

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

NEZ PERCE SETTLEMENT
ACCOUNTING ADJUSTMENT
ELECTRIC

Line No.	DESCRIPTION	System	Washington	Idaho
	REVENUES			
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
	EXPENSES			
	Production and Transmission			
7	Operating Expenses	11	11	0
8	Purchased Power			
9	Depreciation and Amortization			
10	Taxes			
11	Total Production & Transmission	11	11	0
	Distribution			
12	Operating Expenses			
13	Depreciation			
14	Taxes	0		0
15	Total Distribution	0	0	0
16	Customer Accounting			
17	Customer Service & Information			
18	Marketing			
	Administrative & General			
19	Operating Expenses			
20	Depreciation			
21	Taxes			
22	Total Admin. & General	0	0	0
23	Total Electric Expenses	11	11	0
24	Operating Income before FIT	(11)	(11)	0
	Federal Income Taxes			
25	Current Accrual	35.0%	(4)	(4)
26	Deferred Income Taxes			
27	Amortized ITC - Noxon			
28	NET OPERATING INCOME	(\$7)	(\$7)	\$0
	RATE BASE			
	PLANT IN SERVICE			
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

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AVISTA UTILITIES
 Nez Perce Settlement
 Commission Basis Adjustment
 12 months ended 12/31/09

		SYS - ELEC	Wash	Idaho
Note 1 - Prod/Trans Ratio		100.000%	• 64.870%	• 35.130%
Agreement Period is 45 years				
Washington	Allocated Annual Payments	783,800	• \$508,450	
Idaho	Allocated Annual Payments	\$872,500		• \$306,509
Directly Assigned	Account 557 2009 Recorded Amounts	\$818,702	• \$497,498	• \$321,204
	Adjustment to Account 557	-\$3,743	• \$10,952	-\$14,695
	Federal Income Tax	-35% 1,310	-3,833	5,143
	Net Expense Adjustment	-2,433	7,119	-9,552
Per Washington Docket No. UE-991606	1/31/2000 - 1/31/2043 Annual Payments			
	Total Annual Payments	835,498		
	Annual Payments Direct Idaho	51,670		
	Annual Payments Allocated Electric	783,828		
Per Idaho Case No. WWP-E-98-11	Lump Sum Payment 1/31/99	2,500,000		
	1/31/2000 - 1/31/2043 Annual Payments	835,498		
	Total Payments over 45 Years	39,261,912		
	Levelized Amortization	872,500		

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ALLOCATION OF OTHER POWER SUPPLY EXP
 EXPENSE--ACCOUNT 557
 For Twelve Months Ended December 31, 2009
 Average of Monthly Averages Basis

Ref/Basis	Account	Description	***** SYSTEM *****		***** WASHINGTON *****		***** IDAHO *****	
			Direct	Allocated	Direct	Allocated	Direct	Allocated
				Total		Total		Total
1	557000	Other Expenses	0	5,413,375	0	3,511,656	0	1,901,719
1	557010	Other Power Supply Expense - Financial	0	0	0	0	0	0
1	557150	Fuel - Economic Dispatch	0	31,880,540	0	20,680,906	0	11,199,634
1	557160	Power Supply Expense - Miscellaneous	0	-55,261	0	-35,848	0	-19,413
99	557161	Unbilled Add-Ons	-231,661	0	258,318	0	-489,979	-489,979
1	557170	Broker Fees - Power	0	124,311	0	80,641	0	43,670
1	557200	Nez Perce	818,702	0	497,498	0	321,204	0
99	557280	Washington ERM Deferred	0	0	0	0	0	0
99	557290	Washington ERM Amortization	31,567,135	0	31,567,135	0	0	0
99	557380	Idaho PCA Deferred	-17,985,674	0	0	0	-17,985,674	0
99	557390	Idaho PCA Amortization	17,521,060	0	0	0	17,521,060	0
1	557610	Other Expenses - Exposure	0	810	0	525	0	285
1	557700	Turbine Gas Bookout Expense	0	145,143	0	94,154	0	50,989
TOTAL ACCOUNT 557			31,689,562	37,508,918	69,198,480	32,322,951	24,332,034	56,654,985
						-633,389	13,176,884	12,543,495

ALLOCATION RATIOS:

E-ALL	1	Production/Transmission Ratio	100.000%	64.870%	35.130%
E-ALL	99	Not Allocated	0.000%	0.000%	0.000%