

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

DOCKET NO. UG-14 _____

EXHIBIT NO. ____ (PDE-7)

PATRICK D. EHRBAR

REPRESENTING AVISTA CORPORATION

**AVISTA UTILITIES
WASHINGTON NATURAL GAS
PROPOSED INCREASE BY SERVICE SCHEDULE
12 MONTHS ENDED JUNE 30, 2013
(000s of Dollars)**

| Line No. | Type of Service | Schedule Number | Base Tariff Revenue Under Present Rates(1) | Proposed General Increase | Base Tariff Revenue Under Proposed Rates | Base Tariff Increase Percent | Total Billed Revenue at Present Rates (2) | Proposed General Increase | Percent Increase on Billed Revenue |
|----------|--|-----------------|--|---------------------------|--|------------------------------|---|---------------------------|------------------------------------|
| (a) | (b) | (c) | (d) | (e) | (f) | (g) | (h) | (i) | |
| 1 | General Service | 101 | \$107,942 | \$9,360 | \$117,302 | 8.7% | \$112,307 | \$9,360 | 8.3% |
| 2 | Large General Service | 111/112 | \$33,798 | \$2,168 | \$35,966 | 6.4% | \$35,342 | \$2,168 | 6.1% |
| 3 | Large General Svc.-High Annual Load Factor | 121/122 | \$3,762 | \$195 | \$3,957 | 5.2% | \$3,987 | \$195 | 4.9% |
| 4 | Interruptible Service | 131/132 | \$730 | \$28 | \$758 | 3.8% | \$759 | \$28 | 3.7% |
| 5 | Transportation Service | 146 | \$2,253 | \$384 | \$2,637 | 17.0% | \$2,254 | \$384 | 17.0% |
| 6 | Special Contracts | 148 | <u>\$1,544</u> | <u>\$0</u> | <u>\$1,544</u> | 0.0% | <u>\$1,544</u> | <u>\$0</u> | 0.0% |
| 7 | Total | | \$150,029 | \$12,135 | \$162,164 | 8.1% | \$156,193 | \$12,135 | 7.8% |

(1) Includes Purchase Adjustment Schedule 150; excludes all other rate adjustments.

(2) Includes Schedule 150 (Purchase Gas Cost Adjustment), Schedule 155 (Gas Rate Adjustment), and Schedule 191 (Public Purpose Rider Adjustment).

**AVISTA UTILITIES
WASHINGTON NATURAL GAS
PRESENT & PROPOSED RATES OF RETURN BY RATE SCHEDULE
12 MONTHS ENDED JUNE 30, 2013**

| <u>Line No.</u> | <u>Type of Service</u> (a) | <u>Sch. Number</u> (b) | <u>Present Rates</u> | | Base Tariff Proposed Increase (e) | <u>Proposed Rates</u> | |
|-----------------|---|---------------------------|--------------------------------------|------------------------------------|---|---------------------------------------|-------------------------------------|
| | | | <u>Present Rate of Return</u> (c) | <u>Present Relative ROR</u> (d) | | <u>Proposed Rate of Return</u> (f) | <u>Proposed Relative ROR</u> (g) |
| 1 | General Service | 101 | 4.21% | 0.91 | 8.67% | 7.26% | 0.94 |
| 2 | Large General Service | 111 | 6.29% | 1.36 | 6.41% | 9.58% | 1.24 |
| 3 | Large General Svc.-High Annual Load Factor | 121 | 6.73% | 1.46 | 5.17% | 10.07% | 1.31 |
| 4 | Interruptible Service | 131 | 7.99% | 1.73 | 3.83% | 11.49% | 1.49 |
| 5 | Transportation Service | 146 | 3.73% | 0.81 | 17.03% | 6.74% | 0.87 |
| 6 | Total | | 4.61% | 1.00 | 8.17% | 7.71% | 1.00 |

**AVISTA UTILITIES
WASHINGTON NATURAL GAS
PRESENT AND PROPOSED RATE COMPONENTS BY SCHEDULE**

Exhibit No. __ (PDE-7)

| Type of Service (a) | Base Rate (b) | Sch. 150 PGA Rate Adj (c) | Base Rate including Schedule 150 (d) | Present Billing Rate Adj. (e) | Present Billing Rate (1) (f) | General Rate Increase (g) | Proposed Billing Rate(1) (h) | Proposed Base Rate including Schedule 150 (i) | Proposed Base Rate excluding Schedule 150 (j) |
|--|---------------------|------------------------------------|---|--|------------------------------------|------------------------------------|---------------------------------------|---|---|
| <u>General Service - Schedule 101</u> | | | | | | | | | |
| Basic Charge | | | \$8.00 | | \$8.00 | \$4.00 | \$12.00 | \$12.00 | \$12.00 |
| Usage Charge: | | | | | | | | | |
| First 70 Therms | 0.28219 | 0.49803 | \$0.78022 | \$0.03803 | \$0.81825 | \$0.01903 | \$0.83728 | \$0.79925 | \$0.30122 |
| All over 70 Therms | 0.38327 | 0.49803 | \$0.88130 | \$0.03803 | \$0.91933 | \$0.02149 | \$0.94082 | \$0.90279 | \$0.40476 |
| <u>Large General Service - Schedule 111</u> | | | | | | | | | |
| Usage Charge: | | | | | | | | | |
| First 200 therms | 0.39131 | 0.49535 | \$0.88666 | \$0.03407 | \$0.92073 | \$0.03719 | \$0.95792 | \$0.92385 | \$0.42850 |
| 200 - 1,000 therms | 0.26644 | 0.49535 | \$0.76179 | \$0.03407 | \$0.79586 | \$0.05875 | \$0.85461 | \$0.82054 | \$0.32519 |
| All over 1,000 therms | 0.19322 | 0.49535 | \$0.68857 | \$0.03407 | \$0.72264 | \$0.05310 | \$0.77574 | \$0.74167 | \$0.24632 |
| Minimum Charge: | | | | | | | | | |
| per month | | | \$161.21 | | \$161.21 | (\$75.51) | \$85.70 | \$85.70 | \$85.70 |
| per therm | -0.41474 | 0.49535 | \$0.08061 | \$0.03407 | \$0.11468 | \$0.41474 | \$0.52942 | \$0.49535 | \$0.00000 |
| <u>High Annual Load Factor Large General Service - Schedule 121</u> | | | | | | | | | |
| Usage Charge: | | | | | | | | | |
| First 500 therms | 0.40597 | 0.47449 | \$0.88046 | \$0.04203 | \$0.92249 | \$0.00829 | \$0.93078 | \$0.88875 | \$0.41426 |
| 500 - 1,000 therms | 0.28246 | 0.47449 | \$0.75695 | \$0.04203 | \$0.79898 | \$0.04739 | \$0.84637 | \$0.80434 | \$0.32985 |
| 1,000 - 10,000 therms | 0.20758 | 0.47449 | \$0.68207 | \$0.04203 | \$0.72410 | \$0.04271 | \$0.76681 | \$0.72478 | \$0.25029 |
| 10,000 - 25,000 therms | 0.16056 | 0.47449 | \$0.63505 | \$0.04203 | \$0.67708 | \$0.03976 | \$0.71684 | \$0.67481 | \$0.20032 |
| All over 25,000 therms | 0.12272 | 0.47449 | \$0.59721 | \$0.04203 | \$0.63924 | | \$0.63924 | \$0.59721 | \$0.12272 |
| Minimum Charge: | | | | | | | | | |
| per month | | | \$409.92 | | \$409.92 | (\$202.79) | \$207.13 | \$207.13 | \$207.13 |
| per therm | -0.41387 | 0.47449 | \$0.06062 | \$0.04203 | \$0.10265 | \$0.41387 | \$0.51652 | \$0.47449 | \$0.00000 |
| Annual Minimum per therm | | | Present: | \$0.30041 | | | Proposed: | \$0.34501 | \$0.34501 |
| <u>Interruptible Service - Schedule 132</u> | | | | | | | | | |
| Usage Charge: | | | | | | | | | |
| First 10,000 therms | 0.18974 | 0.44955 | \$0.63929 | \$0.02359 | \$0.66288 | \$0.02447 | \$0.68735 | \$0.66376 | \$0.21421 |
| 10,000 - 25,000 therms | 0.1447 | 0.44955 | \$0.59425 | \$0.02359 | \$0.61784 | \$0.02274 | \$0.64058 | \$0.61699 | \$0.16744 |
| 25,000 - 50,000 therms | 0.13365 | 0.44955 | \$0.58320 | \$0.02359 | \$0.60679 | \$0.02232 | \$0.62911 | \$0.60552 | \$0.15597 |
| All over 50,000 therms | 0.12999 | 0.44955 | \$0.57954 | \$0.02359 | \$0.60313 | \$0.02218 | \$0.62531 | \$0.60172 | \$0.15217 |
| Annual Minimum per therm | | | Present: | \$0.21578 | | | Proposed: | \$0.23722 | \$0.23722 |
| <u>Transportation Service - Schedule 146</u> | | | | | | | | | |
| Basic Charge | | | \$400.00 | | \$400.00 | \$50.00 | \$450.00 | \$450.00 | \$450.00 |
| Usage Charge: | | | | | | | | | |
| First 20,000 therms | 0.08233 | 0.00056 | \$0.08289 | \$0.00004 | \$0.08293 | \$0.01445 | \$0.09738 | \$0.09734 | \$0.09678 |
| 20,000 - 50,000 therms | 0.07324 | 0.00056 | \$0.07380 | \$0.00004 | \$0.07384 | \$0.01286 | \$0.08670 | \$0.08666 | \$0.08610 |
| 50,000 - 300,000 therms | 0.06603 | 0.00056 | \$0.06659 | \$0.00004 | \$0.06663 | \$0.01161 | \$0.07824 | \$0.07820 | \$0.07764 |
| 300,000 - 500,000 therms | 0.06106 | 0.00056 | \$0.06162 | \$0.00004 | \$0.06166 | \$0.01074 | \$0.07240 | \$0.07236 | \$0.07180 |
| All over 500,000 therms | 0.04586 | 0.00056 | \$0.04642 | \$0.00004 | \$0.04646 | \$0.00809 | \$0.05455 | \$0.05451 | \$0.05395 |
| Annual Minimum per therm | | | Present: | \$0.07380 | | | Proposed: | \$0.08666 | \$0.08666 |

(1) Includes Schedule 150 (Purchase Gas Cost Adjustment), Schedule 155 (Gas Rate Adjustment), and Schedule 191 (Public Purpose Rider Adjustment).