762					
Amortization	Jun-04	-29,363					
Net of amortization		819,399					
Average balance		834,081					
Interest (net of tax)	0.0045771	3,818					
Balance	06-30-2004	\$823,217					

Note: The interest rate will be updated every six months and the uniform monthly amortization will also be updated every six months.

Weighted cost of debt at 12/31/03 is 8.45%.

Avista Corporation
 Enron Contract Buyout
 Amortization Schedule
January 2004 - December 2006

		<u>90%</u>	<u>100%</u>
Uniform Monthly Amortization		-\$29,363	-\$32,626
Balance	12/31/2003	\$974,754	
Amortization	Jan-04	<u>-29,363</u>	
Net of amortization		945,391	
Average balance		960,073	
Interest (net of tax)	0.0045771	<u>4,394</u>	
Balance	1/31/2004	\$949,785	
Amortization	Feb-04	<u>-29,363</u>	
Net of amortization		920,422	
Average balance		935,104	
Interest (net of tax)	0.0045771	<u>4,280</u>	
Balance	2/29/2004	\$924,702	
Amortization	Mar-04	<u>-29,363</u>	
Net of amortization		895,339	
Average balance		910,021	
Interest (net of tax)	0.0045771	<u>4,165</u>	
Balance	3/31/2004	\$899,504	
Amortization	Apr-04	<u>-29,363</u>	
Net of amortization		870,141	
Average balance		884,823	
Interest (net of tax)	0.0045771	<u>4,050</u>	
Balance	4/30/2004	\$874,191	
Amortization	May-04	<u>-29,363</u>	
Net of amortization		844,828	
Average balance		859,510	
Interest (net of tax)	0.0045771	<u>3,934</u>	
Balance	5/31/2004	\$848,762	
Amortization	Jun-04	<u>-29,363</u>	
Net of amortization		819,399	
Average balance		834,081	
Interest (net of tax)	0.0045771	<u>3,818</u>	
Balance	6/30/2004	\$823,217	

Note: The interest rate will be updated every six months and the uniform monthly amortization will also be updated every six months.

Avista Corporation
 Enron Contract Buyout
 Amortization Schedule
January 2004 - December 2006

Weighted cost of debt at 12/31/03 is 8.45%.

		<u>90%</u>	<u>100%</u>
Uniform Monthly Amortization		-\$29,363	-\$32,626
Amortization	Jul-04	<u>-29,363</u>	
Net of amortization		793,854	
Average balance		808,536	
Interest (net of tax)	0.0045771	<u>3,701</u>	
Balance	7/31/2004	\$797,555	
Amortization	Aug-04	<u>-29,363</u>	
Net of amortization		768,192	
Average balance		782,874	
Interest (net of tax)	0.0045771	<u>3,583</u>	
Balance	8/31/2004	\$771,775	
Amortization	Sep-04	<u>-29,363</u>	
Net of amortization		742,412	
Average balance		757,094	
Interest (net of tax)	0.0045771	<u>3,465</u>	
Balance	9/30/2004	\$745,877	
Amortization	Oct-04	<u>-29,363</u>	
Net of amortization		716,514	
Average balance		731,196	
Interest (net of tax)	0.0045771	<u>3,347</u>	
Balance	10/31/2004	\$719,861	
Amortization	Nov-04	<u>-29,363</u>	
Net of amortization		690,498	
Average balance		705,180	
Interest (net of tax)	0.0045771	<u>3,228</u>	
Balance	11/30/2004	\$693,726	
Amortization	Dec-04	<u>-29,363</u>	
Net of amortization		664,363	
Average balance		679,045	
Interest (net of tax)	0.0045771	<u>3,108</u>	
Balance	12/31/2004	\$667,471	

Note: The interest rate will be updated every six months and the uniform monthly amortization will also be updated every six months.

Avista Corporation
 Enron Contract Buyout
 Amortization Schedule
January 2004 - December 2006

Weighted cost of debt at 12/31/03 is 8.45%.

		<u>90%</u>	<u>100%</u>
Uniform Monthly Amortization		-\$29,363	-\$32,626
Amortization	Jan-05	<u>-29,363</u>	
Net of amortization		638,108	
Average balance		652,790	
Interest (net of tax)	0.0045771	<u>2,988</u>	
Balance	1/31/2005	\$641,096	
Amortization	Feb-05	<u>-29,363</u>	
Net of amortization		611,733	
Average balance		626,415	
Interest (net of tax)	0.0045771	<u>2,867</u>	
Balance	2/28/2005	\$614,600	
Amortization	Mar-05	<u>-29,363</u>	
Net of amortization		585,237	
Average balance		599,919	
Interest (net of tax)	0.0045771	<u>2,746</u>	
Balance	3/31/2005	\$587,983	
Amortization	Apr-05	<u>-29,363</u>	
Net of amortization		558,620	
Average balance		573,302	
Interest (net of tax)	0.0045771	<u>2,624</u>	
Balance	4/30/2005	\$561,244	
Amortization	May-05	<u>-29,363</u>	
Net of amortization		531,881	
Average balance		546,563	
Interest (net of tax)	0.0045771	<u>2,502</u>	
Balance	5/31/2005	\$534,383	
Amortization	Jun-05	<u>-29,363</u>	
Net of amortization		505,020	
Average balance		519,702	
Interest (net of tax)	0.0045771	<u>2,379</u>	
Balance	6/30/2005	\$507,399	

Note: The interest rate will be updated every six months and the uniform monthly amortization will also be updated every six months.

February 4, 2004

Weighted cost of debt at 12/31/03 is 8.45%.

Avista Corporation
 Enron Contract Buyout
 Amortization Schedule
January 2004 - December 2006

		<u>90%</u>	<u>100%</u>
Uniform Monthly Amortization		-\$29,363	-\$32,626
Amortization	Jul-05	<u>-29,363</u>	
Net of amortization		478,036	
Average balance		492,718	
Interest (net of tax)	0.0045771	<u>2,255</u>	
Balance	7/31/2005	\$480,291	
Amortization	Aug-05	<u>-29,363</u>	
Net of amortization		450,928	
Average balance		465,610	
Interest (net of tax)	0.0045771	<u>2,131</u>	
Balance	8/31/2005	\$453,059	
Amortization	Sep-05	<u>-29,363</u>	
Net of amortization		423,696	
Average balance		438,378	
Interest (net of tax)	0.0045771	<u>2,006</u>	
Balance	9/30/2005	\$425,702	
Amortization	Oct-05	<u>-29,363</u>	
Net of amortization		396,339	
Average balance		411,021	
Interest (net of tax)	0.0045771	<u>1,881</u>	
Balance	10/31/2005	\$398,220	
Amortization	Nov-05	<u>-29,363</u>	
Net of amortization		368,857	
Average balance		383,539	
Interest (net of tax)	0.0045771	<u>1,755</u>	
Balance	11/30/2005	\$370,612	
Amortization	Dec-05	<u>-29,363</u>	
Net of amortization		341,249	
Average balance		355,931	
Interest (net of tax)	0.0045771	<u>1,629</u>	
Balance	12/31/2005	\$342,878	

Note: The interest rate will be updated every six months and the uniform monthly amortization will also be updated every six months.

Avista Corporation
 Enron Contract Buyout
 Amortization Schedule
January 2004 - December 2006

Weighted cost of debt at 12/31/03 is 8.45%.

		<u>90%</u>	<u>100%</u>
Uniform Monthly Amortization		-\$29,363	-\$32,626
Amortization	Jan-06	<u>-29,363</u>	
Net of amortization		313,515	
Average balance		328,197	
Interest (net of tax)	0.0045771	<u>1,502</u>	
Balance	1/31/2006	\$315,017	
Amortization	Feb-06	<u>-29,363</u>	
Net of amortization		285,654	
Average balance		300,336	
Interest (net of tax)	0.0045771	<u>1,375</u>	
Balance	2/28/2006	\$287,029	
Amortization	Mar-06	<u>-29,363</u>	
Net of amortization		257,666	
Average balance		272,348	
Interest (net of tax)	0.0045771	<u>1,247</u>	
Balance	3/31/2006	\$258,913	
Amortization	Apr-06	<u>-29,363</u>	
Net of amortization		229,550	
Average balance		244,232	
Interest (net of tax)	0.0045771	<u>1,118</u>	
Balance	4/30/2006	\$230,668	
Amortization	May-06	<u>-29,363</u>	
Net of amortization		201,305	
Average balance		215,987	
Interest (net of tax)	0.0045771	<u>989</u>	
Balance	5/31/2006	\$202,294	
Amortization	Jun-06	<u>-29,363</u>	
Net of amortization		172,931	
Average balance		187,613	
Interest (net of tax)	0.0045771	<u>859</u>	
Balance	6/30/2006	\$173,790	

Note: The interest rate will be updated every six months and the uniform monthly amortization will also be updated every six months.

February 4, 2004

Avista Corporation
 Enron Contract Buyout
 Amortization Schedule
January 2004 - December 2006

Weighted cost of debt at 12/31/03 is 8.45%.

		<u>90%</u>	<u>100%</u>
Uniform Monthly Amortization		-\$29,363	-\$32,626
Amortization	Jul-06	-29,363	
Net of amortization		144,427	
Average balance		159,109	
Interest (net of tax)	0.0045771	728	
Balance	7/31/2006	\$145,155	
Amortization	Aug-06	-29,363	
Net of amortization		115,792	
Average balance		130,474	
Interest (net of tax)	0.0045771	597	
Balance	8/31/2006	\$116,389	
Amortization	Sep-06	-29,363	
Net of amortization		87,026	
Average balance		101,708	
Interest (net of tax)	0.0045771	466	
Balance	9/30/2006	\$87,492	
Amortization	Oct-06	-29,363	
Net of amortization		58,129	
Average balance		72,811	
Interest (net of tax)	0.0045771	333	
Balance	10/31/2006	\$58,462	
Amortization	Nov-06	-29,363	
Net of amortization		29,099	
Average balance		43,781	
Interest (net of tax)	0.0045771	200	
Balance	11/30/2006	\$29,299	
Amortization	Dec-06	-29,363	
Net of amortization		-64	
Average balance		14,618	
Interest (net of tax)	0.0045771	67	
Balance	12/31/2006	\$3	

Note: The interest rate will be updated every six months and the uniform monthly amortization will also be updated every six months.

AVIS CORP.

Total Debt Capital as of December 31, 2003

Line No.	Rating S&P,M,Fitch	Coupon Rate	Maturity Date	Settlement Date	Principal Amount	Issuance Costs	Loss/Reacq Expenses	Net Proceeds	Yield to Maturity	Principal Outstanding 12/31/2003	Effective Cost	Line No.
1	RATINGS											1
2	Series Costs		8/31/2010	5/1/1993		373,693					21,663	2
3	BBB-,Baa3,BBB-	6.39%	7/8/2005	7/8/1993	1,500,000	9,375	399	1,490,226	6.469%	1,500,000	97,034	3
4	BBB-,Baa3,BBB-	6.67%	7/12/2010	7/12/1993	5,000,000	33,750	207,139	4,964,919	6.740%	5,000,000	17,262	4
5	BBB-,Baa3,BBB-	6.89%	6/4/2008	6/4/1993	10,000,000	67,500	690,464	9,929,837	6.966%	10,000,000	336,998	5
6	BBB-,Baa3,BBB-	6.95%	6/3/2008	6/3/1993	10,000,000	67,500	1,380,929	9,929,837	7.026%	10,000,000	40,616	6
7	BBB-,Baa3,BBB-	7.16%	8/11/2023	8/12/1993	7,000,000	52,500	1,380,929	6,945,636	7.244%	7,000,000	92,062	7
8	BBB-,Baa3,BBB-	7.26%	7/23/2018	7/22/1993	5,000,000	37,500	1,864	4,961,169	7.328%	5,000,000	702,642	8
9	BBB-,Baa3,BBB-	7.30%	8/11/2023	8/12/1993	10,000,000	75,000	2,663	9,922,337	7.365%	10,000,000	92,062	9
10	BBB-,Baa3,BBB-	7.37%	5/10/2012	5/10/1993	7,000,000	47,250	32,760	6,950,886	7.440%	7,000,000	507,064	10
11	BBB-,Baa3,BBB-	7.39%	5/11/2018	5/11/1993	7,000,000	52,500	1,227,883	6,945,636	7.459%	7,000,000	366,408	11
12	BBB-,Baa3,BBB-	7.44%	7/7/2023	7/8/1993	1,000,000	7,500	226	992,274	7.505%	1,000,000	27,619	12
13	BBB-,Baa3,BBB-	7.45%	6/11/2018	6/9/1993	15,500,000	116,250	138,093	15,329,403	7.548%	15,500,000	736,454	13
14	BBB-,Baa3,BBB-	7.53%	5/5/2023	5/6/1993	5,500,000	41,250	54,347	5,457,288	7.596%	5,500,000	1,092	14
15	BBB-,Baa3,BBB-	7.54%	5/5/2023	5/7/1993	1,000,000	7,500	175,412	992,274	7.606%	1,000,000	520,769	15
16	BBB-,Baa3,BBB-	7.90%	8/25/2006	8/25/1994	4,000,000	25,000	4,176	3,970,824	7.996%	4,000,000	64,625	16
17	BBB-,Baa3,BBB-							88,782,545	7.951%	89,500,000	522,129	17
18	BBB-,Baa3,BBB-										83,246	18
19	BBB-,Baa3,BBB-										75,051	19
20	BBB-,Baa3,BBB-										4,603	20
21	BBB-,Baa3,BBB-										1,170,012	21
22	BBB-,Baa3,BBB-										85,618	22
23	BBB-,Baa3,BBB-										417,781	23
24	BBB-,Baa3,BBB-										32,100	24
25	BBB-,Baa3,BBB-										76,057	25
26	BBB-,Baa3,BBB-										8,882	26
27	BBB-,Baa3,BBB-										319,826	27
28	BBB-,Baa3,BBB-										7,116,288	28
29	BBB-,Baa3,BBB-											29
30	BBB-,Baa3,BBB-											30
31	RATINGS											31
32	Series Costs		5/1/2009	5/1/1994		329,022					21,935	32
33	BBB-,Baa3,BBB-	6.50%	11/28/2005	11/28/1995	15,000,000	93,750	47,970	14,858,280	6.631%	15,000,000	994,611	33
34	BBB-,Baa3,BBB-	6.50%	11/15/2005	11/28/1995	5,000,000	31,250	15,990	4,952,760	6.631%	5,000,000	331,529	34
35	BBB-,Baa3,BBB-	6.67%	6/9/2005	6/9/1995	5,000,000	31,250	4,194	4,964,556	6.769%	5,000,000	338,436	35
36	BBB-,Baa3,BBB-	6.68%	6/9/2005	6/9/1995	3,000,000	18,750	2,516	2,978,734	6.779%	3,000,000	203,363	36
37	BBB-,Baa3,BBB-	6.90%	7/1/2010	6/9/1995	5,000,000	33,750	4,194	4,962,056	6.982%	5,000,000	349,077	37
38	BBB-,Baa3,BBB-	7.89%	8/25/2006	8/25/1994	26,000,000	162,500	3,811	25,833,689	7.974%	26,000,000	2,073,166	38
39	BBB-,Baa3,BBB-						30,000				2,500	39
40	TOTAL SECURED MEDIUM TERM NOTES, SERIES B (A FORM OF FIRST MORTGAGE BOND)							58,550,076	7.313%	59,000,000	4,314,638	40
41												41

AVIS CORP.

Total Debt Capital as of December 31, 2003

Line No.	Rating S&P, M, Fitch	Coupon Rate	Maturity Date	Settlement Date	Principal Amount	Issuance Costs	Loss/Reacq Expenses	Net Proceeds	Yield to Maturity	Principal Outstanding 12/31/2003	Effective Cost	Line No.
42	RATINGS											42
43	BBB-, Baa3, BBB-	7.75%	1/1/2007	12/19/2001	150,000,000	1,875,000	1,159,351	146,965,649	8.248%	150,000,000	12,371,982	43
44							5,548,458			150,000,000	1,091,500	44
45	RATINGS											45
46	BBB-, Baa3, BBB-	6.125%	9/1/2013	9/8/2003	45,000,000	292,500	638,913	44,068,587	6.409%	45,000,000	2,883,906	46
47							815,824			45,000,000	81,582	47
48										45,000,000	2,965,488	48
49												49
50												50
51											0	51
52									8.111%	343,500,000	27,859,896	52
53												53
54												54
55									6.507%	4,100,000	266,795	55
56							243,525	3,825,725		4,100,000	212	56
57	Insurance		12/1/2023	7/1/1993	4,100,000	30,750	4,452				209,250	57
58	AAA, Aaa	5.00%	10/1/2004	12/31/2002							3,834,268	58
59	AAA, Aaa	5.125%	10/1/2032	10/1/2003	66,700,000		7,356,507	69,343,493	5.749%	66,700,000	3,834,268	59
60			3/1/2034	9/1/1999	17,000,000		2,124,593	14,875,407	5.986%	17,000,000	1,017,541	60
61								78,044,825	6.068%	87,800,000	5,328,066	61
62	RATINGS											62
63	BB+, Ba1, BB+	7.94%	1/22/2007	1/22/1992	3,000,000	20,250		2,979,441	8.019%	3,000,000	240,581	63
64								99,342		3,000,000	6,623	64
65									8.240%	3,000,000	247,203	65
66												66
67	RATINGS											67
68	Series Costs		6/30/2008	4/1/1991		276,594					16,112	68
69	BB+, Ba1, BB+	7.42%	8/9/2004	8/7/1992	28,500,000	187,500	18,702	28,293,798	7.512%	28,500,000	2,141,042	69
70							1,486,364				124,030	70
71	BB+, Ba1, BB+	7.90%	1/22/2007	1/22/1992	9,000,000	60,750	1,297	8,937,953	7.980%	9,000,000	718,168	71
72							298,027				19,868	72
73	BB+, Ba1, BB+	7.99%	2/3/2023	2/3/1993	5,000,000	37,500	125	4,962,375	8.057%	5,000,000	402,844	73
74							453,432				15,114	74
75	BB+, Ba1, BB+	8.14%	12/18/2006	12/17/1991	8,000,000	54,000	1,153	7,944,847	8.221%	8,000,000	657,660	75
76	BB+, Ba1, BB+	8.15%	9/15/2022	9/15/1992	5,000,000	37,500	3,117	4,959,383	8.223%	5,000,000	411,167	76
77			3/1/2011	7/29/2002			79,518				9,175	77
78								55,098,356	8.135%	55,500,000	4,515,181	78
79												79

Annualized amortization for both issuance and loss/reacq expenses
 TOTAL DEBT SECURED BY MORTGAGE

POLLUTION CONTROL BONDS

MEDIUM TERM NOTES, SERIES A, Ratings S&P BB+, Moody's Ba1, Fitch BB+

Total Medium Term Notes - Series A

MEDIUM TERM NOTES, SERIES B, Ratings S&P BB+, Moody's Ba1, Fitch BB+

Total Medium Term Notes - Series B

AVIS CORP.

Total Debt Capital as of December 31, 2003

Line No.	Rating S&P, M, Fitch	Coupon Rate	Maturity Date	Settlement Date	Principal Amount	Issuance Costs	Loss/Reacq Expenses	Net Proceeds	Yield to Maturity	Principal Outstanding 12/31/2003	Effective Cost	Line No.
MEDIUM TERM NOTES, SERIES C, Ratings S&P BB+, Moody's Ba1, Fitch BB+.												
80	RATINGS											80
81	Series Costs		Jun-15-2013	34,499		452,261					30,151	81
82			Jun-15-2013	34,803		150,633					10,633	82
83			Jun-15-2013	36,218		7,900					765	83
84	BB+,Ba1,BB+	6.37%	6/19/2028	6/19/1998	15,000,000	93,750	1,232	14,905,018	6.418%	15,000,000	962,674	84
85							79,196				2,640	85
86	BB+,Ba1,BB+	6.37%	6/19/2028	6/19/1998	10,000,000	62,500	822	9,936,678	6.418%	10,000,000	641,783	86
87							109,453				3,648	87
88	BB+,Ba1,BB+	5.99%	12/10/2007	12/10/1998	13,850,000	83,100	1,559	13,765,341	6.079%	13,850,000	841,967	88
89							55,183				12,040	89
90							993				124	90
91	BB+,Ba1,BB+	6.06%	12/10/2008	12/10/1998	25,000,000	156,250	2,931	24,840,819	6.146%	25,000,000	1,536,544	91
92	BB+,Ba1,BB+	8.02%	10/26/2010	10/26/1999	25,000,000	156,250	5,037	24,838,713	8.110%	25,000,000	2,027,439	92
93							707,527				64,321	93
94			3/1/2011	5/24/2002			-2,350,000				-268,571	94
95			5/1/2011	4/30/2003			-407,637				-50,429	95
96			Total Medium Term Notes - Series C								88,286,569	96
97											5,815,727	97
SENIOR CORP. NOTES, 9.75%												
98	RATINGS											98
99	BB+,Ba1,BB+	9.750%	6/1/2008	4/3/2001	316,325,000	6,326,500	3,039,593	306,958,907	10.340%	316,325,000	32,707,996	99
100			6/1/2008				-1,441,434				-250,664	100
101			3/1/2011				936,274				121,068	101
102			7/1/2011				369,462				45,707	102
103			6/30/2011				859,304				109,698	103
104			3/1/2011				10,225,725				1,146,810	104
105			3/1/2011				232,456				27,619	105
106			3/1/2011				92,340				11,081	106
107			6/15/2001				134,471				16,809	107
108			8/15/2014				1,683,886				153,081	108
109			Total Corporate Notes								34,089,184	109
110												110
111											0	111
Annualized amortization for both issuance and loss/reacq expenses												
TOTAL MEDIUM TERM NOTES												
112										463,675,000	44,667,296	112
113												113
TOTAL LONG-TERM DEBT												
114										894,975,000	77,855,258	114
115												115

Total Debt Capital as of December 31, 2003

Line No.	Rating S&P, M, Fitch	Coupon Rate	Maturity Date	Settlement Date	Principal Amount	Issuance Costs	Loss/Reacq Expenses	Net Proceeds	Yield to Maturity	Principal Outstanding 12/31/2003	Effective Cost	Line No.
116												116
117												117
118												118
119					80,000,000			80,000,000	2.857%	80,000,000	2,285,600	119
120												120
121									N/A	N/A	2,276,325	121
122												122
123								0				123
124												124
125									5.702%	80,000,000	4,561,925	125
126												126
127									8.453%	974,975,000	82,417,183	127
TOTAL SHORT-TERM DEBT												
TOTAL DEBT OUTSTANDING AND COST OF DEBT AT DECEMBER 31, 2003												