

RESULTS OF OPERATIONS

**ELECTRIC RATE OF RETURN**

For Month Ended December 31, 2011

Average of Monthly Averages Basis

Report ID:  
**E-ROR-1A**

AVISTA UTILITIES

| Ref/Basis | Account | Description                       | System | Washington    | Idaho       |
|-----------|---------|-----------------------------------|--------|---------------|-------------|
| E-OPS     |         | Electric Net Operating Income     |        | 11,016,432    | 5,241,949   |
|           |         | Colstrip 3 AFUDC Reallocation Adj |        | 0             | 15,881      |
|           |         | Adjusted Net Operating Income     |        | 11,016,432    | 5,257,830   |
| E-APL     |         | Electric Net Rate Base            |        | 1,767,978,138 | 617,781,594 |
|           |         | RATE OF RETURN                    |        | 0.623%        | 0.851%      |

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| RESULTS OF OPERATIONS             |  | Report ID: |
| ELECTRIC ALLOCATION PERCENTAGES   |  | F-ALL-1A   |
| For Month Ended December 31, 2011 |  |            |
| Average of Monthly Averages Basis |  |            |

AVISTA UTILITIES

| Basis | Ref   | Description                           | System     | Washington  | Idaho       |             |
|-------|-------|---------------------------------------|------------|-------------|-------------|-------------|
| 1     | Input | Production/Transmission Ratio         |            | 100.000%    | 65.240%     | 34.760%     |
| 2     | Input | Number of Customers                   |            | 100.000%    | 236,623     | 123,827     |
|       |       | Percent                               |            | 100.000%    | 65.647%     | 34.353%     |
| 3     | E-OPS | Direct Distribution Operating Expense |            | 2,360,494   | 1,684,979   | 675,515     |
|       |       | Percent                               |            | 100.000%    | 71.382%     | 28.618%     |
|       | Input | Jurisdictional 4-Factor Ratio         | 12-31-2011 |             |             |             |
|       |       | Direct O & M Accts 500 - 598          |            | 23,354,099  | 15,611,998  | 7,742,101   |
|       |       | Direct O & M Accts 901 - 935          |            | 31,755,308  | 22,688,342  | 9,066,966   |
|       |       | Total                                 |            | 55,109,407  | 38,300,340  | 16,809,067  |
|       |       | Percent                               |            | 100.000%    | 69.499%     | 30.501%     |
|       |       | Direct Labor Accts 500 - 598          |            | 9,528,184   | 6,357,387   | 3,170,797   |
|       |       | Direct Labor Accts 901 - 935          |            | 5,139,180   | 3,872,295   | 1,266,885   |
|       |       | Total                                 |            | 14,667,364  | 10,229,682  | 4,437,682   |
|       |       | Percent                               |            | 100.000%    | 69.745%     | 30.255%     |
|       |       | Number of Customers                   |            | 360,451     | 236,623     | 123,828     |
|       |       | Percent                               |            | 100.000%    | 65.646%     | 34.354%     |
|       |       | Net Direct Plant                      |            | 818,616,195 | 517,581,147 | 301,035,048 |
|       |       | Percent                               |            | 100.000%    | 63.226%     | 36.774%     |
| 4     |       | Total Percentages                     |            | 400.000%    | 268.116%    | 131.884%    |
|       |       | Percent                               |            | 100.000%    | 67.029%     | 32.971%     |

|                                   |  |            |
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| RESULTS OF OPERATIONS             |  | Report ID: |
| ELECTRIC ALLOCATION PERCENTAGES   |  | E-ALL-1A   |
| For Month Ended December 31, 2011 |  |            |
| Average of Monthly Averages Basis |  |            |

AVISTA UTILITIES

| Input                                       | Ref | Description | System | Washington    |               |             |             | Idaho |          |           |            |  |  |  |  |  |  |  |
|---|-----|-------------|--------|---------------|---------------|-------------|-------------|-------|----------|-----------|------------|--|--|--|--|--|--|--|
|   |     |             |        | Total         | Electric      | Gas North   | Oregon Gas  | Total | Electric | Gas North | Oregon Gas |  |  |  |  |  |  |  |
| Elec/Gas North/Oregon 4-Factor              |     |             |        |               |               |             |             |       |          |           |            |  |  |  |  |  |  |  |
| Direct O & M Accts 500 - 894                |     |             |        | 57,557,639    | 50,620,200    | 3,943,320   | 2,994,119   |       |          |           |            |  |  |  |  |  |  |  |
| Direct O & M Accts 901 - 935                |     |             |        | 57,769,575    | 39,717,113    | 14,983,974  | 3,068,488   |       |          |           |            |  |  |  |  |  |  |  |
| Direct O & M Accts 901 - 905 Utility 9 Only |     |             |        | 1,276,412     | 787,265       | 489,147     | 0           |       |          |           |            |  |  |  |  |  |  |  |
| Adjustments                                 |     |             |        | 0             | 0             | 0           | 0           |       |          |           |            |  |  |  |  |  |  |  |
| Total                                       |     |             |        | 116,603,626   | 91,124,578    | 19,416,441  | 6,062,607   |       |          |           |            |  |  |  |  |  |  |  |
| Percentage                                  |     |             |        | 100.0000%     | 78.1499%      | 16.6529%    | 5.1999%     |       |          |           |            |  |  |  |  |  |  |  |
| Direct Labor Accts 500 - 894                |     |             |        | 51,313,884    | 40,856,300    | 7,149,723   | 3,307,861   |       |          |           |            |  |  |  |  |  |  |  |
| Direct Labor Accts 901 - 935                |     |             |        | 5,118,749     | 3,938,893     | 229,885     | 949,971     |       |          |           |            |  |  |  |  |  |  |  |
| Direct Labor Accts 901 - 905 Utility 9 Only |     |             |        | 5,235,309     | 3,229,034     | 2,006,275   | 0           |       |          |           |            |  |  |  |  |  |  |  |
| Total                                       |     |             |        | 61,667,942    | 48,024,227    | 9,385,883   | 4,257,832   |       |          |           |            |  |  |  |  |  |  |  |
| Percentage                                  |     |             |        | 100.0000%     | 77.8769%      | 15.2209%    | 6.9049%     |       |          |           |            |  |  |  |  |  |  |  |
| Number of Customers at                      |     |             |        | 678,123       | 358,982       | 223,040     | 96,101      |       |          |           |            |  |  |  |  |  |  |  |
| Percentage                                  |     |             |        | 100.0000%     | 52.9379%      | 32.8919%    | 14.1729%    |       |          |           |            |  |  |  |  |  |  |  |
| Net Direct Plant                            |     |             |        | 2,417,505,829 | 1,947,783,110 | 317,785,902 | 151,936,817 |       |          |           |            |  |  |  |  |  |  |  |
| Percentage                                  |     |             |        | 100.0000%     | 80.5709%      | 13.1459%    | 6.2859%     |       |          |           |            |  |  |  |  |  |  |  |
| Total Percentages                           |     |             |        | 400.0000%     | 289.5329%     | 77.9089%    | 32.5609%    |       |          |           |            |  |  |  |  |  |  |  |
| Average (CD AA)                             |     |             |        | 100.0000%     | 72.3839%      | 19.4779%    | 8.1409%     |       |          |           |            |  |  |  |  |  |  |  |

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| RESULTS OF OPERATIONS             |  | Report ID: |
| ELECTRIC ALLOCATION PERCENTAGES   |  | E-ALL-1A   |
| For Month Ended December 31, 2011 |  |            |
| Average of Monthly Averages Basis |  |            |

AVISTA UTILITIES

| Input                                       | Ref | Description | System     |             |             |  |
|---|-----|-------------|------------|-------------|-------------|--|
|   |     |             | Washington | Idaho       | Oregon Gas  |  |
| Gas North/Oregon 4-Factor                   |     |             |            |             |             |  |
| Direct O & M Accts 500 - 894                |     |             | 0          | 3,943,320   | 2,994,119   |  |
| Direct O & M Accts 901 - 935                |     |             | 0          | 14,983,974  | 3,068,488   |  |
| Direct O & M Accts 901 - 905 Utility 9 Only |     |             | 0          | 489,147     | 0           |  |
| Total                                       |     |             | 0          | 19,416,441  | 6,062,607   |  |
| Percentage                                  |     |             | 0.000%     | 76.206%     | 23.794%     |  |
| Direct Labor Accts 500 - 894                |     |             | 0          | 7,149,723   | 3,307,861   |  |
| Direct Labor Accts 901 - 935                |     |             | 0          | 229,885     | 949,971     |  |
| Direct Labor Accts 901 - 905 Utility 9 Only |     |             | 0          | 2,006,275   | 0           |  |
| Total                                       |     |             | 0          | 9,385,883   | 4,257,832   |  |
| Percentage                                  |     |             | 0.000%     | 68.793%     | 31.207%     |  |
| Number of Customers at Percentage           |     |             | 0          | 223,040     | 96,101      |  |
| Net Direct Plant Percentage                 |     |             | 0          | 69,888%     | 30.112%     |  |
| Total Percentages Average (GD AA)           |     |             | 0          | 312,801,546 | 151,204,229 |  |
|   |     |             | 0.000%     | 67.413%     | 32.587%     |  |
|   |     |             | 0.000%     | 282,299%    | 117.701%    |  |
|   |     |             | 0.000%     | 70.575%     | 29.425%     |  |

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| RESULTS OF OPERATIONS                  |  | Report ID:      |
| <b>ELECTRIC ALLOCATION PERCENTAGES</b> |  | <b>F-ALL-1A</b> |
| For Month Ended December 31, 2011      |  |                 |
| Average of Monthly Averages Basis      |  |                 |

AVISTA UTILITIES

| Basis | Ref | Description                     | System | Washington    | Idaho         | Oregon Gas  |
|-------|-----|---------------------------------|--------|---------------|---------------|-------------|
| Input |     | Elec/Gas North 4-Factor         |        |               |               |             |
|       |     | Direct O & M Accs 500 - 894     | Total  | 54,563,520    | 50,620,200    | 3,943,320   |
|       |     | Direct O & M Accs 901 - 935     |        | 54,701,087    | 39,717,113    | 14,983,974  |
|       |     | Adjustments                     |        | 0             | 0             | 0           |
|       |     | Total                           |        | 109,264,607   | 90,337,313    | 18,927,294  |
|       |     | Percentage                      |        | 100.000%      | 82.678%       | 17.322%     |
|       |     | Direct Labor Accs 500 - 894     |        | 48,006,023    | 40,856,300    | 7,149,723   |
|       |     | Direct Labor Accs 901 - 935     |        | 4,168,778     | 3,938,893     | 229,885     |
|       |     | Total                           |        | 52,174,801    | 44,795,193    | 7,379,608   |
|       |     | Percentage                      |        | 100.000%      | 85.856%       | 14.144%     |
|       |     | Number of Customers at          |        | 582,022       | 358,982       | 223,040     |
|       |     | Percentage                      |        | 100.000%      | 61.678%       | 38.322%     |
|       |     | Net Direct Plant                |        | 2,248,388,907 | 1,935,587,361 | 312,801,546 |
|       |     | Percentage                      |        | 100.000%      | 86.088%       | 13.912%     |
| 9     |     | Total Percentages               |        | 400.000%      | 316.300%      | 83.700%     |
|       |     | Average (CD AN/ID/WA)           |        | 100.000%      | 79.075%       | 20.925%     |
| 10    |     | E-PLT                           |        | 801,626,866   | 509,214,160   | 292,412,706 |
|       |     | Net Electric Distribution Plant |        | 100.000%      | 63.523%       | 36.477%     |
|       |     | Percent                         |        | 6,740,768     | 4,196,846     | 2,543,922   |
|       |     | Book Depreciation               |        | 100.000%      | 62.261%       | 37.739%     |
|       |     | Percent                         |        |               |               |             |

|                                   |  |            |
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| RESULTS OF OPERATIONS             |  | Report ID: |
| ELECTRIC ALLOCATION PERCENTAGES   |  | F-ALL-1A   |
| For Month Ended December 31, 2011 |  |            |
| Average of Monthly Averages Basis |  |            |

AVISTA UTILITIES

| Basis | Ref   | Description                                 | System | Washington                 | Idaho                    |                        |
|-------|-------|---|--------|----------------------------|--------------------------|------------------------|
| 12    |       | Net Electric Plant (before DFIT)<br>Percent |        | 2,044,189,531<br>100.0000% | 1,322,362,782<br>64.689% | 721,826,749<br>35.311% |
| 13    | E-PLT | Net Electric General Plant<br>Percent       |        | 148,560,219<br>100.0000%   | 98,611,885<br>66.378%    | 49,948,334<br>33.622%  |
| 14    |       | Net Allocated Schedule M's<br>Percent       |        | -6,601,949<br>100.0000%    | -3,929,759<br>59.524%    | -2,672,190<br>40.476%  |
| 99    | Input | Not Allocated                               |        | 0.0000%                    | 0.0000%                  | 0.0000%                |

RESULTS OF OPERATIONS  
**ELECTRIC OPERATING STATEMENT**  
 For Month Ended December 31, 2011  
 Average of Monthly Averages Basis

Report ID:  
**E-OPS-1A**

AVISTA UTILITIES

| Ref/Basis | Account | Description                                  | SYSTEM ***** |            |            | WASHINGTON ***** |            |            | IDAHO ***** |           |            |   |   |            |   |
|-----------|---------|--|--------------|------------|------------|------------------|------------|------------|-------------|-----------|------------|---|---|------------|---|
|           |         |  | Direct       | Allocated  | Total      | Direct           | Allocated  | Total      | Direct      | Allocated | Total      |   |   |            |   |
|           |         | REVENUE                                      |              |            |            |                  |            |            |             |           |            |   |   |            |   |
|           |         | SALES OF ELECTRICITY:                        |              |            |            |                  |            |            |             |           |            |   |   |            |   |
| 99        | 440000  | Commercial                                   | 33,932,010   | 0          | 33,932,010 | 22,320,301       | 0          | 22,320,301 | 11,611,709  | 0         | 11,611,709 | 0 | 0 | 11,611,709 | 0 |
| 99        | 442200  | Commercial - Firm & Int.                     | 24,447,338   | 0          | 24,447,338 | 16,843,619       | 0          | 16,843,619 | 7,603,719   | 0         | 7,603,719  | 0 | 0 | 7,603,719  | 0 |
| 1         | 442300  | Industrial                                   | 9,700,815    | 0          | 9,700,815  | 4,332,256        | 0          | 4,332,256  | 5,368,559   | 0         | 5,368,559  | 0 | 0 | 5,368,559  | 0 |
| 99        | 444000  | Public Street & Highway Lighting             | 581,993      | 0          | 581,993    | 380,138          | 0          | 380,138    | 201,855     | 0         | 201,855    | 0 | 0 | 201,855    | 0 |
| 99        | 499XXXX | Unbilled Revenue                             | 3,472,718    | 0          | 3,472,718  | 2,041,437        | 0          | 2,041,437  | 1,431,281   | 0         | 1,431,281  | 0 | 0 | 1,431,281  | 0 |
| 99        | 448000  | Interdepartmental Revenue                    | 103,915      | 0          | 103,915    | 81,145           | 0          | 81,145     | 22,770      | 0         | 22,770     | 0 | 0 | 22,770     | 0 |
|           |         | TOTAL SALES TO ULTIMATE CUSTOMERS            | 72,238,789   | 0          | 72,238,789 | 45,998,896       | 0          | 45,998,896 | 26,239,893  | 0         | 26,239,893 | 0 | 0 | 26,239,893 | 0 |
| 1         | 447XXXX | Sales for Resale                             | 0            | 13,792,758 | 13,792,758 | 0                | 8,998,395  | 8,998,395  | 0           | 4,794,363 | 4,794,363  | 0 | 0 | 4,794,363  | 0 |
|           |         | TOTAL SALES OF ELECTRICITY                   | 72,238,789   | 13,792,758 | 86,031,547 | 45,998,896       | 8,998,395  | 54,997,291 | 26,239,893  | 4,794,363 | 31,034,256 | 0 | 0 | 31,034,256 | 0 |
|           |         | OTHER OPERATING REVENUE:                     |              |            |            |                  |            |            |             |           |            |   |   |            |   |
| 99        | 451000  | Miscellaneous Service Revenue                | 47,673       | 0          | 47,673     | 31,462           | 0          | 31,462     | 16,211      | 0         | 16,211     | 0 | 0 | 16,211     | 0 |
| 1         | 453000  | Sales of Water & Water Power                 | 0            | 35,800     | 35,800     | 0                | 23,356     | 23,356     | 0           | 12,444    | 12,444     | 0 | 0 | 12,444     | 0 |
| 1         | 454000  | Rent from Electric Property                  | 307,403      | 1,175      | 308,578    | 221,231          | 767        | 221,998    | 86,172      | 408       | 86,580     | 0 | 0 | 86,580     | 0 |
| 1         | 456XXXX | Other Electric Revenues                      | 22,900       | 8,449,401  | 8,472,301  | 15,677           | 5,512,389  | 5,528,066  | 7,223       | 2,937,012 | 2,944,235  | 0 | 0 | 2,944,235  | 0 |
|           |         | TOTAL OTHER OPERATING REVENUE                | 377,976      | 8,486,376  | 8,864,352  | 268,370          | 5,536,512  | 5,804,882  | 109,606     | 2,949,864 | 3,059,470  | 0 | 0 | 3,059,470  | 0 |
|           |         | TOTAL ELECTRIC REVENUE                       | 72,616,765   | 22,279,134 | 94,895,899 | 46,267,266       | 14,534,907 | 60,802,173 | 26,349,499  | 7,744,227 | 34,093,726 | 0 | 0 | 34,093,726 | 0 |
|           |         | EXPENSE                                      |              |            |            |                  |            |            |             |           |            |   |   |            |   |
|           |         | STEAM POWER GENERATION EXPENSE:              |              |            |            |                  |            |            |             |           |            |   |   |            |   |
|           |         | OPERATION                                    |              |            |            |                  |            |            |             |           |            |   |   |            |   |
| 1         | 500000  | Supervision & Engineering                    | 0            | 31,347     | 31,347     | 0                | 20,451     | 20,451     | 0           | 10,896    | 10,896     | 0 | 0 | 10,896     | 0 |
| 1         | 501000  | Fuel   | 0            | 2,789,566  | 2,789,566  | 0                | 1,819,913  | 1,819,913  | 0           | 969,653   | 969,653    | 0 | 0 | 969,653    | 0 |
| 1         | 502000  | Steam Expense                                | 0            | 492,772    | 492,772    | 0                | 321,484    | 321,484    | 0           | 171,288   | 171,288    | 0 | 0 | 171,288    | 0 |
| 1         | 505000  | Electric Expense                             | 0            | 83,733     | 83,733     | 0                | 54,627     | 54,627     | 0           | 29,106    | 29,106     | 0 | 0 | 29,106     | 0 |
| 1         | 506000  | Miscellaneous Steam Power Generation Expense | 0            | 197,407    | 197,407    | 0                | 128,788    | 128,788    | 0           | 68,619    | 68,619     | 0 | 0 | 68,619     | 0 |
| 1         | 507000  | Rent   | 0            | 5,561      | 5,561      | 0                | 3,628      | 3,628      | 0           | 1,933     | 1,933      | 0 | 0 | 1,933      | 0 |
|           |         | MAINTENANCE                                  |              |            |            |                  |            |            |             |           |            |   |   |            |   |
| 1         | 510000  | Supervision & Engineering                    | 0            | 35,903     | 35,903     | 0                | 23,423     | 23,423     | 0           | 12,480    | 12,480     | 0 | 0 | 12,480     | 0 |
| 1         | 511000  | Structures                                   | 0            | 41,447     | 41,447     | 0                | 27,040     | 27,040     | 0           | 14,407    | 14,407     | 0 | 0 | 14,407     | 0 |
| 1         | 512000  | Boiler Plant                                 | 0            | 467,016    | 467,016    | 0                | 304,681    | 304,681    | 0           | 162,335   | 162,335    | 0 | 0 | 162,335    | 0 |
| 1         | 513000  | Electric Plant                               | 0            | 34,906     | 34,906     | 0                | 22,773     | 22,773     | 0           | 12,133    | 12,133     | 0 | 0 | 12,133     | 0 |
| 1         | 514000  | Miscellaneous Steam Plant                    | 0            | 71,856     | 71,856     | 0                | 46,879     | 46,879     | 0           | 24,977    | 24,977     | 0 | 0 | 24,977     | 0 |
|           |         | TOTAL STEAM POWER GENERATION EXP             | 0            | 4,251,514  | 4,251,514  | 0                | 2,773,687  | 2,773,687  | 0           | 1,477,827 | 1,477,827  | 0 | 0 | 1,477,827  | 0 |

AVISTA UTILITIES

Report ID:  
E-OPS-1A

RESULTS OF OPERATIONS  
ELECTRIC OPERATING STATEMENT  
For Month Ended December 31, 2011  
Average of Monthly Averages Basis

| Ref/Basis                       | Account | Description                                  | SYSTEM ***** |            | WASHINGTON ***** |           | IDAHO ***** |            |           |            |            |
|---------------------------------|---------|--|--------------|------------|------------------|-----------|-------------|------------|-----------|------------|------------|
|                                 |         |  | Direct       | Allocated  | Total            | Direct    | Allocated   | Total      | Direct    | Allocated  | Total      |
| HYDRAULIC POWER GENERATION EXP: |         |  |              |            |                  |           |             |            |           |            |            |
| OPERATION                       |         |  |              |            |                  |           |             |            |           |            |            |
| 1                               | 535000  | Supervision & Engineering                    | 0            | 270,700    | 270,700          | 0         | 176,605     | 176,605    | 0         | 94,095     | 94,095     |
| 1                               | 536000  | Water for Power                              | 0            | 102,156    | 102,156          | 0         | 66,647      | 66,647     | 0         | 35,509     | 35,509     |
| 1                               | 537000  | Hydraulic Expense                            | 412,809      | 234,815    | 647,624          | 254,247   | 153,193     | 407,440    | 158,562   | 81,622     | 240,184    |
| 1                               | 538000  | Electric Expense                             | 0            | 486,921    | 486,921          | 0         | 317,667     | 317,667    | 0         | 169,254    | 169,254    |
| 1                               | 539000  | Miscellaneous Hydraulic Power Generation Exp | 0            | 95,880     | 95,880           | 0         | 62,552      | 62,552     | 0         | 33,328     | 33,328     |
| 1                               | 540000  | Rent   | 0            | 100,632    | 100,632          | 0         | 65,652      | 65,652     | 0         | 34,980     | 34,980     |
| 1                               | 540100  | MT Trust Funds Land Settlement Rents         | 455,444      | 0          | 455,444          | 298,912   | 0           | 298,912    | 156,532   | 0          | 156,532    |
| MAINTENANCE                     |         |  |              |            |                  |           |             |            |           |            |            |
| Supervision & Engineering       |         |  |              |            |                  |           |             |            |           |            |            |
| 1                               | 541000  | Structures                                   | 0            | 40,989     | 40,989           | 0         | 26,741      | 26,741     | 0         | 14,248     | 14,248     |
| 1                               | 542000  | Reservoirs, Dams, & Waterways                | 0            | 45,541     | 45,541           | 0         | 29,711      | 29,711     | 0         | 15,830     | 15,830     |
| 1                               | 543000  | Electric Plant                               | 0            | 1,768,453  | 1,768,453        | 0         | 1,153,739   | 1,153,739  | 0         | 614,714    | 614,714    |
| 1                               | 544000  | Miscellaneous Hydraulic Plant                | 0            | 200,091    | 200,091          | 0         | 130,539     | 130,539    | 0         | 69,552     | 69,552     |
| 1                               | 545000  | TOTAL HYDRO POWER GENERATION EXP             | 868,253      | 3,355,703  | 4,223,956        | 553,159   | 2,189,260   | 2,742,419  | 315,094   | 1,166,443  | 1,481,537  |
| OTHER POWER GENERATION EXPENSE: |         |  |              |            |                  |           |             |            |           |            |            |
| OPERATION                       |         |  |              |            |                  |           |             |            |           |            |            |
| 1                               | 546000  | Supervision & Engineering                    | 0            | 129,205    | 129,205          | 0         | 84,293      | 84,293     | 0         | 44,912     | 44,912     |
| 1                               | 547000  | Fuel   | 0            | 9,349,636  | 9,349,636        | 0         | 6,099,703   | 6,099,703  | 0         | 3,249,933  | 3,249,933  |
| 1                               | 548000  | Generation Expense                           | 0            | 30,403     | 30,403           | 0         | 19,835      | 19,835     | 0         | 10,568     | 10,568     |
| 1                               | 549000  | Miscellaneous Other Power Generation Expense | 0            | 36,203     | 36,203           | 0         | 23,619      | 23,619     | 0         | 12,584     | 12,584     |
| 1                               | 550000  | Rent   | 0            | (781)      | (781)            | 0         | (510)       | (510)      | 0         | (271)      | (271)      |
| MAINTENANCE                     |         |  |              |            |                  |           |             |            |           |            |            |
| Supervision & Engineering       |         |  |              |            |                  |           |             |            |           |            |            |
| 1                               | 551000  | Structures                                   | 0            | 216,809    | 216,809          | 0         | 141,446     | 141,446    | 0         | 75,363     | 75,363     |
| 1                               | 552000  | Generating & Electric Equipment              | 0            | 0          | 0                | 0         | 0           | 0          | 0         | 0          | 0          |
| 1                               | 553000  | Miscellaneous Other Power Generation Plant   | 0            | 25,413     | 25,413           | 0         | 16,579      | 16,579     | 0         | 8,834      | 8,834      |
| 1                               | 554000  | TOTAL OTHER POWER GENERATION EXP             | 0            | 7,066      | 7,066            | 0         | 4,610       | 4,610      | 0         | 2,456      | 2,456      |
| OTHER POWER SUPPLY EXPENSE:     |         |  |              |            |                  |           |             |            |           |            |            |
| Purchased Power                 |         |  |              |            |                  |           |             |            |           |            |            |
| E-555                           | 555XXXX | System Control & Load Dispatching            | 1,770,021    | 19,647,379 | 21,417,400       | 0         | 12,817,949  | 12,817,949 | 1,770,021 | 6,829,430  | 8,599,451  |
| 1                               | 556000  | Other Expense                                | 0            | 109,684    | 109,684          | 0         | 71,558      | 71,558     | 0         | 38,126     | 38,126     |
| E-557                           | 557XXXX | TOTAL OTHER POWER SUPPLY EXPENSE             | 2,947,174    | 9,719,439  | 12,666,613       | 2,385,822 | 6,340,961   | 8,726,783  | 561,352   | 3,378,478  | 3,939,830  |
| TOTAL PRODUCTION OPERATING EXP  |         |  |              |            |                  |           |             |            |           |            |            |
|                                 |         |  | 5,585,448    | 46,877,673 | 52,465,121       | 2,938,981 | 30,582,990  | 33,521,971 | 2,646,467 | 16,294,683 | 18,941,150 |



RESULTS OF OPERATIONS  
ELECTRIC OPERATING STATEMENT  
For Month Ended December 31, 2011  
Average of Monthly Averages Basis

Report ID:  
E-OPS-1A

AVISTA UTILITIES

\*\*\*\*\* SYSTEM \*\*\*\*\*  
\*\*\*\*\* WASHINGTON \*\*\*\*\*  
\*\*\*\*\* IDAHO \*\*\*\*\*

| Ref/Basis                             | Account       | Description                                     | Direct      | Allocated  | Total       | Direct      | Allocated  | Total       | Direct    | Allocated  | Total      |
|---------------------------------------|---------------|---|-------------|------------|-------------|-------------|------------|-------------|-----------|------------|------------|
| TRANSMISSION OPERATING EXPENSE:       |               |   |             |            |             |             |            |             |           |            |            |
| OPERATION                             |               |   |             |            |             |             |            |             |           |            |            |
| 1                                     | 560000        | Supervision & Engineering                       | 5,900       | 136,454    | 142,354     | 0           | 89,023     | 89,023      | 5,900     | 47,431     | 53,331     |
| 1                                     | 561000        | Load Dispatching                                | 0           | 189,593    | 189,593     | 0           | 123,690    | 123,690     | 0         | 65,903     | 65,903     |
| 1                                     | 562000        | Station Expense                                 | 0           | 34,638     | 34,638      | 0           | 22,598     | 22,598      | 0         | 12,040     | 12,040     |
| 1                                     | 563000        | Overhead Line Expense                           | 0           | 44,714     | 44,714      | 0           | 29,171     | 29,171      | 0         | 15,543     | 15,543     |
| 1                                     | 565000        | Transmission of Electricity by Others           | 0           | 1,540,233  | 1,540,233   | 0           | 1,004,848  | 1,004,848   | 0         | 535,385    | 535,385    |
| 1                                     | 566000        | Miscellaneous Transmission Expense              | 0           | 117,075    | 117,075     | 0           | 76,380     | 76,380      | 0         | 40,695     | 40,695     |
| 1                                     | 567000        | Rent  | 0           | 10,208     | 10,208      | 0           | 6,660      | 6,660       | 0         | 3,548      | 3,548      |
| MAINTENANCE                           |               |   |             |            |             |             |            |             |           |            |            |
| 1                                     | 568000        | Supervision & Engineering                       | 0           | 397,037    | 397,037     | 0           | 259,027    | 259,027     | 0         | 138,010    | 138,010    |
| 1                                     | 569000        | Structures                                      | 0           | 24,903     | 24,903      | 0           | 16,247     | 16,247      | 0         | 8,656      | 8,656      |
| 1                                     | 570000        | Station Equipment                               | 0           | 62,304     | 62,304      | 0           | 40,647     | 40,647      | 0         | 21,657     | 21,657     |
| 1                                     | 571000        | Overhead Lines                                  | 4,718       | 103,761    | 108,479     | 4,630       | 67,694     | 72,324      | 88        | 36,067     | 36,155     |
| 1                                     | 572000        | Underground Lines                               | 0           | 88         | 88          | 0           | 57         | 57          | 0         | 31         | 31         |
| 1                                     | 573000        | Service Miscellaneous                           | 0           | 629        | 629         | 0           | 410        | 410         | 0         | 219        | 219        |
| TOTAL TRANSMISSION OPERATING EXP      |               |   | 10,618      | 2,661,637  | 2,672,255   | 4,630       | 1,736,452  | 1,741,082   | 5,988     | 925,185    | 931,173    |
| E-DEPX                                |               |   |             |            |             |             |            |             |           |            |            |
| 99                                    | 405930        | Depreciation Expense-Production                 | 0           | 2,313,262  | 2,313,262   | 0           | 1,509,172  | 1,509,172   | 0         | 804,090    | 804,090    |
| 99                                    | 406100        | Depreciation Expense-Transmission               | 0           | 877,698    | 877,698     | 0           | 572,610    | 572,610     | 0         | 305,088    | 305,088    |
| 99                                    | 407312        | Amortization Expense-Franchise/Misc Intangibles | 0           | 83,619     | 83,619      | 0           | 54,553     | 54,553      | 0         | 29,066     | 29,066     |
| 99                                    | 407312        | Amortization of Investment in WNP3 Exch Power   | 204,169     | 0          | 204,169     | 204,169     | 0          | 204,169     | 0         | 0          | 0          |
| 99                                    | 407322        | Amort of Acq Adj--Colstrip Common AFUDC         | 8,254       | 0          | 8,254       | 2,645       | 0          | 2,645       | 5,609     | 0          | 5,609      |
| 99                                    | 407324        | Amortization of Lancaster Generation            | 113,333     | 0          | 113,333     | 113,333     | 0          | 113,333     | 0         | 0          | 0          |
| 1                                     | 407324        | Amortization of Spokane River Relicence         | 6,561       | 0          | 6,561       | 6,078       | 0          | 6,078       | 483       | 0          | 483        |
| 1                                     | 407325        | Amortization of CDA CDR Fund                    | 922         | 16,667     | 17,589      | 922         | 10,874     | 11,796      | 0         | 5,793      | 5,793      |
| 99                                    | 407335        | Amortization of CDA IPA Interest Expense        | 0           | 0          | 0           | 0           | 0          | 0           | 0         | 0          | 0          |
| 99                                    | 407351        | Amortization of ID DSIT                         | (389,877)   | 0          | (389,877)   | 0           | 0          | 0           | 0         | 0          | 0          |
| 99                                    | 407380        | Amortization of CNC Transmission                | 7,335       | 0          | 7,335       | 0           | 0          | 0           | (389,877) | 0          | (389,877)  |
| 99                                    | 407382        | Amortization of Wartsla Generators              | 28,149      | 0          | 28,149      | 12,761      | 0          | 12,761      | 7,335     | 0          | 7,335      |
| 99                                    | 407382        | Amortization of CDA Settlement - Allocated      | 0           | 77,693     | 77,693      | 0           | 50,687     | 50,687      | 15,388    | 0          | 15,388     |
| 99                                    | 407395        | Amortization of CDA Settlement - Direct         | 15,258      | 0          | 15,258      | 12,677      | 0          | 12,677      | 2,581     | 0          | 2,581      |
| 99                                    | 407400        | Optional Renewable Power Revenue Offset         | 19,768      | 0          | 19,768      | 15,037      | 0          | 15,037      | 4,731     | 0          | 4,731      |
| 99                                    | 407403        | Amortization of CCX Credits                     | 0           | 0          | 0           | 0           | 0          | 0           | 0         | 0          | 0          |
| 99                                    | 407405        | Amortization of Disallowed K.F. Plant           | (11,216)    | 0          | (11,216)    | (11,216)    | 0          | (11,216)    | 0         | 0          | 0          |
| 99                                    | 407420        | Amortization of Boulder Park Write Off - Idaho  | (8,607)     | 0          | (8,607)     | 0           | 0          | 0           | (8,607)   | 0          | (8,607)    |
| 99                                    | 407462        | Amortization of CS2 Levelized Return            | 24,075      | 0          | 24,075      | 0           | 0          | 0           | 24,075    | 0          | 24,075     |
| 99                                    | 407482        | Amortization of Spokane River Relicence         | 0           | 0          | 0           | 0           | 0          | 0           | 0         | 0          | 0          |
| 99                                    | 407450/407499 | Amortization of BPA Residential Exchange Credit | (1,496,034) | 0          | (1,496,034) | (1,008,276) | 0          | (1,008,276) | (487,758) | 0          | (487,758)  |
| 99                                    | 407460        | Amortization of Defered CS2 & COL STRIP O&M     | 425,700     | 0          | 425,700     | 516,251     | 0          | 516,251     | (90,551)  | 0          | (90,551)   |
| 99                                    | 407462        | Amortization of LIDAR O&M Deferral              | (337,879)   | 0          | (337,879)   | (337,879)   | 0          | (337,879)   | 0         | 0          | 0          |
| 99                                    | 407482        | Amortization of CDA Settlement                  | 0           | 0          | 0           | 0           | 0          | 0           | 0         | 0          | 0          |
| E-OTX                                 |               | Taxes Other Than FIT - Prod & Trans             | 0           | 1,797,202  | 1,797,202   | 0           | 1,172,495  | 1,172,495   | 0         | 624,707    | 624,707    |
| TOTAL P/T DEPR/AMRT/NON-FIT TAXES     |               |   | (1,390,089) | 5,166,141  | 3,776,052   | (473,498)   | 3,370,591  | 2,896,893   | (916,591) | 1,795,750  | 879,159    |
| TOTAL PRODUCTION & TRANSMISSION EXPEN |               |   | 4,205,977   | 54,705,451 | 58,911,428  | 2,470,113   | 35,689,833 | 38,159,946  | 1,735,864 | 19,015,618 | 20,751,482 |

RESULTS OF OPERATIONS  
ELECTRIC OPERATING STATEMENT  
For Month Ended December 31, 2011  
Average of Monthly Averages Basis

Report ID:  
E-OPS-1A

AVISTA UTILITIES

Ref/Basis Account Description

\*\*\*\*\* SYSTEM \*\*\*\*\*  
\*\*\*\*\* WASHINGTON \*\*\*\*\*  
\*\*\*\*\* IDAHO \*\*\*\*\*

| Ref/Basis              | Account | Description                                    | Direct  | Allocated | Total   | Direct  | Allocated | Total   | Direct   | Allocated | Total    |
|------------------------|---------|--|---------|-----------|---------|---------|-----------|---------|----------|-----------|----------|
| DISTRIBUTION EXPENSES: |         |  |         |           |         |         |           |         |          |           |          |
| OPERATION:             |         |  |         |           |         |         |           |         |          |           |          |
| 3                      | 580000  | Supervision & Engineering                      | 39,978  | 141,699   | 181,677 | 26,002  | 101,148   | 127,150 | 13,976   | 40,551    | 54,527   |
| 3                      | 582000  | Station Expense                                | 72,408  | 2,383     | 74,791  | 52,809  | 1,701     | 54,510  | 19,599   | 682       | 20,281   |
| 3                      | 583000  | Overhead Line Expense                          | 257,171 | 35,297    | 292,468 | 264,125 | 25,196    | 289,321 | (6,954)  | 10,101    | 3,147    |
| 3                      | 584000  | Underground Line Expense                       | (7,977) | 0         | (7,977) | 12,167  | 0         | 12,167  | (20,144) | 0         | (20,144) |
| 3                      | 585000  | Street Light & Signal System Operation Expense | 31,783  | 0         | 31,783  | 8,735   | 0         | 8,735   | 23,048   | 0         | 23,048   |
| 3                      | 586000  | Meter Expense                                  | 192,847 | (8,921)   | 183,926 | 162,963 | (6,368)   | 156,595 | 29,884   | (2,553)   | 27,331   |
| 3                      | 587000  | Customer Installations Expense                 | 28,439  | 20,043    | 48,482  | 7,570   | 14,307    | 21,877  | 20,869   | 5,736     | 26,605   |
| 3                      | 588000  | Miscellaneous Distribution Expense             | 412,141 | 321,845   | 733,986 | 320,597 | 229,739   | 550,336 | 91,344   | 92,106    | 183,650  |
| 3                      | 589000  | Rent   | 200     | 75,612    | 75,812  | 0       | 53,973    | 53,973  | 200      | 21,639    | 21,839   |

| Ref/Basis                 | Account | Description                                  | Direct    | Allocated | Total     | Direct  | Allocated | Total   | Direct  | Allocated | Total   |
|---------------------------|---------|--|-----------|-----------|-----------|---------|-----------|---------|---------|-----------|---------|
| MAINTENANCE:              |         |  |           |           |           |         |           |         |         |           |         |
| Supervision & Engineering |         |  |           |           |           |         |           |         |         |           |         |
| 3                         | 590000  | Structures                                   | 29,198    | 101,868   | 131,066   | 21,589  | 72,715    | 94,304  | 7,609   | 29,153    | 36,762  |
| 3                         | 591000  | Station Equipment                            | 9,171     | 0         | 9,171     | 7,580   | 0         | 7,580   | 1,591   | 0         | 1,591   |
| 3                         | 592000  | Overhead Lines                               | 27,387    | 5,749     | 33,136    | 23,050  | 4,104     | 27,154  | 4,337   | 1,645     | 5,982   |
| 3                         | 593000  | Underground Lines                            | 1,011,649 | 21,185    | 1,032,834 | 573,722 | 15,122    | 588,844 | 437,927 | 6,063     | 443,990 |
| 3                         | 594000  | Line Transformers                            | 90,438    | 0         | 90,438    | 59,707  | 0         | 59,707  | 30,731  | 0         | 30,731  |
| 3                         | 595000  | Street Light & Signal System Maintenance Exp | 85,220    | 26,120    | 111,340   | 83,889  | 18,645    | 102,534 | 1,331   | 7,475     | 8,806   |
| 3                         | 596000  | Meters                                       | 69,750    | 0         | 69,750    | 50,804  | 0         | 50,804  | 18,946  | 0         | 18,946  |
| 3                         | 597000  | Miscellaneous Distribution Expense           | 8,066     | 0         | 8,066     | 7,339   | 0         | 7,339   | 727     | 0         | 727     |
| 3                         | 598000  | TOTAL DISTRIBUTION OPERATING EXP             | 2,625     | 7,824     | 10,449    | 2,331   | 5,585     | 7,916   | 294     | 2,239     | 2,533   |

| Ref/Basis                   | Account | Description                                      | Direct    | Allocated | Total      | Direct    | Allocated | Total     | Direct    | Allocated | Total     |
|-----------------------------|---------|--|-----------|-----------|------------|-----------|-----------|-----------|-----------|-----------|-----------|
| TOTAL DISTRIBUTION EXPENSES |         |  |           |           |            |           |           |           |           |           |           |
|                             |         |  | 2,360,494 | 750,704   | 3,111,198  | 1,684,979 | 535,867   | 2,220,846 | 675,515   | 214,837   | 890,352   |
| E-DEPX                      |         | Depreciation Expense-Distribution                | 2,587,678 | 0         | 2,587,678  | 1,483,027 | 0         | 1,483,027 | 1,104,651 | 0         | 1,104,651 |
| E-AMTX                      |         | Amortization Expense-Franchises/Misc Intangibles | 2,210     | 0         | 2,210      | 2,210     | 0         | 2,210     | 0         | 0         | 0         |
| E-OTX                       |         | Taxes Other Than FIT--Distribution               | 4,419,036 | 0         | 4,419,036  | 3,659,174 | 0         | 3,659,174 | 759,862   | 0         | 759,862   |
|                             |         | TOTAL, DISTR DEPR/AMRT/NON-FIT TAXES             | 7,008,924 | 0         | 7,008,924  | 5,144,411 | 0         | 5,144,411 | 1,864,513 | 0         | 1,864,513 |
|                             |         | TOTAL DISTRIBUTION EXPENSES                      | 9,369,418 | 750,704   | 10,120,122 | 6,829,390 | 535,867   | 7,365,257 | 2,540,028 | 214,837   | 2,754,865 |

RESULTS OF OPERATIONS  
**ELECTRIC OPERATING STATEMENT**  
 For Month Ended December 31, 2011  
 Average of Monthly Averages Basis

Report ID:  
**E-OPS-1A**

AVISTA UTILITIES

\*\*\*\*\* SYSTEM \*\*\*\*\*  
 \*\*\*\*\* WASHINGTON \*\*\*\*\*  
 \*\*\*\*\* IDAHO \*\*\*\*\*

| Ref/Basis                                     | Account | Description                            | Direct           | Allocated        | Total            | Direct           | Allocated        | Total            | Direct         | Allocated        | Total            |
|---|---------|--|------------------|------------------|------------------|------------------|------------------|------------------|----------------|------------------|------------------|
| <b>CUSTOMER ACCOUNTS EXPENSES:</b>            |         |  |                  |                  |                  |                  |                  |                  |                |                  |                  |
| 2   | 901000  | Supervision                            | 0                | 60,373           | 60,373           | 0                | 39,633           | 39,633           | 0              | 20,740           | 20,740           |
| 2   | 902000  | Meter Reading Expenses                 | 238,398          | 9,324            | 247,722          | 201,777          | 6,121            | 207,898          | 36,621         | 3,203            | 39,824           |
| E-903   | 903XXXX | Customer Records & Collection Expenses | 163,409          | 517,313          | 680,722          | 110,604          | 339,600          | 450,204          | 52,805         | 177,713          | 230,518          |
| 2   | 904000  | Uncollectible Accounts                 | 0                | 129,516          | 129,516          | 0                | 85,023           | 85,023           | 0              | 44,493           | 44,493           |
| 2   | 905000  | Misc Customer Accounts                 | 0                | 7,507            | 7,507            | 0                | 4,928            | 4,928            | 0              | 2,579            | 2,579            |
| <b>TOTAL CUSTOMER ACCOUNTS EXPENSES</b>       |         |  | <b>401,807</b>   | <b>724,033</b>   | <b>1,125,840</b> | <b>312,381</b>   | <b>475,305</b>   | <b>787,686</b>   | <b>89,426</b>  | <b>248,728</b>   | <b>338,154</b>   |
| <b>CUSTOMER SERVICE &amp; INFO EXPENSES:</b>  |         |  |                  |                  |                  |                  |                  |                  |                |                  |                  |
| E-908   | 908XXX  | Customer Assistance Expenses           | 2,776,454        | 18,282           | 2,794,736        | 1,992,843        | 12,002           | 2,004,845        | 783,611        | 6,280            | 789,891          |
| 2   | 909000  | Advertising                            | (3,305)          | 196,123          | 192,818          | (3,601)          | 128,749          | 125,148          | 296            | 67,374           | 67,670           |
| 2   | 910000  | Misc Customer Service & Info Exp       | (3,275)          | 5,416            | 2,141            | (3,275)          | 3,555            | 280              | 0              | 1,861            | 1,861            |
| <b>TOTAL CUSTOMER SERVICE &amp; INFO EXP</b>  |         |  | <b>2,769,874</b> | <b>219,821</b>   | <b>2,989,695</b> | <b>1,985,967</b> | <b>144,306</b>   | <b>2,130,273</b> | <b>783,907</b> | <b>75,515</b>    | <b>859,422</b>   |
| <b>SALES EXPENSES:</b>                        |         |  |                  |                  |                  |                  |                  |                  |                |                  |                  |
| 2   | 912000  | Demonstrating & Selling Expenses       | 0                | 2,056            | 2,056            | 0                | 1,350            | 1,350            | 0              | 706              | 706              |
| 2   | 913000  | Advertising                            | 0                | 0                | 0                | 0                | 0                | 0                | 0              | 0                | 0                |
| 2   | 916000  | Miscellaneous Sales Expenses           | 0                | 0                | 0                | 0                | 0                | 0                | 0              | 0                | 0                |
| <b>TOTAL SALES EXPENSES</b>                   |         |  | <b>0</b>         | <b>2,056</b>     | <b>2,056</b>     | <b>0</b>         | <b>1,350</b>     | <b>1,350</b>     | <b>0</b>       | <b>706</b>       | <b>706</b>       |
| <b>ADMINISTRATIVE &amp; GENERAL EXPENSES:</b> |         |  |                  |                  |                  |                  |                  |                  |                |                  |                  |
| 4   | 920000  | Salaries                               | 60,034           | 1,452,466        | 1,512,500        | 49,991           | 973,573          | 1,023,564        | 10,043         | 478,893          | 488,936          |
| 4   | 921000  | Office Supplies & Expenses             | 8,270            | 422,429          | 430,699          | 8,270            | 283,150          | 291,420          | 0              | 139,279          | 139,279          |
| 4   | 922000  | Admin Exp Transferred-Credit           | 0                | (6,021)          | (6,021)          | 0                | (4,036)          | (4,036)          | 0              | (1,985)          | (1,985)          |
| 4   | 923000  | Outside Services Employed              | 25,884           | 1,293,907        | 1,319,791        | 25,884           | 867,293          | 893,177          | 0              | 426,614          | 426,614          |
| 4   | 924000  | Property Insurance Premium             | 0                | 103,469          | 103,469          | 0                | 69,354           | 69,354           | 0              | 34,115           | 34,115           |
| 4   | 925XXX  | Injuries and Damages                   | 711              | 1,176,485        | 1,177,196        | 237              | 788,586          | 788,823          | 474            | 387,899          | 388,373          |
| 4   | 926XXX  | Employee Pensions and Benefits         | 28,280           | 96,510           | 124,790          | 20,881           | 64,690           | 85,571           | 7,399          | 31,820           | 39,219           |
| 4   | 927000  | Franchise Requirements                 | 479              | 0                | 479              | 0                | 0                | 0                | 479            | 0                | 479              |
| 1   | 928000  | Regulatory Commission Expenses         | 144,401          | 329,589          | 473,990          | 85,332           | 215,024          | 300,356          | 59,069         | 114,565          | 173,634          |
| 4   | 930000  | Miscellaneous General Expenses         | 31,627           | 201,926          | 233,553          | 21,517           | 135,349          | 156,866          | 10,110         | 66,577           | 76,687           |
| 4   | 931000  | Rents                                  | 3,201            | 93,459           | 96,660           | 2,394            | 62,645           | 65,039           | 807            | 30,814           | 31,621           |
| 4   | 935000  | Maintenance of General Plant           | 60,624           | 625,054          | 685,678          | 17,514           | 418,967          | 436,481          | 43,110         | 206,087          | 249,197          |
| <b>TOTAL ADMIN &amp; GEN OPERATING EXP</b>    |         |  | <b>363,511</b>   | <b>5,789,273</b> | <b>6,152,784</b> | <b>232,020</b>   | <b>3,874,595</b> | <b>4,106,615</b> | <b>131,491</b> | <b>1,914,678</b> | <b>2,046,169</b> |

A VISTA UTILITIES

|                                   |            |
|-----------------------------------|------------|
| RESULTS OF OPERATIONS             | Report ID: |
| ELECTRIC OPERATING STATEMENT      | E-OPS-1A   |
| For Month Ended December 31, 2011 |            |
| Average of Monthly Averages Basis |            |

| Ref/Basis | Account | Description  | SYSTEM ***** |            | WASHINGTON ***** |            | IDAHO ***** |            | Total     |            |            |
|-----------|---------|--|--------------|------------|------------------|------------|-------------|------------|-----------|------------|------------|
|           |         |  | Direct       | Allocated  | Direct           | Allocated  | Direct      | Allocated  |           |            |            |
| E-DEPX    |         | Depreciation Expense-General                       | 121,149      | 832,725    | 953,874          | 71,224     | 558,167     | 629,391    | 49,925    | 274,558    | 324,483    |
| E-AMTX    |         | Amortization Expense-General Plan - 303000         | 0            | 639        | 639              | 0          | 417         | 417        | 0         | 222        | 222        |
| E-AMTX    |         | Amortization Expense-Miscellaneous IT Intangible   | 18,896       | 446,643    | 465,539          | 18,896     | 299,381     | 318,277    | 0         | 147,262    | 147,262    |
| E-AMTX    |         | Amortization Expense-General Plan - 390200, 396200 | 0            | 5,899      | 5,899            | 0          | 3,954       | 3,954      | 0         | 1,945      | 1,945      |
|           |         | TOTAL A&G DEPR/AMRT/NON-FIT TAXES                  | 140,045      | 1,285,906  | 1,425,951        | 90,120     | 861,919     | 952,039    | 49,925    | 423,987    | 473,912    |
|           |         | TOTAL ADMIN & GENERAL EXPENSES                     | 503,556      | 7,075,179  | 7,578,735        | 322,140    | 4,736,514   | 5,058,654  | 181,416   | 2,338,665  | 2,520,081  |
|           |         | TOTAL EXPENSES BEFORE FIT                          | 17,250,632   | 63,477,244 | 80,727,876       | 11,919,991 | 41,583,175  | 53,503,166 | 5,330,641 | 21,894,069 | 27,224,710 |
|           |         | NET OPERATING INCOME BEFORE FIT                    |              |            | 14,168,023       |            | 7,299,007   |            |           |            | 6,869,016  |
| E-FIT     |         | FEDERAL INCOME TAX--Normal Accrual                 |              |            | 2,984,281        |            | 1,732,938   |            |           |            | 1,251,343  |
| E-FIT     |         | DEFERRED FEDERAL INCOME TAX                        |              |            | 181,855          |            | (198,925)   |            |           |            | 380,780    |
| E-FIT     |         | AMORTIZED LTC - NOXON                              |              |            | (14,545)         |            | (9,489)     |            |           |            | (5,056)    |
|           |         | ELECTRIC NET OPERATING INCOME                      |              |            | 11,016,432       |            | 5,774,483   |            |           |            | 5,241,949  |

ALLOCATION RATIOS:

|       |    |                                       |           |
|-------|----|---------------------------------------|-----------|
| E-ALL | 1  | Production/Transmission Ratio         | 100.0000% |
| E-ALL | 2  | Number of Customers                   | 100.0000% |
| E-ALL | 3  | Direct Distribution Operating Expense | 100.0000% |
| E-ALL | 4  | Jurisdictional 4-Factor Ratio         | 100.0000% |
| E-ALL | 99 | Not Allocated                         | 0.0000%   |

RESULTS OF OPERATIONS  
**ELECTRIC ALLOCATION OF PURCHASED POWER COSTS**  
 For Month Ended December 31, 2011  
 Average of Monthly Averages Basis

Report ID:  
**E-555-1A**

AVISTA UTILITIES

| Ref/Basis         | Account       | Description                   | ***** SYSTEM ***** |            |            | ***** WASHINGTON ***** |            |            | ***** IDAHO ***** |           |           |
|-------------------|---------------|-------------------------------|--------------------|------------|------------|------------------------|------------|------------|-------------------|-----------|-----------|
|                   |               |                               | Direct             | Allocated  | Total      | Direct                 | Allocated  | Total      | Direct            | Allocated | Total     |
| 1                 | 555000/555100 | Purchased Power               | 0                  | 13,844,700 | 13,844,700 | 0                      | 9,032,282  | 9,032,282  | 0                 | 4,812,418 | 4,812,418 |
| 1                 | 555312        | Purchased Power - Lancaster   | 0                  | 0          | 0          | 0                      | 0          | 0          | 0                 | 0         | 0         |
| 1                 | 555313        | Energy Deviations - Lancaster | 0                  | 0          | 0          | 0                      | 0          | 0          | 0                 | 0         | 0         |
| 99                | 555380        | Cleanwater Purchases - Idaho  | 1,770,021          | 0          | 1,770,021  | 0                      | 0          | 0          | 1,770,021         | 0         | 1,770,021 |
| 1                 | 555550        | Non Monetary - Exchange Power | 0                  | 38,238     | 38,238     | 0                      | 24,946     | 24,946     | 0                 | 13,292    | 13,292    |
| 1                 | 555690        | Generation Other - Lancaster  | 0                  | 0          | 0          | 0                      | 0          | 0          | 0                 | 0         | 0         |
| 1                 | 555700        | Bookout Purchases             | 0                  | 5,705,466  | 5,705,466  | 0                      | 3,722,246  | 3,722,246  | 0                 | 1,983,220 | 1,983,220 |
| 1                 | 555710        | Intercompany Purchase         | 0                  | 58,975     | 58,975     | 0                      | 38,475     | 38,475     | 0                 | 20,500    | 20,500    |
| TOTAL ACCOUNT 555 |               |                               | 1,770,021          | 19,647,379 | 21,417,400 | 0                      | 12,817,949 | 12,817,949 | 1,770,021         | 6,829,430 | 8,599,451 |

ALLOCATION RATIOS:

| E-ALL | 1  | Production/Transmission Ratio |
|-------|----|-------------------------------|
| E-ALL | 99 | Not Allocated                 |

|           |         |
|-----------|---------|
| 100.0000% | 0.0000% |
|-----------|---------|

|         |         |
|---------|---------|
| 65.240% | 0.0000% |
|---------|---------|

|         |         |
|---------|---------|
| 34.760% | 0.0000% |
|---------|---------|

RESULTS OF OPERATIONS

Report ID: E-557-1A

AVISTA UTILITIES

ELECTRIC ALLOCATION OF OTHER POWER SUPPLY EXPENSES  
For Month Ended December 31, 2011  
Average of Monthly Averages Basis

| Ref/Basis         | Account | Description                                | Direct    | Allocated   | Total       | Direct    | Allocated   | Total       | Direct  | Allocated | Total     |
|-------------------|---------|--|-----------|-------------|-------------|-----------|-------------|-------------|---------|-----------|-----------|
| 1                 | 557000  | Other Expenses                             | 0         | 583,143     | 583,143     | 0         | 380,442     | 380,442     | 0       | 202,701   | 202,701   |
| 1                 | 557010  | Other Power Supply Expense - Financial     | 0         | (2,303,509) | (2,303,509) | 0         | (1,502,809) | (1,502,809) | 0       | (800,700) | (800,700) |
| 1                 | 557150  | Fuel - Economic Dispatch                   | 0         | 7,844,302   | 7,844,302   | 0         | 5,117,623   | 5,117,623   | 0       | 2,726,679 | 2,726,679 |
| 1                 | 557160  | Power Supply Expense - Miscellaneous       | 0         | 29,760      | 29,760      | 0         | 19,415      | 19,415      | 0       | 10,345    | 10,345    |
| 99                | 557161  | Unbilled Add-Ons                           | 11,692    | 0           | 11,692      | 0         | 0           | 0           | 11,692  | 0         | 11,692    |
| 1                 | 557170  | Broker Fees - Power                        | 0         | 100,670     | 100,670     | 0         | 65,677      | 65,677      | 0       | 34,993    | 34,993    |
| 1                 | 557200  | Nez Perce                                  | 68,227    | 0           | 68,227      | 0         | 41,460      | 41,460      | 0       | 26,767    | 26,767    |
| 99                | 557280  | Washington ERM Deferred                    | 2,344,362 | 0           | 2,344,362   | 0         | 0           | 2,344,362   | 0       | 0         | 2,344,362 |
| 99                | 557290  | Washington ERM Amortization                | 0         | 0           | 0           | 0         | 0           | 0           | 0       | 0         | 0         |
| 1                 | 557312  | Lancaster Power Supply Expense Deferred    | 0         | 0           | 0           | 0         | 0           | 0           | 0       | 0         | 0         |
| 99                | 557380  | Idaho PCA Deferred                         | 290,387   | 0           | 290,387     | 0         | 0           | 0           | 290,387 | 0         | 290,387   |
| 99                | 557390  | Idaho PCA Amortization                     | 232,506   | 0           | 232,506     | 0         | 0           | 0           | 232,506 | 0         | 232,506   |
| 1                 | 557395  | Optional Renewable Power Expense Offset    | 0         | (6,080)     | (6,080)     | 0         | (3,967)     | (3,967)     | 0       | (2,113)   | (2,113)   |
| 1                 | 557610  | Other Expenses - Exposure                  | 0         | 0           | 0           | 0         | 0           | 0           | 0       | 0         | 0         |
| 1                 | 557700  | Turbine Gas Bookout Expense                | 0         | 157,198     | 157,198     | 0         | 102,556     | 102,556     | 0       | 54,642    | 54,642    |
| 1                 | 557711  | Turbine Gas Bookout Offset                 | 0         | (157,198)   | (157,198)   | 0         | (102,556)   | (102,556)   | 0       | (54,642)  | (54,642)  |
| 1                 | 557730  | Other Power Exp - Intracompany Thermal Gas | 0         | 3,471,153   | 3,471,153   | 0         | 2,264,580   | 2,264,580   | 0       | 1,206,573 | 1,206,573 |
| TOTAL ACCOUNT 557 |         |  | 2,947,174 | 9,719,439   | 12,666,613  | 2,385,822 | 6,340,961   | 8,726,783   | 561,352 | 3,378,478 | 3,939,830 |

ALLOCATION RATIOS:

|       |    |                               |           |
|-------|----|-------------------------------|-----------|
| E-ALL | 1  | Production/Transmission Ratio | 100.0000% |
| E-ALL | 99 | Not Allocated                 | 0.0000%   |

|  |  |  |         |
|--|--|--|---------|
|  |  |  | 65.240% |
|  |  |  | 0.000%  |

|  |  |  |         |
|--|--|--|---------|
|  |  |  | 34.760% |
|  |  |  | 0.000%  |

AVISTA UTILITIES

| Ref/Basis         | Account | Description                      | ***** SYSTEM ***** |           |         | ***** WASHINGTON ***** |           |         | ***** IDAHO ***** |           |         |
|-------------------|---------|----------------------------------|--------------------|-----------|---------|------------------------|-----------|---------|-------------------|-----------|---------|
|                   |         |                                  | Direct             | Allocated | Total   | Direct                 | Allocated | Total   | Direct            | Allocated | Total   |
| 2                 | 903000  | Customer Records and Collections | 163,409            | 517,313   | 680,722 | 110,604                | 339,600   | 450,204 | 52,805            | 177,713   | 230,518 |
| 12                | 903920  | A/R Sold - Program Fees          | 0                  | 0         | 0       | 0                      | 0         | 0       | 0                 | 0         | 0       |
| 12                | 903930  | A/R Sold - Maturity Yield Fee    | 0                  | 0         | 0       | 0                      | 0         | 0       | 0                 | 0         | 0       |
| TOTAL ACCOUNT 903 |         |                                  | 163,409            | 517,313   | 680,722 | 110,604                | 339,600   | 450,204 | 52,805            | 177,713   | 230,518 |

ALLOCATION RATIOS:

| E-ALL | 2  | Number of Customers             | 100.0000% | 65.647% | 34.353% |
|-------|----|---------------------------------|-----------|---------|---------|
| E-ALL | 12 | Net Electric Plant (before DFT) | 100.0000% | 64.689% | 35.311% |

AVISTA UTILITIES

| Ref/Basis         | Account | Description                                 | SYSTEM ***** |           |           | WASHINGTON ***** |           |           | IDAHO ***** |           |         |
|-------------------|---------|---|--------------|-----------|-----------|------------------|-----------|-----------|-------------|-----------|---------|
|                   |         |   | Direct       | Allocated | Total     | Direct           | Allocated | Total     | Direct      | Allocated | Total   |
| 2                 | 908000  | Customer Assistance Expense                 | 19,943       | 18,282    | 38,225    | 12,292           | 12,002    | 24,294    | 7,651       | 6,280     | 13,931  |
| 99                | 908600  | Public Purpose Tariff Rider Expense Offset  | 2,636,212    | 0         | 2,636,212 | 1,901,761        | 0         | 1,901,761 | 734,451     | 0         | 734,451 |
| 99                | 908610  | Limited Income Tax Refund Program           | 0            | 0         | 0         | 0                | 0         | 0         | 0           | 0         | 0       |
| 99                | 908690  | Unbilled Public Purpose Tariff Amortization | 120,299      | 0         | 120,299   | 78,790           | 0         | 78,790    | 41,509      | 0         | 41,509  |
| 99                | 908990  | DSM Amortization                            | 0            | 0         | 0         | 0                | 0         | 0         | 0           | 0         | 0       |
| TOTAL ACCOUNT 908 |         |   | 2,776,454    | 18,282    | 2,794,736 | 1,992,843        | 12,002    | 2,004,845 | 783,611     | 6,280     | 789,891 |

ALLOCATION RATIOS:

|       |    |                     |           |
|-------|----|---------------------|-----------|
| E-ALL | 2  | Number of Customers | 100.0000% |
| E-ALL | 99 | Not Allocated       | 0.0000%   |

|  |  |  |         |
|--|--|--|---------|
|  |  |  | 65.647% |
|  |  |  | 0.000%  |
|  |  |  | 34.353% |
|  |  |  | 0.000%  |



**RESULTS OF OPERATIONS**

**ELECTRIC INTEREST DEDUCTION FOR FIT**

For Month Ended December 31, 2011

Average of Monthly Averages Basis

Report ID:  
**E-INT-1A**

AVISTA UTILITIES

| Ref/Basis   | Description                            | System | Washington    | Idaho         |
|-------------|--|--------|---------------|---------------|
| <b>Debt</b> |  |        |               |               |
| 1           | Capital Structure - Debt Ratio         |        | 52.27%        | 52.27%        |
| 2           | Cost of Debt                           |        | 5.621%        | 5.793%        |
|             | Total Weighted Cost                    |        | 2.938%        | 3.028%        |
| E-APL       | Net Rate Base                          |        | 1,767,978,138 | 1,150,196,544 |
|             | Interest Deduction for FIT Calculation |        | 52,499,201    | 33,792,774    |
|             |  |        |               | 18,706,427    |

- 1 AMA Actual Debt Ratio
- 2 AMA Actual Debt Cost

RESULTS OF OPERATIONS

**ELECTRIC FEDERAL INCOME TAXES**

Report ID:  
**E-FIT-1A**

AVISTA UTILITIES

For Month Ended December 31, 2011  
Average of Monthly Averages Basis

Ref/Basis

Description

System

Washington

Idaho

| Ref/Basis                                | Description                                    | System | Washington  | Idaho      |             |
|--|--|--------|-------------|------------|-------------|
| Calculation of Taxable Operating Income: |  |        |             |            |             |
| E-OPS                                    | Operating Revenue                              |        | 94,895,899  | 60,802,173 | 34,093,726  |
| E-OPS                                    | Operating & Maintenance Expense                |        | 68,516,949  | 44,509,823 | 24,007,126  |
| E-OPS                                    | Book Deprec/Amort and Reg Amortizations        |        | 5,994,689   | 4,161,674  | 1,833,015   |
| E-OTX                                    | Taxes Other than FIT                           |        | 6,216,238   | 4,831,669  | 1,384,569   |
|  | Net Operating Income Before FIT                |        | 14,168,023  | 7,299,007  | 6,869,016   |
| E-INT                                    | Less: Monthly Interest Expense                 |        | 4,374,934   | 2,816,065  | 1,558,869   |
| E-SCM                                    | Schedule M Adjustments                         |        | (1,238,622) | 486,544    | (1,725,166) |
|  | Taxable Net Operating Income                   |        | 8,554,467   | 4,969,486  | 3,584,981   |
|  | Tax Rate                                       |        | 35.00%      | 35.00%     | 35.00%      |
|  | Total Federal Income Tax                       |        | 2,994,063   | 1,739,320  | 1,254,743   |
| 1  | Production Tax Credit                          |        | (9,782)     | (6,382)    | (3,400)     |
| 1  | Investment Tax Credit - Noxon *                |        | 0           | 0          | 0           |
|  | Total Net Federal Income Tax                   |        | 2,984,281   | 1,732,938  | 1,251,343   |
| E-DTE                                    | Deferred FIT                                   |        | 181,855     | (198,925)  | 380,780     |
| 1  | 411400 Amortized Investment Tax Credit - Noxon |        | (14,545)    | (9,489)    | (5,056)     |
|  | Total Net FIT/Deferred FIT                     |        | 3,151,591   | 1,524,524  | 1,627,067   |

ALLOCATION RATIOS:

| Ref/Basis | Description | Production/Transmission Ratio | Not Allocated |         |
|-----------|-------------|-------------------------------|---------------|---------|
| E-ALL     | 1           | 100.000%                      | 65.240%       | 34.760% |
| E-ALL     | 99          | 0.000%                        | 0.000%        | 0.000%  |

\* Deferred taxes are in Deferred FIT balance

AVISTA UTILITIES

| E-DEPR/AMTX | Ref/Basis | Description                                  | ***** SYSTEM ***** |              | ***** WASHINGTON ***** |             | ***** IDAHO ***** |           |             |             |
|-------------|-----------|--|--------------------|--------------|------------------------|-------------|-------------------|-----------|-------------|-------------|
|             |           |  | Direct             | Allocated    | Direct                 | Allocated   | Direct            | Allocated |             |             |
| 12          | 997001    | Book Depreciation & Amortization             | 2,729,933          | 4,560,485    | 1,575,357              | 2,998,254   | 4,573,611         | 1,154,576 | 1,562,231   | 2,716,807   |
| 2           | 997002    | Contributions In Aid of Construction         | 0                  | (1,897,288)  | 0                      | (1,227,337) | (1,227,337)       | 0         | (669,951)   | (669,951)   |
| 12          | 997003    | Injuries and Damages                         | 0                  | 845,000      | 0                      | 554,717     | 554,717           | 0         | 290,283     | 290,283     |
| 12          | 997004    | Salvage                                      | 0                  | 0            | 0                      | 0           | 0                 | 0         | 0           | 0           |
| 99          | 997004    | Boulder Park Write Off                       | (8,607)            | 0            | 0                      | 0           | 0                 | (8,607)   | 0           | (8,607)     |
| 4           | 997005    | FAS106 Current Retiree Medical Accrual       | 0                  | 55,093       | 0                      | 36,928      | 36,928            | 0         | 18,165      | 18,165      |
| 99          | 997007    | Idaho PCA                                    | 524,946            | 0            | 0                      | 0           | 0                 | 524,946   | 0           | 524,946     |
| 99          | 997008    | Idaho DSM Book Amortization                  | 0                  | 0            | 0                      | 0           | 0                 | 0         | 0           | 0           |
| 1           | 997009    | Rathdrum Turbine Lease                       | 0                  | (2,819)      | 0                      | (1,839)     | (1,839)           | 0         | (980)       | (980)       |
| 1           | 997012    | N.E. Tank Farm Diesel Spill                  | 0                  | 0            | 0                      | 0           | 0                 | 0         | 0           | 0           |
| 4           | 997015    | Airplane Lease Payments                      | 0                  | 30,937       | 0                      | 20,737      | 20,737            | 0         | 10,200      | 10,200      |
| 12          | 997016    | Redemption Expense Amortization              | 0                  | 133,983      | 0                      | 86,672      | 86,672            | 0         | 47,311      | 47,311      |
| 99          | 997017    | Amort - Invest in Exch Pwr (405,92,93,95,98) | 204,169            | 0            | 204,169                | 0           | 204,169           | 0         | 0           | 0           |
| 4           | 997018    | DSM Tariff Rider                             | 0                  | 0            | 0                      | 0           | 0                 | 0         | 0           | 0           |
| 99          | 997018    | DSM Tariff Rider                             | 118,214            | 0            | (52,982)               | 0           | (52,982)          | 0         | 0           | 0           |
| 1           | 997019    | CSS Temporary Service Fees                   | 18,209             | 0            | 3,420                  | 0           | 3,420             | 171,196   | 0           | 171,196     |
| 4           | 997020    | FAS87 Current Pension Accrual                | 0                  | 802,435      | 0                      | 537,864     | 537,864           | 14,789    | 0           | 14,789      |
| 99          | 997021    | Warsilla Generators Amortization             | 28,149             | 0            | 12,761                 | 0           | 12,761            | 0         | 264,571     | 264,571     |
| 99          | 997024    | Kettle Falls Disallowance                    | (11,216)           | 0            | (11,216)               | 0           | (11,216)          | 15,388    | 0           | 15,388      |
| 2           | 997027    | Uncollectibles                               | 0                  | 0            | 0                      | 0           | 0                 | 0         | 0           | 0           |
| 99          | 997028    | RTO Funding Amortization                     | 5,900              | 0            | 0                      | 0           | 0                 | 5,900     | 0           | 5,900       |
| 99          | 997029    | FAS106 Post Retirement Benefits              | 28,280             | 0            | 20,881                 | 0           | 20,881            | 7,399     | 0           | 7,399       |
| 12          | 997032    | Interest Rate Swaps                          | 0                  | 53,055       | 0                      | 34,321      | 34,321            | 0         | 18,734      | 18,734      |
| 99          | 997033    | BPA Residential Exchange                     | (584,287)          | 0            | (374,632)              | 0           | (374,632)         | (209,655) | 0           | (209,655)   |
| 99          | 997034    | Montana Hydro Settlement                     | 86,443             | 0            | 56,386                 | 0           | 56,386            | 30,057    | 0           | 30,057      |
| 1           | 997041    | Rathdrum Turbine Lease, Tax                  | 0                  | (33,047)     | 0                      | (21,560)    | (21,560)          | 0         | (11,487)    | (11,487)    |
| 99          | 997043    | Washington Deferred Power Costs              | 2,344,362          | 0            | 2,344,362              | 0           | 2,344,362         | 0         | 0           | 0           |
| 1           | 997044    | Non-Monetary Power Costs                     | 0                  | 38,238       | 0                      | 24,946      | 24,946            | 0         | 13,292      | 13,292      |
| 4           | 997045    | Section 199 Manufacturing Deduction          | 0                  | (267,640)    | 0                      | (174,608)   | (174,608)         | 0         | (93,032)    | (93,032)    |
| 99          | 997046    | Nez Perce Settlement                         | 24,933             | 0            | (1,834)                | 0           | (1,834)           | 26,767    | 0           | 26,767      |
| 99          | 997047    | Clark Fork Preventive Maint. Exp (PME's)     | 22,038             | 0            | 0                      | 0           | 0                 | 22,038    | 0           | 22,038      |
| 11          | 997049    | Tax Depreciation                             | 0                  | (12,031,029) | 0                      | (7,490,639) | (7,490,639)       | 0         | (4,540,390) | (4,540,390) |
| 99          | 997050    | CS2 Levelized Return                         | 24,075             | 0            | 0                      | 0           | 0                 | 24,075    | 0           | 24,075      |
| 99          | 997051    | Wind Generation AFUDC - ID                   | (351)              | 0            | 0                      | 0           | 0                 | (351)     | 0           | (351)       |
| 4           | 997052    | Noxon Spill                                  | 0                  | (59,377)     | 0                      | (38,738)    | (38,738)          | 0         | (20,639)    | (20,639)    |
| 99          | 997054    | Spokane River Relicensing                    | 6,561              | 0            | 6,078                  | 0           | 6,078             | 483       | 0           | 483         |
| 99          | 997058    | Coistrip Settlement                          | 0                  | 0            | 0                      | 0           | 0                 | 0         | 0           | 0           |

AVISTA UTILITIES

| Ref/Basis | Description                             | ***** SYSTEM ***** |             | ***** WASHINGTON ***** |             | ***** IDAHO ***** |             | Total       |
|-----------|---|--------------------|-------------|------------------------|-------------|-------------------|-------------|-------------|
|           |   | Direct             | Allocated   | Direct                 | Allocated   | Direct            | Allocated   |             |
| 99        | Spokane River Relicensing PME           | 6,110              | 0           | 3,860                  | 0           | 2,250             | 0           | 2,250       |
| 1         | CDA Fund Settlement - AN                | 0                  | 16,667      | 0                      | 10,874      | 0                 | 5,793       | 5,793       |
| 99        | CDA Fund Settlement                     | (365,745)          | 0           | 922                    | 0           | (366,667)         | 0           | (366,667)   |
| 4         | Gain on Sale of Office Bldg             | 0                  | (16,341)    | 0                      | (10,953)    | 0                 | (5,388)     | (5,388)     |
| 1         | CDA Lake Settlement - AN                | 0                  | 77,693      | 0                      | 50,687      | 0                 | 27,006      | 27,006      |
| 99        | CDA Lake Settlement                     | 15,258             | 0           | 12,677                 | 0           | 2,581             | 0           | 2,581       |
| 99        | Chicago Climate Exchange                | 0                  | 0           | 0                      | 0           | 0                 | 0           | 0           |
| 99        | Amortization - Unbilled Revenue Add-Ins | (46,635)           | 0           | (25,608)               | 0           | (21,027)          | 0           | (21,027)    |
| 1         | CDA IPA Fund                            | 0                  | 0           | 0                      | 0           | 0                 | 0           | 0           |
| 1         | Noxon                                   | 0                  | 0           | 0                      | 0           | 0                 | 0           | 0           |
| 1         | Lancaster Deferral                      | 113,333            | 0           | 113,333                | 0           | 0                 | 0           | 0           |
| 1         | CDA Fund Settlement-Prepayment          | 0                  | 166,667     | 0                      | 108,734     | 0                 | 57,933      | 57,933      |
| 1         | DST Amortization - ID                   | (365,898)          | 0           | 0                      | 0           | (365,898)         | 0           | (365,898)   |
| 11        | Book Transportation Depreciation        | 0                  | 1,033,676   | 0                      | 643,577     | 0                 | 390,099     | 390,099     |
| 1         | Deferred Compensation                   | 0                  | (153,160)   | 0                      | (102,662)   | 0                 | (50,498)    | (50,498)    |
| 1         | Meal Disallowances                      | 0                  | 46,371      | 0                      | 31,082      | 0                 | 15,289      | 15,289      |
| 1         | Paid Time Off                           | 0                  | 14,446      | 0                      | 9,683       | 0                 | 4,763       | 4,763       |
| 2         | Customer Uncollectibles                 | 0                  | (15,997)    | 0                      | (10,502)    | 0                 | (5,495)     | (5,495)     |
| 99        | Deferred O&M Colstrip & CS2             | 425,700            | 0           | 516,251                | 0           | (90,551)          | 0           | (90,551)    |
| 99        | CNC Transmission                        | 7,335              | 0           | 0                      | 0           | 7,335             | 0           | 7,335       |
| 99        | LIDAR O&M Reg DeDFIT                    | (337,879)          | 0           | (337,879)              | 0           | 0                 | 0           | 0           |
| 99        | Smart Grid                              | 350,000            | 0           | 350,000                | 0           | 0                 | 0           | 0           |
|           | TOTAL SCHEDULE M ADJUSTMENTS            | 5,363,330          | (6,601,952) | 4,416,306              | (3,929,762) | 947,024           | (2,672,190) | (1,725,166) |

ALLOCATION RATIOS:

|       |    |                                       |           |         |         |
|-------|----|---------------------------------------|-----------|---------|---------|
| E-ALL | 1  | Production/Transmission Ratio         | 100.0000% | 65.240% | 34.760% |
| E-ALL | 2  | Number of Customers                   | 100.0000% | 65.647% | 34.353% |
| E-ALL | 3  | Direct Distribution Operating Expense | 100.0000% | 71.382% | 28.618% |
| E-ALL | 4  | Jurisdictional 4-Factor Ratio         | 100.0000% | 67.029% | 32.971% |
| E-ALL | 10 | Net Electric Distribution Plant       | 100.0000% | 63.523% | 36.477% |
| E-ALL | 11 | Book Depreciation                     | 100.0000% | 62.261% | 37.739% |
| E-ALL | 12 | Net Electric Plant (before DFIT)      | 100.0000% | 64.689% | 35.311% |
| E-ALL | 99 | Not Allocated                         | 0.0000%   | 0.0000% | 0.0000% |

AVISTA UTILITIES

RESULTS OF OPERATIONS

ELECTRIC DEFERRED INCOME TAX EXPENSES

Report ID:  
E-DTTE-1A

For Month Ended December 31, 2011

Average of Monthly Averages Basis

\*\*\*\*\* SYSTEM \*\*\*\*\* WASHINGTON \*\*\*\*\* IDAHO \*\*\*\*\*

| Ref/Basis | Acct No | Description                                      | Direct    |           | Allocated |           | Total     | Direct    |          | Allocated |           | Total    | Direct |        | Allocated |           | Total     |
|-----------|---------|--|-----------|-----------|-----------|-----------|-----------|-----------|----------|-----------|-----------|----------|--------|--------|-----------|-----------|-----------|
|           |         |  |           |           |           |           |           |           |          |           |           |          |        |        |           |           |           |
| 14        | 410100  | Deferred Federal Income Tax Expense - Allocated  | 0         | 1,305,556 | 1,305,556 | 0         | 777,119   | 777,119   | 0        | 528,437   | 528,437   | 0        | 27,974 | 27,974 | 0         | 556,411   | 528,437   |
| 99        | 410100  | Deferred Federal Income Tax Expense - Washington | (615,681) | 0         | (615,681) | (615,681) | 0         | (615,681) | 0        | (615,681) | 0         | 0        | 0      | 0      | 0         | 0         | 0         |
| 99        | 410100  | Deferred Federal Income Tax Expense - Idaho      | 27,974    | 0         | 27,974    | 0         | 0         | 0         | 27,974   | 0         | 0         | 27,974   | 0      | 0      | 0         | 27,974    | 27,974    |
|           | 410100  | Total  | (587,707) | 1,305,556 | 717,849   | (615,681) | 777,119   | 161,438   | 27,974   | 528,437   | 556,411   | 27,974   | 0      | 0      | 0         | 556,411   | 556,411   |
| 14        | 411100  | Deferred Federal Income Tax Expense - Allocated  | 0         | (241,840) | (241,840) | 0         | (143,953) | (143,953) | 0        | (97,887)  | (97,887)  | 0        | 0      | 0      | 0         | (97,887)  | (97,887)  |
| 99        | 411100  | Deferred Federal Income Tax Expense - Washington | (216,410) | 0         | (216,410) | (216,410) | 0         | (216,410) | 0        | (216,410) | 0         | 0        | 0      | 0      | 0         | 0         | 0         |
| 99        | 411100  | Deferred Federal Income Tax Expense - Idaho      | (77,744)  | 0         | (77,744)  | 0         | 0         | 0         | (77,744) | 0         | 0         | (77,744) | 0      | 0      | 0         | (77,744)  | (77,744)  |
|           | 411100  | Total  | (294,154) | (241,840) | (535,994) | (216,410) | (143,953) | (360,363) | (77,744) | (97,887)  | (175,631) | (77,744) | 0      | 0      | 0         | (175,631) | (175,631) |
|           |         | Total Deferred Federal Income Tax Expense        | (881,861) | 1,063,716 | 181,855   | (832,091) | 633,166   | (198,925) | (49,770) | 430,550   | 380,780   | (49,770) | 0      | 0      | 0         | 380,780   | 380,780   |

E-ALL 14 Net Allocated Schedule M's 100.000%

E-ALL 99 Not Allocated 0.000%

59.524%

40.476%

AVISITA UTILITIES

| Ref/Basis                                  | Account | Description                               | ***** SYSTEM ***** |           |           | ***** WASHINGTON ***** |           |           | ***** IDAHO ***** |           |           |
|--|---------|---|--------------------|-----------|-----------|------------------------|-----------|-----------|-------------------|-----------|-----------|
|  |         |   | Direct             | Allocated | Total     | Direct                 | Allocated | Total     | Direct            | Allocated | Total     |
| <b>PRODUCTION &amp; TRANSMISSION</b>       |         |   |                    |           |           |                        |           |           |                   |           |           |
| 1  | 408130  | State Excise Tax                          | 0                  | 26,441    | 26,441    | 0                      | 17,250    | 17,250    | 0                 | 9,191     | 9,191     |
| 1  | 408140  | State Kwh Generation Tax                  | 0                  | 107,881   | 107,881   | 0                      | 70,382    | 70,382    | 0                 | 37,499    | 37,499    |
| 1  | 408150  | R&P Property Tax--Production              | 0                  | 1,066,235 | 1,066,235 | 0                      | 695,612   | 695,612   | 0                 | 370,623   | 370,623   |
| 1  | 408180  | R&P Property Tax--Transmission            | 0                  | 453,844   | 453,844   | 0                      | 296,088   | 296,088   | 0                 | 157,756   | 157,756   |
| 1  | 409100  | State Income Tax--Montana & Oregon        | 0                  | 142,801   | 142,801   | 0                      | 93,163    | 93,163    | 0                 | 49,638    | 49,638    |
| <b>TOTAL PRODUCTION &amp; TRANSMISSION</b> |         |   | 0                  | 1,797,202 | 1,797,202 | 0                      | 1,172,495 | 1,172,495 | 0                 | 624,707   | 624,707   |
| <b>DISTRIBUTION</b>                        |         |   |                    |           |           |                        |           |           |                   |           |           |
| 99   | 408110  | State Excise Tax                          | 1,715,616          | 0         | 1,715,616 | 1,715,616              | 0         | 1,715,616 | 0                 | 0         | 0         |
| 99   | 408120  | Municipal Occupation & License Tax        | 1,829,974          | 0         | 1,829,974 | 1,527,975              | 0         | 1,527,975 | 301,999           | 0         | 301,999   |
| 99   | 408160  | Miscellaneous State or Local Tax--WA & ID | 16                 | 0         | 16        | 0                      | 0         | 0         | 16                | 0         | 16        |
| 99   | 408170  | R&P Property Tax--Distribution            | 795,462            | 0         | 795,462   | 415,583                | 0         | 415,583   | 379,879           | 0         | 379,879   |
| 99   | 409100  | State Income Tax--Idaho                   | 77,968             | 0         | 77,968    | 0                      | 0         | 0         | 77,968            | 0         | 77,968    |
| <b>TOTAL DISTRIBUTION</b>                  |         |   | 4,419,036          | 0         | 4,419,036 | 3,659,174              | 0         | 3,659,174 | 759,862           | 0         | 759,862   |
| <b>TOTAL TAXES OTHER THAN FIT</b>          |         |   | 4,419,036          | 1,797,202 | 6,216,238 | 3,659,174              | 1,172,495 | 4,831,669 | 759,862           | 624,707   | 1,384,569 |

ALLOCATION RATIOS:

|       |    |                               |           |
|-------|----|-------------------------------|-----------|
| E-ALL | 1  | Production/Transmission Ratio | 100.0000% |
| E-ALL | 4  | Jurisdictional 4-Factor Ratio | 100.0000% |
| E-ALL | 99 | Not Allocated                 | 0.0000%   |

|  |  |  |         |         |
|--|--|--|---------|---------|
|  |  |  | 65.240% | 34.760% |
|  |  |  | 67.029% | 32.971% |
|  |  |  | 0.000%  | 0.000%  |

| Ref/Basis | Account       | Description                                       | Direct    | Allocated   | Total       | Direct    | Allocated  | Total      | Direct     | Allocated  | Total      |
|-----------|---------------|---|-----------|-------------|-------------|-----------|------------|------------|------------|------------|------------|
|           |               | PLANT IN SERVICE                                  |           |             |             |           |            |            |            |            |            |
|           |               | INTANGIBLE PLANT:                                 |           |             |             |           |            |            |            |            |            |
|           |               | CDA Lake CDR/PA Fund                              | 0         | 11,588,333  | 11,588,333  | 0         | 7,540,656  | 7,540,656  | 0          | 4,017,677  | 4,017,677  |
| 1         | 182324/182325 | CDA Settlement                                    | 0         | 39,225,387  | 39,225,387  | 0         | 25,590,642 | 25,590,642 | 0          | 13,634,745 | 13,634,745 |
| 1         | 182381        | Franchises & Consents                             | 591,934   | 44,049,218  | 44,641,152  | 591,934   | 28,737,710 | 29,329,644 | 15,311,508 | 15,311,508 | 15,311,508 |
| C-PL      | 303000        | Misc Intangible Plt- (303000)                     | 153,179   | 2,001,473   | 2,154,652   | 153,179   | 1,305,761  | 1,458,940  | 695,712    | 695,712    | 695,712    |
| C-PL      | 303100        | Misc Intangible Plt-Maintenance Software (303100) | 1,142,810 | 27,081,866  | 28,224,676  | 1,142,810 | 18,152,704 | 19,295,514 | 8,929,162  | 8,929,162  | 8,929,162  |
| C-PL      | 303110        | Misc Intangible Plant-PC Software (303110)        | 0         | 2,050,007   | 2,050,007   | 0         | 1,374,099  | 1,374,099  | 675,908    | 675,908    | 675,908    |
|           |               | TOTAL INTANGIBLE PLANT                            | 1,887,923 | 125,966,284 | 127,854,207 | 1,887,923 | 82,701,572 | 84,589,495 | 43,264,712 | 43,264,712 | 43,264,712 |

| Ref/Basis | Account | Description                         | Direct | Allocated   | Total       | Direct | Allocated   | Total       | Direct | Allocated   | Total       |
|-----------|---------|-------------------------------------|--------|-------------|-------------|--------|-------------|-------------|--------|-------------|-------------|
|           |         | STEAM PRODUCTION PLANT:             |        |             |             |        |             |             |        |             |             |
|           |         | Land & Land Rights                  | 0      | 2,230,395   | 2,230,395   | 0      | 1,455,110   | 1,455,110   | 0      | 775,285     | 775,285     |
| 1         | 310XXX  | Structures & Improvements           | 0      | 125,643,473 | 125,643,473 | 0      | 81,969,802  | 81,969,802  | 0      | 43,673,671  | 43,673,671  |
| 1         | 311XXX  | Boiler Plant                        | 0      | 169,907,745 | 169,907,745 | 0      | 110,847,813 | 110,847,813 | 0      | 59,059,932  | 59,059,932  |
| 1         | 312000  | Generators                          | 0      | 6,770       | 6,770       | 0      | 4,417       | 4,417       | 0      | 2,353       | 2,353       |
| 1         | 313000  | Turbogenerator Units                | 0      | 51,738,691  | 51,738,691  | 0      | 33,754,322  | 33,754,322  | 0      | 17,984,369  | 17,984,369  |
| 1         | 314000  | Accessory Electric Equipment        | 0      | 27,098,737  | 27,098,737  | 0      | 17,679,216  | 17,679,216  | 0      | 9,419,521   | 9,419,521   |
| 1         | 315000  | Miscellaneous Power Plant Equipment | 0      | 15,788,473  | 15,788,473  | 0      | 10,300,400  | 10,300,400  | 0      | 5,488,073   | 5,488,073   |
| 1         | 316000  | TOTAL STEAM PRODUCTION PLANT        | 0      | 392,414,284 | 392,414,284 | 0      | 256,011,080 | 256,011,080 | 0      | 136,403,204 | 136,403,204 |

| Ref/Basis | Account | Description                         | Direct | Allocated   | Total       | Direct | Allocated   | Total       | Direct | Allocated   | Total       |
|-----------|---------|-------------------------------------|--------|-------------|-------------|--------|-------------|-------------|--------|-------------|-------------|
|           |         | HYDRAULIC PRODUCTION PLANT:         |        |             |             |        |             |             |        |             |             |
|           |         | Land & Land Rights                  | 0      | 57,318,217  | 57,318,217  | 0      | 37,394,405  | 37,394,405  | 0      | 19,923,812  | 19,923,812  |
| 1         | 330XXX  | Structures & Improvements           | 0      | 43,220,366  | 43,220,366  | 0      | 28,196,967  | 28,196,967  | 0      | 15,023,399  | 15,023,399  |
| 1         | 331XXX  | Reservoirs, Dams, & Waterways       | 0      | 121,490,630 | 121,490,630 | 0      | 79,260,487  | 79,260,487  | 0      | 42,230,143  | 42,230,143  |
| 1         | 332XXX  | Waterworks, Turbines, & Generators  | 0      | 155,515,216 | 155,515,216 | 0      | 101,458,127 | 101,458,127 | 0      | 54,057,089  | 54,057,089  |
| 1         | 333000  | Accessory Electric Equipment        | 0      | 33,969,346  | 33,969,346  | 0      | 22,161,601  | 22,161,601  | 0      | 11,807,745  | 11,807,745  |
| 1         | 334000  | Miscellaneous Power Plant Equipment | 0      | 8,059,600   | 8,059,600   | 0      | 5,258,083   | 5,258,083   | 0      | 2,801,517   | 2,801,517   |
| 1         | 335XXX  | Roads, Railroads, & Bridges         | 0      | 1,999,563   | 1,999,563   | 0      | 1,304,515   | 1,304,515   | 0      | 695,048     | 695,048     |
| 1         | 336000  | TOTAL HYDRAULIC PRODUCTION PLANT    | 0      | 421,572,938 | 421,572,938 | 0      | 275,034,185 | 275,034,185 | 0      | 146,538,753 | 146,538,753 |

| Ref/Basis | Account | Description                            | Direct | Allocated     | Total         | Direct | Allocated   | Total       | Direct | Allocated   | Total       |
|-----------|---------|--|--------|---------------|---------------|--------|-------------|-------------|--------|-------------|-------------|
|           |         | OTHER PRODUCTION PLANT:                |        |               |               |        |             |             |        |             |             |
|           |         | Land & Land Rights                     | 0      | 905,167       | 905,167       | 0      | 590,531     | 590,531     | 0      | 314,636     | 314,636     |
| 1         | 340200  | Structures & Improvements              | 0      | 16,487,762    | 16,487,762    | 0      | 10,756,616  | 10,756,616  | 0      | 5,731,146   | 5,731,146   |
| 1         | 341000  | Fuel Holders, Producers, & Accessories | 0      | 21,163,536    | 21,163,536    | 0      | 13,807,091  | 13,807,091  | 0      | 7,356,445   | 7,356,445   |
| 1         | 342000  | Prime Movers                           | 0      | 21,876,781    | 21,876,781    | 0      | 14,272,412  | 14,272,412  | 0      | 7,604,369   | 7,604,369   |
| 1         | 343000  | Generators                             | 0      | 199,422,105   | 199,422,105   | 0      | 130,102,981 | 130,102,981 | 0      | 69,319,124  | 69,319,124  |
| 1         | 344000  | Accessory Electric Equipment           | 0      | 17,126,312    | 17,126,312    | 0      | 11,173,206  | 11,173,206  | 0      | 5,953,106   | 5,953,106   |
| 1         | 345000  | Miscellaneous Power Plant Equipment    | 0      | 1,625,719     | 1,625,719     | 0      | 1,060,619   | 1,060,619   | 0      | 565,100     | 565,100     |
| 1         | 346000  | TOTAL OTHER PRODUCTION PLANT           | 0      | 278,607,382   | 278,607,382   | 0      | 181,763,456 | 181,763,456 | 0      | 96,843,926  | 96,843,926  |
|           |         | TOTAL PRODUCTION PLANT                 | 0      | 1,092,594,604 | 1,092,594,604 | 0      | 712,808,721 | 712,808,721 | 0      | 379,785,883 | 379,785,883 |

| Ref/Basis | Account | Description                        | SYSTEM *****  |               | WASHINGTON ***** |               | IDAHO ***** |             |
|-----------|---------|------------------------------------|---------------|---------------|------------------|---------------|-------------|-------------|
|           |         |                                    | Direct        | Allocated     | Direct           | Allocated     | Direct      | Allocated   |
|           |         | TRANSMISSION PLANT:                |               |               |                  |               |             |             |
| 1         | 350XXX  | Land & Land Rights                 | 0             | 19,220,026    | 0                | 12,539,145    | 0           | 6,680,881   |
| 1         | 352XXX  | Structures & Improvements          | 0             | 16,749,902    | 0                | 10,927,636    | 0           | 5,822,266   |
| 1         | 353000  | Station Equipment                  | 0             | 202,735,927   | 0                | 132,264,919   | 0           | 70,471,008  |
| 1         | 354000  | Towers & Fixtures                  | 0             | 17,120,820    | 0                | 11,169,623    | 0           | 5,951,197   |
| 1         | 355000  | Poles & Fixtures                   | 0             | 142,607,563   | 0                | 93,037,174    | 0           | 49,570,389  |
| 1         | 356000  | Overhead Conductors & Devices      | 0             | 111,426,343   | 0                | 72,694,546    | 0           | 38,731,797  |
| 1         | 357000  | Underground Conduit                | 0             | 2,605,487     | 0                | 1,699,820     | 0           | 905,667     |
| 1         | 358000  | Underground Conductors & Devices   | 0             | 2,330,072     | 0                | 1,520,139     | 0           | 809,933     |
| 1         | 359000  | Roads & Trails                     | 0             | 1,872,246     | 0                | 1,221,453     | 0           | 650,793     |
|           |         | TOTAL TRANSMISSION PLANT           | 0             | 516,668,386   | 0                | 337,074,455   | 0           | 179,593,931 |
|           |         | DISTRIBUTION PLANT:                |               |               |                  |               |             |             |
| 99        | 360200  | Land & Land Rights                 | 4,584,631     | 0             | 3,340,938        | 0             | 1,243,693   | 0           |
| 99        | 360400  | Land Easements                     | 1,844,788     | 0             | 145,930          | 0             | 1,698,858   | 0           |
| 99        | 361000  | Structures & Improvements          | 16,923,507    | 0             | 11,699,868       | 0             | 5,223,639   | 0           |
| 99        | 362000  | Station Equipment                  | 104,793,146   | 0             | 67,636,704       | 0             | 37,156,442  | 0           |
| 99        | 364000  | Poles, Towers, & Fixtures          | 243,410,424   | 0             | 148,926,863      | 0             | 94,483,561  | 0           |
| 99        | 365000  | Overhead Conductors & Devices      | 162,926,481   | 0             | 100,508,376      | 0             | 62,418,105  | 0           |
| 99        | 366000  | Underground Conduit                | 81,742,511    | 0             | 50,961,181       | 0             | 30,781,330  | 0           |
| 99        | 367000  | Underground Conductors & Devices   | 135,968,101   | 0             | 87,604,112       | 0             | 48,363,989  | 0           |
| 99        | 368000  | Line Transformers                  | 191,042,527   | 0             | 127,310,880      | 0             | 63,731,647  | 0           |
| 99        | 3692XXX | Services                           | 123,495,111   | 0             | 77,295,823       | 0             | 46,199,288  | 0           |
| 99        | 370000  | Meters                             | 47,642,250    | 0             | 26,904,330       | 0             | 20,737,920  | 0           |
| 99        | 373XXX  | Street Light & Signal Systems      | 34,548,089    | 0             | 20,766,697       | 0             | 13,781,392  | 0           |
|           |         | TOTAL DISTRIBUTION PLANT           | 1,148,921,566 | 0             | 723,101,702      | 0             | 425,819,864 | 0           |
|           |         | GENERAL PLANT: (From Report C-GPL) |               |               |                  |               |             |             |
| 4         | 3890XXX | Land & Land Rights                 | 1,080,229     | 3,109,675     | 372,214          | 2,084,384     | 708,015     | 1,025,291   |
| 4         | 3900XXX | Structures & Improvements          | 11,236,702    | 47,321,538    | 5,677,655        | 31,719,154    | 5,559,047   | 15,602,384  |
| 4         | 391XXX  | Office Furniture & Equipment       | 991,122       | 33,833,679    | 991,122          | 22,678,377    | 0           | 11,555,302  |
| 4         | 392XXX  | Transportation Equipment           | 11,697,163    | 7,807,464     | 8,276,851        | 5,233,265     | 3,420,312   | 2,574,199   |
| 4         | 393000  | Stores Equipment                   | 290,655       | 1,475,954     | 124,760          | 989,317       | 165,895     | 486,637     |
| 4         | 394000  | Tools, Shop & Garage Equipment     | 1,605,414     | 5,854,223     | 1,213,869        | 3,924,027     | 391,545     | 1,930,196   |
| 4         | 395000  | Laboratory Equipment               | 292,489       | 1,216,538     | 189,482          | 815,433       | 103,007     | 401,105     |
| 4         | 396XXX  | Power Operated Equipment           | 25,493,188    | 10,874,017    | 16,780,309       | 7,288,745     | 8,712,879   | 3,585,272   |
| 4         | 397XXX  | Communications Equipment           | 12,502,512    | 48,520,919    | 6,659,254        | 32,523,087    | 5,843,258   | 15,997,832  |
| 4         | 398000  | Miscellaneous Equipment            | 2,781         | 304,925       | 207              | 204,388       | 2,574       | 100,537     |
|           |         | TOTAL GENERAL PLANT                | 65,192,255    | 160,318,932   | 40,285,723       | 107,460,177   | 24,906,532  | 52,858,755  |
|           |         | TOTAL PLANT IN SERVICE             | 1,216,001,744 | 1,895,548,206 | 765,275,348      | 1,240,044,925 | 450,726,396 | 655,503,281 |



AVISTA UTILITIES

| Ref/Basis                              | Account | Description   | SYSTEM *****  |               |               | WASHINGTON ***** |               |               | IDAHO ***** |               |               |
|--|---------|---|---------------|---------------|---------------|------------------|---------------|---------------|-------------|---------------|---------------|
|  |         |   | Direct        | Allocated     | Total         | Direct           | Allocated     | Total         | Direct      | Allocated     | Total         |
| ACCUMULATED DEPRECIATION               |         |   |               |               |               |                  |               |               |             |               |               |
| E-ADDP                                 |         | Steam Production Plant                                | 0             | 270,406,916   | 270,406,916   | 0                | 176,413,472   | 176,413,472   | 0           | 93,993,444    | 93,993,444    |
| E-ADDP                                 |         | Hydro Production Plant                                | 0             | 106,911,931   | 106,911,931   | 0                | 69,749,344    | 69,749,344    | 0           | 37,162,587    | 37,162,587    |
| E-ADDP                                 |         | Other Production Plant                                | 0             | 71,174,129    | 71,174,129    | 0                | 46,434,002    | 46,434,002    | 0           | 24,740,127    | 24,740,127    |
| E-ADDP                                 |         | Transmission Plant                                    | 0             | 173,794,680   | 173,794,680   | 0                | 113,383,649   | 113,383,649   | 0           | 60,411,031    | 60,411,031    |
| E-ADDP                                 |         | Distribution Plant                                    | 347,294,700   | 0             | 347,294,700   | 213,887,542      | 0             | 213,887,542   | 0           | 133,407,158   | 133,407,158   |
| E-ADDP                                 |         | General Plant   | 21,032,845    | 55,918,123    | 76,950,968    | 11,652,657       | 37,481,358    | 49,134,015    | 9,380,188   | 18,436,765    | 27,816,953    |
|  |         | TOTAL ACCUMULATED DEPRECIATION                        | 368,327,545   | 678,205,779   | 1,046,533,324 | 225,540,199      | 443,461,825   | 669,002,024   | 142,787,346 | 234,743,954   | 377,531,300   |
| ACCUMULATED AMORTIZATION               |         |   |               |               |               |                  |               |               |             |               |               |
| E-AAMT                                 |         | Production/Transmission-Franchises/Misc Intangibles   | 0             | 6,024,307     | 6,024,307     | 0                | 3,930,258     | 3,930,258     | 0           | 2,094,049     | 2,094,049     |
| E-AAMT                                 |         | Distribution-Franchises/Misc Intangibles              | 67,041        | 0             | 67,041        | 67,041           | 0             | 67,041        | 0           | 0             | 0             |
| E-AAMT                                 |         | General Plant - 303000                                | 0             | 30,051        | 30,051        | 0                | 19,605        | 19,605        | 0           | 10,446        | 10,446        |
| E-AAMT                                 |         | Miscellaneous IT Intangible Plant -3031XX             | 137,157       | 14,321,580    | 14,458,737    | 137,157          | 9,599,612     | 9,736,769     | 0           | 4,721,968     | 4,721,968     |
| E-AAMT                                 |         | General Plant - 390200, 396200                        | 120,855       | 126,105       | 246,960       | 117,267          | 84,527        | 201,794       | 3,588       | 41,578        | 45,166        |
|  |         | TOTAL ACCUMULATED AMORTIZATION                        | 325,053       | 20,502,043    | 20,827,096    | 321,465          | 13,634,002    | 13,955,467    | 3,588       | 6,868,041     | 6,871,629     |
|  |         | TOTAL ACCUMULATED DERR/AMORT                          | 368,652,598   | 698,707,822   | 1,067,360,420 | 225,861,664      | 457,095,827   | 682,957,491   | 142,790,934 | 241,611,995   | 384,402,929   |
| NET ELECTRIC UTILITY PLANT before DFTT |         |   |               |               |               |                  |               |               |             |               |               |
|  |         | 847,349,146   | 1,196,840,384 | 2,044,189,530 | 539,413,684   | 782,949,098      | 1,322,362,782 | 307,935,462   | 413,891,286 | 721,826,748   |               |
| ACCUMULATED DFTT                       |         |   |               |               |               |                  |               |               |             |               |               |
| 12                                     |         | ADFTT - FAS 109 Electric Plant (182310, 283170)       | 0             | 0             | 0             | 0                | 0             | 0             | 0           | 0             | 0             |
| 1                                      |         | ADFTT - Colstrip PCB (283200)                         | 0             | (434,681)     | (434,681)     | 0                | (283,586)     | (283,586)     | 0           | (151,095)     | (151,095)     |
| 12                                     |         | ADFTT - Electric Plant In Service (282900)            | 0             | (275,667,778) | (275,667,778) | 0                | (178,326,729) | (178,326,729) | 0           | (97,341,049)  | (97,341,049)  |
| 4                                      |         | ADFTT - Common Plant (282900 from C-DTX)              | 0             | (21,375,179)  | (21,375,179)  | 0                | (14,327,569)  | (14,327,569)  | 0           | (7,047,610)   | (7,047,610)   |
| 1                                      |         | ADFTT - Lake CDA CDR Fund - Allocated (283324)        | 0             | (3,345,417)   | (3,345,417)   | 0                | (2,182,550)   | (2,182,550)   | 0           | (1,162,867)   | (1,162,867)   |
| 1                                      |         | ADFTT - CDA IPA Fund Deposit (283325)                 | 0             | (700,000)     | (700,000)     | 0                | (456,680)     | (456,680)     | 0           | (243,320)     | (243,320)     |
| 1                                      |         | ADFTT - CDA Lake Settlement - Allocated (283382)      | 0             | (13,728,885)  | (13,728,885)  | 0                | (8,956,725)   | (8,956,725)   | 0           | (4,772,160)   | (4,772,160)   |
| 12                                     |         | ADFTT - Electric portion of Bond Redemptions (283850) | 0             | (4,914,758)   | (4,914,758)   | 0                | (3,179,308)   | (3,179,308)   | 0           | (1,735,450)   | (1,735,450)   |
|  |         | TOTAL ACCUMULATED DFTT                                | 0             | (320,166,698) | (320,166,698) | 0                | (207,713,147) | (207,713,147) | 0           | (112,453,551) | (112,453,551) |
| NET ELECTRIC UTILITY PLANT             |         |   |               |               |               |                  |               |               |             |               |               |
|  |         | 847,349,146   | 876,673,686   | 1,724,022,832 | 539,413,684   | 575,235,951      | 1,114,649,635 | 307,935,462   | 301,437,735 | 609,373,197   |               |

ALLOCATION RATIOS:

|       |    |                                  |          |
|-------|----|----------------------------------|----------|
| E-ALL | 1  | Production/Transmission Ratio    | 100.000% |
| E-ALL | 4  | Jurisdictional 4-Factor Ratio    | 100.000% |
| E-ALL | 12 | Net Electric Plant (before DFTT) | 100.000% |
| E-ALL | 99 | Not Allocated                    | 0.000%   |

AVISTA UTILITIES

Ref/Basis Description (Accounts)

| E-PLT                   | NET ELECTRIC PLANT IN SERVICE                        | ***** SYSTEM ***** |             |               |             | ***** WASHINGTON ***** |               |             |             | ***** IDAHO ***** |             |       |  |
|-------------------------|--|--------------------|-------------|---------------|-------------|------------------------|---------------|-------------|-------------|-------------------|-------------|-------|--|
|                         |  | Direct             | Allocated   | Total         |             | Direct                 | Allocated     | Total       |             | Direct            | Allocated   | Total |  |
| OTHER ADJUSTMENTS       |  |                    |             |               |             |                        |               |             |             |                   |             |       |  |
| 4                       | Gain on Sale of General Office Bldg (253850)         | 847,349,146        | 0           | 847,349,146   | 0           | 0                      | 0             | 0           | 0           | 0                 | 0           | 0     |  |
| 4                       | ADFTT - Gain on Sale of General Office Bldg (190850) | 0                  | (8,171)     | (8,171)       | 0           | (5,477)                | (5,477)       | 0           | 0           | (2,694)           | (2,694)     |       |  |
| 99                      | Colstrip 3 AFUDC Reallocation                        | 0                  | 2,869       | 2,869         | (1,211,915) | 1,923                  | 0             | 1,211,915   | 0           | 946               | 946         |       |  |
| 99                      | Colstrip Common AFUDC (186100)                       | 3,466,641          | 0           | 3,466,641     | 1,110,999   | 0                      | 1,110,999     | 2,355,642   | 0           | 0                 | 2,355,642   |       |  |
| 99                      | Colstrip Disallowed AFUDC (111100)                   | (2,472,044)        | 0           | (2,472,044)   | (792,247)   | 0                      | (792,247)     | (1,679,797) | 0           | 0                 | (1,679,797) |       |  |
| 99                      | Kettle Falls Disallowed Plant (101003)               | (8,257,170)        | 0           | (8,257,170)   | (5,247,725) | 0                      | (5,247,725)   | (3,009,445) | 0           | 0                 | (3,009,445) |       |  |
| 99                      | Kettle Falls Disallowed Accumulated Depr (108030)    | 6,683,671          | 0           | 6,683,671     | 4,296,649   | 0                      | 4,296,649     | 2,387,022   | 0           | 0                 | 2,387,022   |       |  |
| 99                      | ADFTT - Kettle Falls Disallowed (190420)             | 389,883            | 0           | 389,883       | 389,883     | 0                      | 389,883       | 0           | 0           | 0                 | 0           |       |  |
| 99                      | Boulder Park Disallowed Plant (101050)               | (2,600,000)        | 0           | (2,600,000)   | 0           | 0                      | 0             | (2,600,000) | 0           | 0                 | (2,600,000) |       |  |
| 99                      | Boulder Park Disallowed Accumulated Depr (108050)    | 1,007,733          | 0           | 1,007,733     | 0           | 0                      | 0             | 1,007,733   | 0           | 0                 | 1,007,733   |       |  |
| 99                      | ADFTT - Boulder Park Disallowed (190040)             | 557,293            | 0           | 557,293       | 0           | 0                      | 0             | 557,293     | 0           | 0                 | 557,293     |       |  |
| 99                      | Investment in WNP3 Exchange Power (124900, 124930)   | 18,885,261         | 0           | 18,885,261    | 18,885,261  | 0                      | 18,885,261    | 0           | 0           | 0                 | 0           |       |  |
| 99                      | ADFTT - WNP3 Exchange Power (283120)                 | (3,393,997)        | 0           | (3,393,997)   | (3,393,997) | 0                      | (3,393,997)   | 0           | 0           | 0                 | 0           |       |  |
| 99                      | CDA Lake Settlement - WA (182382)                    | 1,362,725          | 0           | 1,362,725     | 1,362,725   | 0                      | 1,362,725     | 0           | 0           | 0                 | 0           |       |  |
| 99                      | CDA Lake Settlement - ID (186382)                    | 272,321            | 0           | 272,321       | 0           | 0                      | 0             | 272,321     | 0           | 0                 | 272,321     |       |  |
| 99                      | ADFTT - CDA Lake Settlement - Direct (283382)        | (572,267)          | 0           | (572,267)     | (476,955)   | 0                      | (476,955)     | (95,312)    | 0           | 0                 | (95,312)    |       |  |
| 99                      | CDA CDR Fund (182324)                                | 99,125             | 0           | 99,125        | 99,125      | 0                      | 99,125        | 0           | 0           | 0                 | 0           |       |  |
| 99                      | ADFTT - CDA CDR Fund - Direct (283324)               | (34,694)           | 0           | (34,694)      | 0           | 0                      | 0             | 0           | 0           | 0                 | 0           |       |  |
| 99                      | Spokane River Relicensing (182322)                   | 704,378            | 0           | 704,378       | 653,416     | 0                      | 653,416       | 50,962      | 0           | 0                 | 50,962      |       |  |
| 99                      | ADFTT - Spokane River Relicensing (283322)           | (246,520)          | 0           | (246,520)     | (228,686)   | 0                      | (228,686)     | (17,834)    | 0           | 0                 | (17,834)    |       |  |
| 99                      | Spokane River PM&Es (182323)                         | 652,253            | 0           | 652,253       | 414,914     | 0                      | 414,914       | 237,339     | 0           | 0                 | 237,339     |       |  |
| 99                      | ADFTT - Spokane River PM&Es (283323)                 | (228,301)          | 0           | (228,301)     | (145,232)   | 0                      | (145,232)     | (83,069)    | 0           | 0                 | (83,069)    |       |  |
| 99                      | Montana Riverbed Settlement (186360)                 | 5,139,583          | 0           | 5,139,583     | 3,411,305   | 0                      | 3,411,305     | 1,728,278   | 0           | 0                 | 1,728,278   |       |  |
| 99                      | ADFTT - Montana Riverbed Settlement (283365)         | (1,798,854)        | 0           | (1,798,854)   | (1,193,957) | 0                      | (1,193,957)   | (604,897)   | 0           | 0                 | (604,897)   |       |  |
| 99                      | Lancaster Generation (182312)                        | 5,383,333          | 0           | 5,383,333     | 5,383,333   | 0                      | 5,383,333     | 0           | 0           | 0                 | 0           |       |  |
| 99                      | ADFTT - Lancaster Generation (283312)                | (1,884,167)        | 0           | (1,884,167)   | (1,884,167) | 0                      | (1,884,167)   | 0           | 0           | 0                 | 0           |       |  |
| 4                       | Customer Advances (252000)                           | 61,177             | 0           | 61,177        | 0           | 0                      | 0             | 61,177      | 0           | 0                 | 61,177      |       |  |
| 99                      | Weatherization Loans - Sandpoint (124350)            | (395)              | (692)       | (1,087)       | (395)       | (464)                  | (859)         | 0           | 0           | 0                 | (228)       |       |  |
| 99                      | Customer Deposits (235199)                           | (4,034,713)        | 0           | (4,034,713)   | (4,034,713) | 0                      | (4,034,713)   | 0           | 0           | 0                 | 0           |       |  |
| C-WKC                   | Working Capital                                      | 18,188,000         | 6,631,045   | 24,819,045    | 18,188,000  | 0                      | 18,188,000    | 6,631,045   | 0           | 0                 | 6,631,045   |       |  |
| 99                      | DSM Programs (186710)                                | 0                  | 0           | 0             | 0           | 0                      | 0             | 0           | 0           | 0                 | 0           |       |  |
| TOTAL OTHER ADJUSTMENTS |  | 37,330,255         | 6,625,051   | 43,955,306    | 35,550,927  | (4,018)                | 35,546,909    | 1,779,328   | 6,629,069   | 8,408,397         |             |       |  |
| NET RATE BASE           |  | 884,679,401        | 883,298,737 | 1,767,978,138 | 574,964,611 | 575,231,933            | 1,150,196,544 | 309,714,790 | 308,066,804 | 617,781,594       |             |       |  |

ALLOCATION RATIOS:

| E-ALL | 1  | Production/Transmission Ratio     | 100.0000% |
|-------|----|-----------------------------------|-----------|
| E-ALL | 4  | Jurisdictional 4-Factor Ratio     | 100.0000% |
| E-ALL | 12 | Net Electric Plant (Before DFITT) | 100.0000% |
| E-ALL | 13 | Net Electric General Plant        | 100.0000% |
| E-ALL | 99 | Not Allocated                     | 0.0000%   |

| Ref/Basis                            | System Total     | Assigned or Allocated |                  | ***** ELECTRIC ***** | ***** WASHINGTON ***** | ***** IDAHO ***** |
|--------------------------------------|------------------|-----------------------|------------------|----------------------|------------------------|-------------------|
|                                      |                  | to Electric           | to Gas-North     |                      |                        |                   |
| <b>Electric Production</b>           |                  |                       |                  |                      |                        |                   |
| 1 Steam (ED-AN)                      | 891,522          | 891,522               |                  | 891,522              | 891,522                | 309,893           |
| 1 Hydro (ED-AN)                      | 733,055          | 733,055               |                  | 733,055              | 733,055                | 254,810           |
| 1 Other (ED-AN)                      | 688,685          | 688,685               |                  | 688,685              | 688,685                | 239,387           |
| <b>Total Electric Production</b>     | <b>2,313,262</b> | <b>2,313,262</b>      |                  | <b>2,313,262</b>     | <b>2,313,262</b>       | <b>804,090</b>    |
| <b>Electric Transmission</b>         |                  |                       |                  |                      |                        |                   |
| 1 ED-AN                              | 877,698          | 877,698               |                  | 877,698              | 877,698                | 305,088           |
| <b>Total Electric Transmission</b>   | <b>877,698</b>   | <b>877,698</b>        |                  | <b>877,698</b>       | <b>877,698</b>         | <b>305,088</b>    |
| <b>Electric Distribution</b>         |                  |                       |                  |                      |                        |                   |
| ED-ID                                | 1,104,651        | 1,104,651             |                  | 1,104,651            | 1,104,651              | 1,104,651         |
| ED-WA                                | 1,483,027        | 1,483,027             |                  | 1,483,027            | 1,483,027              | 1,483,027         |
| <b>Total Electric Distribution</b>   | <b>2,587,678</b> | <b>2,587,678</b>      |                  | <b>2,587,678</b>     | <b>2,587,678</b>       | <b>1,104,651</b>  |
| <b>Gas Underground Storage</b>       |                  |                       |                  |                      |                        |                   |
| GD-AN                                | 51,800           |                       | 51,800           |                      |                        |                   |
| GD-OR                                | 9,271            |                       | 9,271            |                      |                        |                   |
| <b>Total Gas Underground Storage</b> | <b>61,071</b>    |                       | <b>61,071</b>    |                      |                        |                   |
| <b>Gas Distribution</b>              |                  |                       |                  |                      |                        |                   |
| GD-AN                                | 4,129            |                       | 4,129            |                      |                        |                   |
| GD-ID                                | 295,605          |                       | 295,605          |                      |                        |                   |
| GD-WA                                | 572,769          |                       | 572,769          |                      |                        |                   |
| GD-OR                                | 310,606          |                       | 310,606          |                      |                        |                   |
| <b>Total Gas Distribution</b>        | <b>1,183,109</b> |                       | <b>1,183,109</b> |                      |                        |                   |
| <b>General Plant</b>                 |                  |                       |                  |                      |                        |                   |
| 4 ED-AN                              | 214,231          | 214,231               |                  | 214,231              | 214,231                | 143,597           |
| ED-ID                                | 22,310           | 22,310                |                  | 22,310               | 22,310                 | 70,634            |
| ED-WA                                | 60,349           | 60,349                |                  | 60,349               | 60,349                 | 22,310            |
| 7.4 CD-AA                            | 831,090          | 601,568               | 161,871          | 601,568              | 601,568                | 198,343           |
| 9.4 CD-AN                            | 21,405           | 16,926                | 4,479            | 16,926               | 16,926                 | 5,581             |
| 9 CD-ID                              | 34,923           | 27,615                | 7,308            | 27,615               | 27,615                 | 27,615            |
| 9 CD-WA                              | 13,753           | 10,875                | 2,878            | 10,875               | 10,875                 |                   |
| 8 GD-AA                              | 13,189           |                       | 9,308            |                      |                        |                   |
| GD-AN                                | 2,742            |                       | 2,742            |                      |                        |                   |
| GD-ID                                | 5,908            |                       | 5,908            |                      |                        |                   |
| GD-WA                                | 19,979           |                       | 19,979           |                      |                        |                   |
| GD-OR                                | 21,209           |                       | 21,209           |                      |                        |                   |
| <b>Total General Plant</b>           | <b>1,261,088</b> | <b>953,874</b>        | <b>214,473</b>   | <b>832,725</b>       | <b>953,874</b>         | <b>324,483</b>    |
| <b>Total Depreciation Expense</b>    | <b>8,283,906</b> | <b>6,732,512</b>      | <b>1,138,776</b> | <b>2,708,827</b>     | <b>4,023,685</b>       | <b>412,618</b>    |

**Allocation Ratios:**

| Service -                        | Electric | Gas-North | Gas-South |
|----------------------------------|----------|-----------|-----------|
| 7 Elec Gas North/Oregon 4-Factor | 72.383%  | 19.477%   | 8.140%    |
| 8 Gas North/Oregon 4-Factor      | 0.000%   | 70.575%   | 29.425%   |
| 9 Elec Gas North 4-Factor        | 79.075%  | 20.925%   | 0.000%    |

**Jurisdiction -**

| Jurisdiction | Production/Transmission Ratio | Washington | Idaho   |
|--------------|-------------------------------|------------|---------|
| 1            |                               | 65.240%    | 34.760% |
| 4            | Jurisdictional 4-Factor Ratio | 67.029%    | 32.971% |

| Ref/Basis   | System | Assigned or Allocated to Electric | Assigned or Allocated to Gas-North | Assigned or Allocated to Gas-South | ***** ELECTRIC ***** |                | ***** WASHINGTON ***** |                | ***** IDAHO ***** |                |
|---|--------|-----------------------------------|------------------------------------|------------------------------------|----------------------|----------------|------------------------|----------------|-------------------|----------------|
|   |        |                                   |                                    |                                    | Direct               | Allocated      | Direct                 | Allocated      | Direct            | Allocated      |
| <b>Production/Transmission</b>                        |        |                                   |                                    |                                    |                      |                |                        |                |                   |                |
| 1 Franchises (302000)                                 | ED-AN  | 76,453                            |                                    |                                    |                      | 76,453         |                        | 49,878         |                   | 26,575         |
| 1 Misc Intangible Pft (303000)                        | ED-AN  | 7,166                             |                                    |                                    |                      | 7,166          |                        | 4,675          |                   | 2,491          |
| <b>Total Production/Transmission</b>                  |        | <b>83,619</b>                     |                                    |                                    |                      | <b>83,619</b>  |                        | <b>54,553</b>  |                   | <b>29,066</b>  |
| <b>Distribution</b>                                   |        |                                   |                                    |                                    |                      |                |                        |                |                   |                |
| Franchises (302000)                                   | ED-WA  | 1,973                             |                                    |                                    |                      | 1,973          |                        |                |                   | 1,973          |
| Misc Intangible Pft (303000)                          | ED-WA  | 237                               |                                    |                                    |                      | 237            |                        |                |                   | 237            |
| <b>Total Distribution</b>                             |        | <b>2,210</b>                      |                                    |                                    |                      | <b>2,210</b>   |                        |                |                   | <b>2,210</b>   |
| <b>General Plant - 303000</b>                         |        |                                   |                                    |                                    |                      |                |                        |                |                   |                |
| 9.1   | CD-AN  | 808                               |                                    |                                    |                      | 639            |                        | 417            |                   | 417            |
|   | GD-ID  | 319                               |                                    |                                    |                      |                |                        |                |                   | 222            |
|   | GD-WA  | 1,926                             |                                    |                                    |                      |                |                        |                |                   |                |
|   | GD-OR  | 647                               |                                    |                                    |                      |                |                        |                |                   |                |
| <b>Total General Plant - 303000</b>                   |        | <b>3,700</b>                      |                                    |                                    |                      | <b>639</b>     |                        | <b>417</b>     |                   | <b>222</b>     |
| <b>Miscellaneous IT Intangible Plant - 3031XX</b>     |        |                                   |                                    |                                    |                      |                |                        |                |                   |                |
| 7.4   | CD-AA  | 593,174                           |                                    |                                    |                      | 429,357        |                        | 287,794        |                   | 141,563        |
| 4   | ED-AN  | 17,286                            |                                    |                                    |                      | 17,286         |                        | 11,587         |                   | 5,699          |
|   | ED-WA  | 18,896                            |                                    |                                    |                      | 18,896         |                        |                |                   | 18,896         |
| 8   | GD-AA  | 25,985                            |                                    |                                    |                      |                |                        |                |                   |                |
|   | GD-AN  | 192                               |                                    |                                    |                      |                |                        |                |                   |                |
|   | GD-OR  | 794                               |                                    |                                    |                      |                |                        |                |                   |                |
| <b>Total Miscellaneous IT Intangible Pft - 3031XX</b> |        | <b>656,527</b>                    |                                    |                                    |                      | <b>465,539</b> |                        | <b>299,381</b> |                   | <b>147,262</b> |
| <b>Gas Underground Storage</b>                        |        |                                   |                                    |                                    |                      |                |                        |                |                   |                |
| <b>Total Gas Underground Storage</b>                  | GD-AN  | 19                                |                                    |                                    |                      | 19             |                        |                |                   |                |
| <b>General Plant - 390200, 396200</b>                 |        |                                   |                                    |                                    |                      |                |                        |                |                   |                |
| 7.4   | CD-AA  | 7,671                             |                                    |                                    |                      | 5,553          |                        | 3,722          |                   | 1,831          |
| 4   | ED-AN  | 346                               |                                    |                                    |                      | 346            |                        | 232            |                   | 114            |
|   | GD-OR  | 383                               |                                    |                                    |                      |                |                        |                |                   |                |
| <b>Total General Plant - 390200, 396200</b>           |        | <b>8,400</b>                      |                                    |                                    |                      | <b>5,899</b>   |                        | <b>3,954</b>   |                   | <b>1,945</b>   |
| <b>Total Amortization Expense</b>                     |        | <b>754,275</b>                    |                                    |                                    |                      | <b>557,906</b> |                        | <b>358,305</b> |                   | <b>178,495</b> |

**Allocation Ratios:**

| Service -                        | Electric | Gas-North | Gas-South | Jurisdiction - | Washington | Idaho   |
|----------------------------------|----------|-----------|-----------|----------------|------------|---------|
| 7 Elec/Gas North/Oregon 4-Factor | 72.383%  | 19.477%   | 8.140%    | 1              | 65.240%    | 34.760% |
| 8 Gas North/Oregon 4-Factor      | 0.000%   | 70.575%   | 29.425%   | 4              | 67.029%    | 32.971% |
| 9 Elec/Gas North 4-Factor        | 79.075%  | 20.925%   | 0.000%    |                |            |         |

| Ref/Basis                             | System               | Assigned or Allocated to Electric | Assigned or Allocated to Gas-North | Assigned or Allocated to Gas-South | ***** ELECTRIC ***** |                    | ***** WASHINGTON ***** |                    | ***** IDAHO *****  |                    |        |           |  |  |  |  |  |  |  |
|---------------------------------------|----------------------|-----------------------------------|------------------------------------|------------------------------------|----------------------|--------------------|------------------------|--------------------|--------------------|--------------------|--------|-----------|--|--|--|--|--|--|--|
|                                       |                      |                                   |                                    |                                    | Direct               | Allocated          | Direct                 | Allocated          | Direct             | Allocated          | Direct | Allocated |  |  |  |  |  |  |  |
| <b>Electric Production</b>            |                      |                                   |                                    |                                    |                      |                    |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| 1 Steam (ED-AN)                       | 270,406,916          | 270,406,916                       |                                    |                                    | 270,406,916          | 270,406,916        | 176,413,472            | 176,413,472        | 93,993,444         | 93,993,444         |        |           |  |  |  |  |  |  |  |
| 1 Hydro (ED-AN)                       | 106,911,931          | 106,911,931                       |                                    |                                    | 106,911,931          | 106,911,931        | 69,749,344             | 69,749,344         | 37,162,587         | 37,162,587         |        |           |  |  |  |  |  |  |  |
| 1 Other (ED-AN)                       | 71,174,129           | 71,174,129                        |                                    |                                    | 71,174,129           | 71,174,129         | 46,434,002             | 46,434,002         | 24,740,127         | 24,740,127         |        |           |  |  |  |  |  |  |  |
| <b>Total Electric Production</b>      | <b>448,492,976</b>   | <b>448,492,976</b>                |                                    |                                    | <b>448,492,976</b>   | <b>448,492,976</b> | <b>292,596,818</b>     | <b>292,596,818</b> | <b>155,896,158</b> | <b>155,896,158</b> |        |           |  |  |  |  |  |  |  |
| <b>Electric Transmission</b>          |                      |                                   |                                    |                                    |                      |                    |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| 1 ED-AN                               | 173,794,680          | 173,794,680                       |                                    |                                    | 173,794,680          | 173,794,680        | 113,383,649            | 113,383,649        | 60,411,031         | 60,411,031         |        |           |  |  |  |  |  |  |  |
| <b>Total Electric Transmission</b>    | <b>173,794,680</b>   | <b>173,794,680</b>                |                                    |                                    | <b>173,794,680</b>   | <b>173,794,680</b> | <b>113,383,649</b>     | <b>113,383,649</b> | <b>60,411,031</b>  | <b>60,411,031</b>  |        |           |  |  |  |  |  |  |  |
| <b>Electric Distribution</b>          |                      |                                   |                                    |                                    |                      |                    |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| ED-ID                                 | 133,407,158          | 133,407,158                       |                                    |                                    | 133,407,158          | 133,407,158        |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| ED-WA                                 | 213,887,542          | 213,887,542                       |                                    |                                    | 213,887,542          | 213,887,542        |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| <b>Total Electric Distribution</b>    | <b>347,294,700</b>   | <b>347,294,700</b>                |                                    |                                    | <b>347,294,700</b>   | <b>347,294,700</b> |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| <b>Gas Underground Storage</b>        |                      |                                   |                                    |                                    |                      |                    |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| GD-AN                                 | 11,911,934           |                                   | 11,911,934                         |                                    |                      |                    |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| GD-OR                                 | 291,700              |                                   |                                    | 291,700                            |                      |                    |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| <b>Total Gas Underground Storage</b>  | <b>12,203,634</b>    |                                   | <b>11,911,934</b>                  | <b>291,700</b>                     |                      |                    |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| <b>Gas Distribution</b>               |                      |                                   |                                    |                                    |                      |                    |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| GD-AN                                 | 1,424,200            |                                   | 1,424,200                          |                                    |                      |                    |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| GD-ID                                 | 49,865,427           |                                   | 49,865,427                         |                                    |                      |                    |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| GD-WA                                 | 98,714,736           |                                   | 98,714,736                         |                                    |                      |                    |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| GD-OR                                 | 85,577,560           |                                   |                                    | 85,577,560                         |                      |                    |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| <b>Total Gas Distribution</b>         | <b>235,581,923</b>   |                                   | <b>150,004,363</b>                 | <b>85,577,560</b>                  |                      |                    |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| <b>General Plant</b>                  |                      |                                   |                                    |                                    |                      |                    |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| 4 ED-AN                               | 32,048,636           | 32,048,636                        |                                    |                                    | 32,048,636           | 32,048,636         | 21,481,880             | 21,481,880         |                    |                    |        |           |  |  |  |  |  |  |  |
| ED-ID                                 | 6,011,889            | 6,011,889                         |                                    |                                    | 6,011,889            | 6,011,889          |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| ED-WA                                 | 9,993,324            | 9,993,324                         |                                    |                                    | 9,993,324            | 9,993,324          |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| 7.4 CD-AA                             | 21,342,805           | 15,448,563                        | 4,156,938                          |                                    | 15,448,563           | 15,448,563         | 10,355,017             | 10,355,017         | 5,093,546          | 5,093,546          |        |           |  |  |  |  |  |  |  |
| 9.4 CD-AN                             | 10,649,287           | 8,420,924                         | 2,228,363                          |                                    | 8,420,924            | 8,420,924          | 5,644,461              | 5,644,461          | 2,776,463          | 2,776,463          |        |           |  |  |  |  |  |  |  |
| 9 CD-ID                               | 4,259,626            | 3,368,299                         | 891,327                            |                                    | 3,368,299            | 3,368,299          |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| 9 CD-WA                               | 2,098,429            | 1,659,333                         | 439,096                            |                                    | 1,659,333            | 1,659,333          |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| 8 GD-AA                               | 1,143,035            | 806,697                           | 887,277                            |                                    |                      |                    |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| GD-AN                                 | 887,277              |                                   |                                    | 336,338                            |                      |                    |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| GD-ID                                 | 979,262              |                                   | 979,262                            |                                    |                      |                    |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| GD-WA                                 | 2,454,717            |                                   | 2,454,717                          |                                    |                      |                    |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| GD-OR                                 | 3,338,573            |                                   |                                    | 3,338,573                          |                      |                    |                        |                    |                    |                    |        |           |  |  |  |  |  |  |  |
| <b>Total General Plant</b>            | <b>95,206,660</b>    | <b>76,950,968</b>                 | <b>12,843,677</b>                  | <b>5,412,215</b>                   | <b>21,032,845</b>    | <b>55,918,123</b>  | <b>37,481,358</b>      | <b>49,134,015</b>  | <b>9,380,188</b>   | <b>18,436,765</b>  |        |           |  |  |  |  |  |  |  |
| <b>Total Accumulated Depreciation</b> | <b>1,312,574,773</b> | <b>1,046,533,324</b>              | <b>174,759,974</b>                 | <b>91,281,475</b>                  | <b>368,327,545</b>   | <b>678,205,779</b> | <b>443,461,825</b>     | <b>669,002,024</b> | <b>142,787,346</b> | <b>234,743,954</b> |        |           |  |  |  |  |  |  |  |

| Allocation Ratios:               | Electric | Gas-North | Gas-South | Jurisdiction - | Washington | Idaho   |
|----------------------------------|----------|-----------|-----------|----------------|------------|---------|
| 7 ELEC/GAS NORTH/OREGON 4-FACTOR | 72.383%  | 19.477%   | 8.140%    | 1              | 65.240%    | 34.760% |
| 8 GAS NORTH/OREGON 4-FACTOR      | 0.000%   | 70.575%   | 29.425%   | 4              | 67.029%    | 32.971% |
| 9 ELEC/GAS NORTH 4-FACTOR        | 79.075%  | 20.925%   | 0.000%    |                |            |         |

| Ref/Basis   | System | Assigned or Allocated to Electric | Assigned or Allocated to Gas-North | Assigned or Allocated to Gas-South | ***** ELECTRIC ***** |                | ***** WASHINGTON ***** |                   | ***** IDAHO ***** |                  |
|---|--------|-----------------------------------|------------------------------------|------------------------------------|----------------------|----------------|------------------------|-------------------|-------------------|------------------|
|   |        |                                   |                                    |                                    | Direct               | Allocated      | Direct                 | Allocated         | Direct            | Allocated        |
| <b>Production/Transmission</b>                          |        |                                   |                                    |                                    |                      |                |                        |                   |                   |                  |
| 1 Franchises (302000)                                   | ED-AN  | 5,511,605                         |                                    |                                    |                      |                | 3,595,771              | 3,595,771         | 1,915,834         | 1,915,834        |
| 1 Misc Intangible Plt (303000)                          | ED-AN  | 512,702                           |                                    |                                    |                      |                | 334,487                | 334,487           | 178,215           | 178,215          |
| <b>Total Production/Transmission</b>                    |        | <b>6,024,307</b>                  |                                    |                                    |                      |                | <b>3,930,258</b>       | <b>3,930,258</b>  | <b>2,094,049</b>  | <b>2,094,049</b> |
| <b>Distribution</b>                                     |        |                                   |                                    |                                    |                      |                |                        |                   |                   |                  |
| Franchises (302000)                                     | ED-WA  | 47,659                            |                                    |                                    |                      |                | 47,659                 | 47,659            |                   |                  |
| Misc Intangible Plt (303000)                            | ED-WA  | 19,382                            |                                    |                                    |                      |                | 19,382                 | 19,382            |                   |                  |
| <b>Total Distribution</b>                               |        | <b>67,041</b>                     |                                    |                                    |                      |                | <b>67,041</b>          | <b>67,041</b>     |                   |                  |
| <b>General Plant - 303000</b>                           |        |                                   |                                    |                                    |                      |                |                        |                   |                   |                  |
| 9.1   | CD-AN  | 38,004                            | 30,051                             |                                    | 30,051               |                | 19,605                 | 19,605            | 10,446            | 10,446           |
|   | GD-ID  | 38,860                            |                                    |                                    |                      |                |                        |                   |                   |                  |
|   | GD-WA  | 76,198                            |                                    |                                    |                      |                |                        |                   |                   |                  |
|   | GD-OR  | 40,594                            |                                    | 40,594                             |                      |                |                        |                   |                   |                  |
| <b>Total General Plant - 303000</b>                     |        | <b>193,656</b>                    | <b>30,051</b>                      | <b>40,594</b>                      | <b>30,051</b>        |                | <b>19,605</b>          | <b>19,605</b>     | <b>10,446</b>     | <b>10,446</b>    |
| <b>Miscellaneous IT Intangible Plant -3031XX</b>        |        |                                   |                                    |                                    |                      |                |                        |                   |                   |                  |
| 7.4   | CD-AA  | 18,788,432                        | 13,599,630                         | 3,659,423                          | 1,529,379            | 13,599,630     | 9,115,696              | 9,115,696         | 4,483,934         | 4,483,934        |
| 4   | ED-AN  | 721,950                           | 721,950                            |                                    |                      | 721,950        | 483,916                | 483,916           | 238,034           | 238,034          |
|   | ED-WA  | 137,157                           | 137,157                            |                                    |                      | 137,157        |                        |                   |                   |                  |
|   | GD-AA  | 444,424                           | 313,652                            | 130,772                            |                      |                |                        |                   |                   |                  |
|   | GD-AN  | 12,814                            | 12,814                             |                                    |                      |                |                        |                   |                   |                  |
|   | GD-OR  | 42,271                            |                                    | 42,271                             |                      |                |                        |                   |                   |                  |
| <b>Total Miscellaneous IT Intangible Plant - 3031XX</b> |        | <b>20,147,048</b>                 | <b>14,458,737</b>                  | <b>3,985,889</b>                   | <b>1,702,422</b>     | <b>137,157</b> | <b>9,599,612</b>       | <b>9,736,769</b>  | <b>4,721,968</b>  | <b>4,721,968</b> |
| <b>Gas Underground Storage</b>                          |        |                                   |                                    |                                    |                      |                |                        |                   |                   |                  |
|   | GD-AN  | 239,168                           |                                    | 239,168                            |                      |                |                        |                   |                   |                  |
| <b>Total Gas Underground Storage</b>                    |        | <b>239,168</b>                    |                                    | <b>239,168</b>                     |                      |                |                        |                   |                   |                  |
| <b>General Plant - 390200, 396200</b>                   |        |                                   |                                    |                                    |                      |                |                        |                   |                   |                  |
| 7.4   | CD-AA  | 126,183                           | 91,335                             | 24,577                             | 10,271               | 91,335         | 61,221                 | 61,221            | 30,114            | 30,114           |
| 9   | CD-ID  | 4,537                             | 3,588                              | 949                                |                      | 3,588          |                        |                   | 3,588             | 3,588            |
| 9   | CD-WA  | 8,332                             | 6,589                              | 1,743                              |                      | 6,589          |                        |                   | 11,464            | 11,464           |
| 4   | ED-AN  | 34,770                            | 34,770                             |                                    |                      | 34,770         | 23,306                 | 23,306            |                   |                  |
|   | ED-WA  | 110,678                           | 110,678                            |                                    |                      | 110,678        |                        |                   |                   |                  |
|   | GD-WA  | 1,863                             |                                    | 1,863                              |                      |                |                        |                   |                   |                  |
|   | GD-OR  | 44,645                            |                                    | 44,645                             |                      |                |                        |                   |                   |                  |
| <b>Total General Plant - 390200, 396200</b>             |        | <b>331,008</b>                    | <b>246,960</b>                     | <b>29,132</b>                      | <b>54,916</b>        | <b>120,855</b> | <b>84,527</b>          | <b>201,794</b>    | <b>41,578</b>     | <b>45,166</b>    |
| <b>Total Accumulated Amortization</b>                   |        | <b>27,002,228</b>                 | <b>20,827,096</b>                  | <b>4,377,200</b>                   | <b>1,797,932</b>     | <b>325,053</b> | <b>20,502,043</b>      | <b>20,827,096</b> | <b>3,588</b>      | <b>6,868,041</b> |

| Allocation Ratios:               | Electric | Gas-North | Gas-South | Jurisdiction - | Washington | Idaho   |
|----------------------------------|----------|-----------|-----------|----------------|------------|---------|
| Service -                        |          |           |           |                |            |         |
| 7 Elec/Gas North/Oregon 4-Factor | 72.383%  | 19.477%   | 8.140%    | 1              | 65.240%    | 34.760% |
| 8 Gas North/Oregon 4-Factor      | 0.000%   | 70.575%   | 29.425%   | 4              | 67.029%    | 32.971% |
| 9 Elec/Gas North 4-Factor        | 79.075%  | 20.925%   | 0.000%    |                |            |         |

RESULTS OF OPERATIONS  
**COMMON GENERAL PLANT**  
 For Month Ended December 31, 2011  
 Average of Monthly Averages Basis

Report ID:  
**C-GPL-1A**

AVISTA UTILITIES  
 Electric Copy

| Ref/Basis | Account         | Description                  | Total      | ***** ELECTRIC ***** |                | ***** GAS NORTH ***** |            | ***** OREGON GAS ***** |           | Total     |                 |
|-----------|-----------------|------------------------------|------------|----------------------|----------------|-----------------------|------------|------------------------|-----------|-----------|-----------------|
|           |                 |                              |            | Direct - Wa          | Direct - Idaho | Direct - Idaho        | Allocated  | Direct                 | Allocated |           | Direct - Oregon |
| 389XXXX   |                 | Land & Land Rights           |            |                      |                |                       |            |                        |           |           |                 |
| 99        | ED-WA / ID / AN |                              | 385,053    | 0                    | 362,279        | 0                     | 22,774     | 0                      | 385,053   | 0         |                 |
| 99        | GD-WA / ID / AN |                              | 477,164    | 0                    | 0              | 0                     | 0          | 477,164                | 0         | 0         |                 |
| 99        | GD-OR / AS      |                              | 472,075    | 0                    | 0              | 0                     | 0          | 472,075                | 0         | 0         |                 |
| 8         | GD-AA           |                              | 0          | 0                    | 0              | 0                     | 0          | 0                      | 0         | 0         |                 |
| 7         | CD-AA           |                              | 3,939,110  | 0                    | 0              | 0                     | 0          | 767,220                | 0         | 0         |                 |
| 9         | CD-WA / ID / AN |                              | 1,205,949  | 372,214              | 345,735        | 2,851,246             | 2,851,246  | 953,604                | 320,644   | 320,644   |                 |
|           | TOTAL ACCOUNT   |                              | 6,479,351  | 372,214              | 708,014        | 3,109,675             | 4,189,903  | 1,496,729              | 472,075   | 320,644   | 792,719         |
| 390XXXX   |                 | Structures & Improvements    |            |                      |                |                       |            |                        |           |           |                 |
| 99        | ED-WA / ID / AN |                              | 4,989,318  | 1,245                | 1,785,025      | 3,203,048             | 4,989,318  | 0                      | 0         | 0         |                 |
| 99        | GD-WA / ID / AN |                              | 1,750,551  | 0                    | 0              | 0                     | 0          | 1,750,551              | 0         | 0         |                 |
| 99        | GD-OR / AS      |                              | 3,311,870  | 0                    | 0              | 0                     | 0          | 3,311,870              | 0         | 0         |                 |
| 8         | GD-AA           |                              | 0          | 0                    | 0              | 0                     | 0          | 0                      | 0         | 0         |                 |
| 7         | CD-AA           |                              | 55,167,245 | 0                    | 0              | 39,931,707            | 39,931,707 | 10,744,924             | 0         | 0         |                 |
| 9         | CD-WA / ID / AN |                              | 17,245,925 | 5,676,410            | 3,774,022      | 4,186,783             | 13,637,215 | 3,608,710              | 0         | 0         |                 |
|           | TOTAL ACCOUNT   |                              | 82,464,909 | 5,677,655            | 5,559,047      | 47,321,538            | 58,558,240 | 16,104,185             | 3,311,870 | 4,490,614 | 7,802,484       |
| 391XXXX   |                 | Office Furniture & Equipment |            |                      |                |                       |            |                        |           |           |                 |
| 99        | ED-WA / ID / AN |                              | 3,243,563  | 991,122              | 0              | 2,252,441             | 3,243,563  | 0                      | 0         | 0         |                 |
| 99        | GD-WA / ID / AN |                              | 0          | 0                    | 0              | 0                     | 0          | 0                      | 0         | 0         |                 |
| 99        | GD-OR / AS      |                              | 0          | 0                    | 0              | 0                     | 0          | 0                      | 0         | 0         |                 |
| 8         | GD-AA           |                              | 429,445    | 0                    | 0              | 0                     | 0          | 303,081                | 0         | 0         |                 |
| 7         | CD-AA           |                              | 43,630,739 | 0                    | 0              | 31,581,238            | 31,581,238 | 8,497,959              | 0         | 0         |                 |
| 9         | CD-WA / ID / AN |                              | 0          | 0                    | 0              | 0                     | 0          | 0                      | 0         | 0         |                 |
|           | TOTAL ACCOUNT   |                              | 47,303,747 | 991,122              | 0              | 33,833,679            | 34,824,801 | 8,801,040              | 0         | 3,677,906 | 3,677,906       |
| 392XXXX   |                 | Transportation Equipment     |            |                      |                |                       |            |                        |           |           |                 |
| 99        | ED-WA / ID / AN |                              | 16,411,566 | 7,250,863            | 2,828,864      | 6,331,839             | 16,411,566 | 0                      | 0         | 0         |                 |
| 99        | GD-WA / ID / AN |                              | 6,717,661  | 0                    | 0              | 0                     | 0          | 4,128,559              | 0         | 0         |                 |
| 99        | GD-OR / AS      |                              | 2,424,301  | 0                    | 0              | 0                     | 0          | 1,483,541              | 0         | 0         |                 |
| 8         | GD-AA           |                              | 0          | 0                    | 0              | 0                     | 0          | 1,105,561              | 0         | 0         |                 |
| 7         | CD-AA           |                              | 529,797    | 0                    | 0              | 383,483               | 383,483    | 103,189                | 0         | 0         |                 |
| 9         | CD-WA / ID / AN |                              | 3,426,591  | 1,025,987            | 591,448        | 1,807,142             | 2,709,577  | 271,499                | 0         | 0         |                 |
|           | TOTAL ACCOUNT   |                              | 29,509,916 | 8,276,850            | 3,420,312      | 7,807,464             | 19,504,626 | 4,400,058              | 1,640,051 | 1,497,755 | 7,537,864       |

RESULTS OF OPERATIONS  
**COMMON GENERAL PLANT**  
 For Month Ended December 31, 2011  
 Average of Monthly Averages Basis

Report ID:  
**C-GPL-1A**

AVISTA UTILITIES  
 Electric Copy

| Ref/Basis | Account | Description                     | Total      | Direct - Wa | Direct - Idaho | Allocated  | Total      | Direct - Wa | Direct - Idaho | Allocated | Total     | Direct - Oregon | Allocated | Total     |
|-----------|---------|---------------------------------|------------|-------------|----------------|------------|------------|-------------|----------------|-----------|-----------|-----------------|-----------|-----------|
| 99        | 3930000 | Stores Equipment                | 395,329    | 10,739      | 14,745         | 369,845    | 395,329    | 0           | 0              | 0         | 0         | 0               | 0         | 0         |
| 99        |         | ED-WA / ID / AN                 | 84,271     | 0           | 0              | 0          | 0          | 84,271      | 0              | 0         | 0         | 0               | 0         | 0         |
| 99        |         | GD-WA / ID / AN                 | 57,227     | 0           | 0              | 0          | 0          | 0           | 0              | 0         | 0         | 0               | 0         | 57,227    |
| 99        |         | GD-OR / AS                      | 0          | 0           | 0              | 0          | 0          | 0           | 0              | 0         | 0         | 0               | 0         | 0         |
| 8         |         | GD-AA                           | 0          | 0           | 0              | 0          | 0          | 0           | 0              | 0         | 0         | 0               | 0         | 0         |
| 7         |         | CD-AA                           | 0          | 0           | 0              | 0          | 0          | 0           | 0              | 0         | 0         | 0               | 0         | 0         |
| 9         |         | CD-WA / ID / AN                 | 1,734,150  | 114,020     | 151,150        | 1,106,109  | 1,371,279  | 30,172      | 39,998         | 292,701   | 362,871   | 0               | 0         | 0         |
|           |         | TOTAL ACCOUNT                   | 2,270,977  | 124,759     | 165,895        | 1,475,954  | 1,766,608  | 114,443     | 39,998         | 292,701   | 447,142   | 57,227          | 0         | 57,227    |
| 99        | 3940000 | Tools, Shop, & Garage Equipment | 3,285,703  | 1,184,064   | 384,251        | 1,717,388  | 3,285,703  | 0           | 0              | 0         | 0         | 0               | 0         | 0         |
| 99        |         | ED-WA / ID / AN                 | 1,878,632  | 0           | 0              | 0          | 0          | 1,014,650   | 448,728        | 415,254   | 1,878,632 | 0               | 0         | 0         |
| 99        |         | GD-WA / ID / AN                 | 896,312    | 0           | 0              | 0          | 0          | 0           | 0              | 0         | 0         | 896,312         | 0         | 0         |
| 99        |         | GD-OR / AS                      | 0          | 0           | 0              | 0          | 0          | 0           | 0              | 0         | 0         | 0               | 0         | 0         |
| 8         |         | GD-AA                           | 1,118,587  | 0           | 0              | 0          | 0          | 0           | 0              | 789,443   | 789,443   | 0               | 0         | 896,312   |
| 7         |         | CD-AA                           | 5,420,198  | 0           | 0              | 0          | 0          | 0           | 0              | 1,055,692 | 1,055,692 | 0               | 0         | 329,144   |
| 9         |         | CD-WA / ID / AN                 | 316,954    | 29,805      | 7,293          | 213,533    | 250,631    | 7,887       | 1,930          | 56,506    | 66,323    | 0               | 0         | 441,204   |
|           |         | TOTAL ACCOUNT                   | 12,916,386 | 1,213,869   | 391,544        | 5,854,223  | 7,459,636  | 1,022,537   | 450,658        | 2,316,895 | 3,790,090 | 896,312         | 770,348   | 1,666,660 |
| 99        | 3950000 | Laboratory Equipment            | 1,087,502  | 179,357     | 99,774         | 808,371    | 1,087,502  | 0           | 0              | 0         | 0         | 0               | 0         | 0         |
| 99        |         | ED-WA / ID / AN                 | 223,310    | 0           | 0              | 0          | 0          | 72,671      | 23,700         | 126,939   | 223,310   | 0               | 0         | 0         |
| 99        |         | GD-WA / ID / AN                 | 208,770    | 0           | 0              | 0          | 0          | 0           | 0              | 0         | 0         | 208,770         | 0         | 0         |
| 99        |         | GD-OR / AS                      | 82,555     | 0           | 0              | 0          | 0          | 0           | 0              | 58,263    | 58,263    | 0               | 0         | 208,770   |
| 8         |         | GD-AA                           | 355,664    | 0           | 0              | 0          | 0          | 0           | 0              | 69,273    | 69,273    | 0               | 0         | 24,292    |
| 7         |         | CD-AA                           | 207,504    | 10,126      | 3,232          | 150,226    | 164,084    | 2,679       | 855            | 39,886    | 43,420    | 0               | 0         | 28,951    |
| 9         |         | CD-WA / ID / AN                 | 2,165,305  | 189,483     | 103,006        | 1,216,537  | 1,509,026  | 75,350      | 24,555         | 294,361   | 394,266   | 208,770         | 53,243    | 262,013   |
|           |         | TOTAL ACCOUNT                   | 34,625,661 | 16,383,727  | 8,303,117      | 9,938,817  | 34,625,661 | 2,776,121   | 806,070        | 532,050   | 4,114,241 | 43,834          | 0         | 43,834    |
| 99        | 396XXXX | Power Operated Equipment        | 4,114,241  | 0           | 0              | 0          | 0          | 0           | 0              | 0         | 0         | 0               | 0         | 0         |
| 99        |         | ED-WA / ID / AN                 | 43,834     | 0           | 0              | 0          | 0          | 0           | 0              | 0         | 0         | 0               | 0         | 0         |
| 99        |         | GD-OR / AS                      | 0          | 0           | 0              | 0          | 0          | 0           | 0              | 0         | 0         | 0               | 0         | 0         |
| 8         |         | GD-AA                           | 0          | 0           | 0              | 0          | 0          | 0           | 0              | 0         | 0         | 0               | 0         | 0         |
| 7         |         | CD-AA                           | 554,037    | 0           | 0              | 0          | 0          | 0           | 0              | 107,910   | 107,910   | 0               | 0         | 45,099    |
| 9         |         | CD-WA / ID / AN                 | 1,695,247  | 396,582     | 409,762        | 534,173    | 1,340,517  | 104,944     | 108,432        | 141,354   | 354,730   | 0               | 0         | 45,099    |
|           |         | TOTAL ACCOUNT                   | 41,033,020 | 16,780,309  | 8,712,879      | 10,874,018 | 36,367,206 | 2,881,065   | 914,502        | 781,314   | 4,576,881 | 43,834          | 45,099    | 88,933    |



RESULTS OF OPERATIONS  
**COMMON GENERAL PLANT**  
 For Month Ended December 31, 2011  
 Average of Monthly Averages Basis

Report ID:  
**C-GPL-1A**

AVISTA UTILITIES  
 Electric Copy

| Ref/Basis | Account | Description             | ***** ELECTRIC ***** |             |                | ***** GAS NORTH ***** |             |             | ***** OREGON GAS ***** |            |            |                 |            |            |   |   |   |   |
|-----------|---------|-------------------------|----------------------|-------------|----------------|-----------------------|-------------|-------------|------------------------|------------|------------|-----------------|------------|------------|---|---|---|---|
|           |         |                         | Total                | Direct - Wa | Direct - Idaho | Allocated             | Total       | Direct - Wa | Direct - Idaho         | Allocated  | Total      | Direct - Oregon | Allocated  |            |   |   |   |   |
|           | 397XXXX | Communication Equipment |                      |             |                |                       |             |             |                        |            |            |                 |            |            |   |   |   |   |
| 99        |         | ED-WA / ID / AN         | 43,655,105           | 6,292,142   | 2,652,110      | 34,710,853            | 43,655,105  | 0           | 483,407                | 0          | 0          | 0               | 0          | 0          | 0 | 0 | 0 | 0 |
| 99        |         | GD-WA / ID / AN         | 865,983              | 0           | 0              | 0                     | 0           | 0           | 0                      | 0          | 0          | 0               | 0          | 0          | 0 | 0 | 0 | 0 |
| 99        |         | GD-OR / AS              | 944,030              | 0           | 0              | 0                     | 0           | 0           | 0                      | 0          | 0          | 0               | 0          | 0          | 0 | 0 | 0 | 0 |
| 8         |         | GD-AA                   | 992,853              | 0           | 0              | 0                     | 0           | 0           | 0                      | 0          | 0          | 0               | 0          | 0          | 0 | 0 | 0 | 0 |
| 7         |         | CD-AA                   | 11,062,051           | 0           | 0              | 8,007,044             | 8,007,044   | 0           | 0                      | 0          | 0          | 0               | 0          | 0          | 0 | 0 | 0 | 0 |
| 9         |         | CD-WA / ID / AN         | 11,838,487           | 367,112     | 3,191,148      | 5,803,023             | 9,361,283   | 97,146      | 844,449                | 0          | 1,535,609  | 2,477,204       | 0          | 0          | 0 | 0 | 0 | 0 |
|           |         | TOTAL ACCOUNT           | 69,538,509           | 6,659,254   | 5,843,258      | 48,520,920            | 61,023,432  | 580,553     | 1,227,025              | 4,390,871  | 6,198,449  | 944,030         | 1,192,598  | 2,136,628  | 0 | 0 | 0 | 0 |
|           | 398000  | Miscellaneous Equipment |                      |             |                |                       |             |             |                        |            |            |                 |            |            |   |   |   |   |
| 99        |         | ED-WA / ID / AN         | 13,205               | 0           | 2,299          | 10,906                | 13,205      | 0           | 0                      | 0          | 0          | 0               | 0          | 0          | 0 | 0 | 0 | 0 |
| 99        |         | GD-WA / ID / AN         | 0                    | 0           | 0              | 0                     | 0           | 0           | 0                      | 0          | 0          | 0               | 0          | 0          | 0 | 0 | 0 | 0 |
| 99        |         | GD-OR / AS              | 2,367                | 0           | 0              | 0                     | 0           | 0           | 0                      | 0          | 0          | 0               | 0          | 0          | 0 | 0 | 0 | 0 |
| 8         |         | GD-AA                   | 0                    | 0           | 0              | 0                     | 0           | 0           | 0                      | 0          | 0          | 0               | 0          | 0          | 0 | 0 | 0 | 0 |
| 7         |         | CD-AA                   | 400,410              | 0           | 0              | 289,829               | 289,829     | 0           | 0                      | 0          | 0          | 0               | 0          | 0          | 0 | 0 | 0 | 0 |
| 9         |         | CD-WA / ID / AN         | 5,910                | 207         | 276            | 4,190                 | 4,673       | 55          | 73                     | 0          | 77,988     | 1,237           | 0          | 0          | 0 | 0 | 0 | 0 |
|           |         | TOTAL ACCOUNT           | 421,892              | 207         | 2,575          | 304,925               | 307,707     | 55          | 73                     | 79,097     | 79,225     | 2,367           | 32,593     | 34,960     | 0 | 0 | 0 | 0 |
|           |         | TOTAL GENERAL PLANT     | 293,924,012          | 40,285,722  | 24,906,530     | 160,318,933           | 225,511,185 | 12,902,376  | 5,387,041              | 31,136,454 | 49,425,871 | 8,360,786       | 10,626,170 | 18,986,956 | 0 | 0 | 0 | 0 |

ALLOCATION RATIOS:

|       |    |                                |           |         |         |         |
|-------|----|--------------------------------|-----------|---------|---------|---------|
| E-ALL | 7  | Elec/Gas North/Oregon 4-Factor | 100.0000% | 72.383% | 19.477% | 8.140%  |
| E-ALL | 8  | Gas North/Oregon 4-Factor      | 100.0000% | 0.000%  | 70.575% | 29.425% |
| E-ALL | 9  | Elec/Gas North 4-Factor        | 100.0000% | 79.075% | 20.925% | 0.000%  |
| E-ALL | 99 | Not Allocated                  | 0.0000%   | 0.000%  | 0.000%  | 0.000%  |

RESULTS OF OPERATIONS  
**COMMON INTANGIBLE PLANT**  
 For Month Ended December 31, 2011  
 Average of Monthly Averages Basis

Report ID:  
**C-1PL-1A**

AVISTA UTILITIES  
 Electric Copy

| Ref/Basis | Account | Description                               | Total      | Direct - Wa | Direct - Idaho | Allocated  | Total      | Direct - Wa | Direct - Idaho | Allocated | Total     | Direct  | Allocated | Total     |
|-----------|---------|---|------------|-------------|----------------|------------|------------|-------------|----------------|-----------|-----------|---------|-----------|-----------|
|           | 303000  | Intangible Plant                          |            |             |                |            |            |             |                |           |           |         |           |           |
| 99        |         | ED-WA / ID / AN                           | 2,001,201  | 153,179     | 0              | 1,848,022  | 2,001,201  | 0           | 0              | 0         | 0         | 0       | 0         | 0         |
| 99        |         | GD-WA / ID / AN                           | 1,133,431  | 0           | 0              | 0          | 0          | 964,981     | 168,450        | 0         | 1,133,431 | 0       | 0         | 0         |
| 99        |         | GD-OR / AS                                | 410,126    | 0           | 0              | 0          | 0          | 0           | 0              | 0         | 0         | 410,126 | 0         | 410,126   |
| 8         |         | GD-AA                                     | 0          | 0           | 0              | 0          | 0          | 0           | 0              | 0         | 0         | 0       | 0         | 0         |
| 7         |         | CD-AA                                     | 0          | 0           | 0              | 0          | 0          | 0           | 0              | 0         | 0         | 0       | 0         | 0         |
| 9         |         | CD-WA / ID / AN                           | 194,038    | 0           | 0              | 153,451    | 153,451    | 0           | 0              | 40,607    | 40,607    | 0       | 0         | 0         |
|           |         | TOTAL ACCOUNT                             | 3,738,816  | 153,179     | 0              | 2,001,473  | 2,154,652  | 964,981     | 168,450        | 40,607    | 1,174,038 | 410,126 | 0         | 410,126   |
|           | 303100  | Misc Intangible Plant--Mainframe Software |            |             |                |            |            |             |                |           |           |         |           |           |
| 99        |         | ED-WA / ID / AN                           | 1,949,583  | 1,142,810   | 0              | 806,773    | 1,949,583  | 0           | 0              | 0         | 0         | 0       | 0         | 0         |
| 99        |         | GD-WA / ID / AN                           | 0          | 0           | 0              | 0          | 0          | 0           | 0              | 0         | 0         | 0       | 0         | 0         |
| 99        |         | GD-OR / AS                                | 46,440     | 0           | 0              | 0          | 0          | 0           | 0              | 0         | 0         | 46,440  | 0         | 46,440    |
| 8         |         | GD-AA                                     | 1,559,096  | 0           | 0              | 0          | 0          | 0           | 0              | 1,100,332 | 1,100,332 | 0       | 0         | 458,764   |
| 7         |         | CD-AA                                     | 36,300,089 | 0           | 0              | 26,275,094 | 26,275,094 | 0           | 0              | 7,070,168 | 7,070,168 | 0       | 0         | 2,954,827 |
| 9         |         | CD-WA / ID / AN                           | 0          | 0           | 0              | 0          | 0          | 0           | 0              | 0         | 0         | 0       | 0         | 0         |
|           |         | TOTAL ACCOUNT                             | 39,855,208 | 1,142,810   | 0              | 27,081,867 | 28,224,677 | 0           | 0              | 8,170,500 | 8,170,500 | 46,440  | 0         | 3,413,591 |
|           | 303110  | Misc Intangible Plant--PC Software        |            |             |                |            |            |             |                |           |           |         |           |           |
| 99        |         | ED-WA / ID / AN                           | 252,696    | 0           | 0              | 252,696    | 252,696    | 0           | 0              | 0         | 0         | 0       | 0         | 0         |
| 99        |         | GD-WA / ID / AN                           | 19,337     | 0           | 0              | 0          | 0          | 0           | 0              | 19,337    | 19,337    | 0       | 0         | 0         |
| 99        |         | GD-OR / AS                                | 1,231      | 0           | 0              | 0          | 0          | 0           | 0              | 0         | 0         | 1,231   | 0         | 1,231     |
| 8         |         | GD-AA                                     | 44,815     | 0           | 0              | 0          | 0          | 0           | 0              | 31,628    | 31,628    | 0       | 0         | 13,187    |
| 7         |         | CD-AA                                     | 2,483,056  | 0           | 0              | 1,797,310  | 1,797,310  | 0           | 0              | 483,625   | 483,625   | 0       | 0         | 202,121   |
| 8         |         | CD-WA / ID / AN                           | 0          | 0           | 0              | 0          | 0          | 0           | 0              | 0         | 0         | 0       | 0         | 0         |
|           |         | TOTAL ACCOUNT                             | 2,801,135  | 0           | 0              | 2,050,006  | 2,050,006  | 0           | 0              | 534,590   | 534,590   | 1,231   | 0         | 215,308   |
|           |         | TOTAL                                     | 46,395,159 | 1,295,989   | 0              | 31,133,346 | 32,429,335 | 964,981     | 168,450        | 8,745,697 | 9,879,128 | 457,797 | 0         | 3,628,899 |

ALLOCATION RATIOS:

|       |    |                              |           |         |         |         |
|-------|----|------------------------------|-----------|---------|---------|---------|
| E-ALL | 7  | Elec/Gas North/Oregon 4-Fact | 100.0000% | 72.383% | 19.477% | 8.140%  |
| E-ALL | 8  | Gas North/Oregon 4-Factor    | 100.0000% | 0.0000% | 70.575% | 29.425% |
| E-ALL | 9  | Elec/Gas North 4-Factor      | 100.0000% | 79.075% | 20.925% | 0.0000% |
| E-ALL | 99 | Not Allocated                | 0.0000%   | 0.0000% | 0.0000% | 0.0000% |

|  |  |                 |
|--|--|-----------------|
| RESULTS OF OPERATIONS                  |  | Report ID:      |
| <b>COMMON ACCUMULATED DEFERRED FIT</b> |  | <b>C-DTX-1A</b> |
| For Month Ended December 31, 2011      |  |                 |
| Average of Monthly Averages Basis      |  |                 |

AVISTA UTILITIES  
Electric Copy

| Ref/Basis                                    | Account | Description     | Total               | Electric            | Gas North          | Oregon Gas         |
|--|---------|-----------------|---------------------|---------------------|--------------------|--------------------|
| Deferred FIT - Common Plant (For Report APL) |         |                 |                     |                     |                    |                    |
| 7  | 282900  | CD-AA           | (27,530,232)        | (19,927,208)        | (5,362,063)        | (2,240,961)        |
| 8  | 282900  | GD-AA           | 0                   | 0                   | 0                  | 0                  |
| 9  | 282900  | CD-WA / ID / AN | (1,831,137)         | (1,447,972)         | (383,165)          | 0                  |
|  |         | Total           | <u>(29,361,369)</u> | <u>(21,375,180)</u> | <u>(5,745,228)</u> | <u>(2,240,961)</u> |

ALLOCATION RATIOS:

|       |    |                                |          |         |         |         |
|-------|----|--------------------------------|----------|---------|---------|---------|
| E-ALL | 7  | Elec/Gas North/Oregon 4-Factor | 100.000% | 72.383% | 19.477% | 8.140%  |
| E-ALL | 8  | Gas North/Oregon 4-Factor      | 100.000% | 0.000%  | 70.575% | 29.425% |
| E-ALL | 9  | Elec/Gas North 4-Factor        | 100.000% | 79.075% | 20.925% | 0.000%  |
| E-ALL | 99 | Not Allocated                  | 0.000%   | 0.000%  | 0.000%  | 0.000%  |

RESULTS OF OPERATIONS  
**COMMON WORKING CAPITAL**  
 For Month Ended December 31, 2011  
 Average of Monthly Averages Basis

Report ID:  
**C-WKC-1A**

AVISTA UTILITIES

Electric Copy

| Ref/Basis | Account | Description                          | ***** SYSTEM ***** |           | ***** ELECTRIC ***** |            | ***** GAS NORTH ***** |            |   |           |           |
|-----------|---------|--------------------------------------|--------------------|-----------|----------------------|------------|-----------------------|------------|---|-----------|-----------|
|           |         |                                      | Washington         | Idaho     | Washington           | Idaho      | Washington            | Idaho      |   |           |           |
| 1         | 151120  | FUEL STOCK COAL-COL.STRIP            |                    | 651,451   | 651,451              | 651,451    | 0                     | 0          |   |           |           |
| 1         | 151210  | FUEL STOCK HOG FUEL-KFGS             |                    | 824,183   | 824,183              | 824,183    | 0                     | 0          |   |           |           |
| 4         | 154100  | PLANT MATERIALS & OPER SUPPLIES      |                    | 5,556,122 | 5,556,122            | 4,393,829  | 1,162,293             | 1,162,293  |   |           |           |
| 1         | 154300  | PLANT MATERIALS & OPER SUP-CS2       |                    | 291,196   | 291,196              | 230,280    | 60,916                | 60,916     |   |           |           |
| 1         | 154400  | PLANT MATERIALS & OPER SUP-COL.STRIP |                    | 672,345   | 672,345              | 531,696    | 140,649               | 140,649    |   |           |           |
| 4         | 154500  | SUPPLY CHAIN RECEIVING INVENTORY     |                    | 1,982     | 1,982                | 1,567      | 415                   | 415        |   |           |           |
| 4         | 154550  | SUPPLY CHAIN AVERAGE COST VARIANCE   |                    | (2,480)   | (2,480)              | (1,961)    | (519)                 | (519)      |   |           |           |
| 4         | 154560  | SUPPLY CHAIN INVOICE PRICE VARIANCE  |                    | 0         | 0                    | 0          | 0                     | 0          |   |           |           |
| 99        | 163999  | INVESTOR-SUPPLIED WORKING CAPITAL    | 18,188,000         | 0         | 18,188,000           | 0          | 0                     | 0          |   |           |           |
|           | TOTAL   |                                      | 18,188,000         | 7,994,799 | 26,182,799           | 18,188,000 | 6,631,045             | 24,819,045 | 0 | 1,363,754 | 1,363,754 |

ALLOCATION RATIOS:

|       |    |                               |           |
|-------|----|-------------------------------|-----------|
| E-ALL | 1  | Production/Transmission Ratio | 100.0000% |
| E-ALL | 4  | Jurisdictional 4-Factor Ratio | 100.0000% |
| E-ALL | 99 | Not Allocated                 | 0.0000%   |