November 14, 2013

### Electronic Filing

Steven King, Executive Director and Secretary

Washington Utilities & Transportation Commission

1300 S. Evergreen Park Drive S. W.

P.O. Box 47250

Olympia, Washington 98504-7250

## RE: Updated Washington Avoided Cost Schedule

## Tariff WN U-28, Electric Service

Attached for filing with the Commission is one copy of the Company’s proposed tariff revision:

**Seventh Revision Sheet 62 Canceling Sixth Revision Sheet 62**

The purpose of this filing is to update Avista’s Washington Avoided Cost Schedule 62. This schedule is applicable to any entity that:

1. installs and owns a facility that generates electricity and is directly interconnected with Avista's system in the State of Washington;
2. such facility is a Qualifying Facility, meaning either a cogeneration facility or a small power production facility, pursuant to Section 201 of the Public Utility Regulatory Policies Act of 1978 (“QF”) and defined in WAC 480-107-007;

c) offers all of its output for sale to Avista pursuant to WAC 480-107-095(2); and

d) enters into written agreements with Avista for both the production from the facility and interconnection to Avista’s system that will be subject to regulatory approvals.

This filing also updates the index used for the Short-Term Power Rate. The tariff currently states the following:

“Short-Term Power Rate for any month shall be the lower of the One-Year Contract Length Standard Power Rate in effect at the time of the delivery, or 85 percent (85%) of the weighted average of the Intercontinental Exchange (“ICE”) daily On- and Off-Peak Firm Index prices for electricity at the Mid-Columbia hub (“Mid-C”)…”.

The proposed tariff now states:

“Short-Term Power Rate for any month shall be the lower of the One-Year Contract Length Standard Power Rate in effect at the time of the delivery, or 85 percent (85%) of the Powerdex Real-time Hourly Mid-Columbia (“Mid-C”) Index for electricity or 85 percent (85%) of the monthly average of the Powerdex Real-time Hourly Mid-C Index for electricity for installations with monthly meter reads…”.

The reason for the change from ICE to Powerdex is that ICE no longer provides the index prices noted at the Mid-C.

Avista requests the tariff revision to become effective January 1, 2014. If you have any questions regarding this filing, please contact me at 509-495-8620.

Sincerely,

Patrick Ehrbar

Manager, Rates & Tariffs