

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



Corp.

December 14, 2004

Ms. Carole J. Washburn, Executive Secretary  
Washington Utilities and Transportation Commission  
P.O. Box 47250  
Olympia, WA 98504-7250

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

Dear Ms. Washburn:

Enclosed are an original and five copies of Avista Corporation's Power Cost Deferral Report for the month of November 2004. The report includes the monthly energy recovery mechanism (ERM) accounting journal together with backup workpapers. Actual net power costs were lower than authorized costs by \$849,136. A deferral in the rebate direction of 90% of that amount, or \$764,222, was recorded.

Actual power supply expenses were lower than authorized due partly to higher than authorized sale for resale revenues. The average market purchase price was \$43.35/MWh compared to an authorized rate of \$32.20/MWh. The average market sales price was \$47.84/MWh compared to an authorized sales price of \$30.85/MWh. Hydro generation was 13 aMW below the authorized levels.

Coyote Springs 2 generated 46 aMW above the authorized level of 98 aMW. Other gas-fired resources generated 19 aMW below the authorized level due to economics. Colstrip generated 8 aMW above the authorized level, and Kettle Falls generated 30 aMW above the authorized level. Both thermal fuel expense and natural gas fuel expense were above the authorized level. Washington retail sales were 22 aMW above the authorized level.

There were no new forward long-term power contracts of one year or longer entered into in the month of November 2004. If you have any questions, please contact Bill Johnson at (509) 495-4046 or Ron McKenzie at (509) 495-4320.

Sincerely,

Kelly Norwood  
Vice President State and Federal Regulation

RM

Enclosure

c: Robert Cromwell  
S. Bradley Van Cleve

RECEIVED  
RECORDS MANAGEMENT  
04 DEC 17 AM 9:20  
STATE OF WASH  
UTIL. AND TRANSP.  
COMMISSION

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

MONTH OF NOVEMBER 2004

Avista Corporation - General Ledger Journal Entry

Print Date: 12-07-2004 03:26 PM

Journal ID: DJ702 Journal Description: WA - ERM Effective Date: 11-30-2004

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

Control Amount Total: 4,827,030.00 Saved By: Linda Donley Saved Date: 12-07-2004 3:26:09 PM

Edit Date: 12-07-2004 3:26:02 PM

Seq	WO	UMain	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
10	2577	0557	29	X55	EE	X	028	2,048,933.00	0.00	POWER TRANSACTIONS /* WA ERM AMT
12	0000	9182	35	028	EE			0.00	2,048,933.00	WASHINGTON ERM DEFERRAL BALANCE
15	2577	0557	28	G55	EE	X	028	764,222.00	0.00	POWER TRANSACTIONS/* WA ERM DEF
20	0000	9186	28	028	EE			0.00	764,222.00	WA ERM - CURRENT YEAR
43	0000	9182	35	028	EE			470,865.00	0.00	WASHINGTON ERM DEFERRAL BALANCE
<i>Interest income on deferral balance in 18235 authorized for recovery</i>										
45	0000	9186	28	028	EE			43,770.00	0.00	WA ERM - CURRENT YEAR
<i>Interest income/(expense) on deferral balance in 18628</i>										
47	0000	9186	29	028	EE			0.00	0.00	WA ERM - LAST YEAR
<i>Interest income/(expense) on deferral balance in 18629</i>										
50	0000	9419	00	Q98	EE	X	098	0.00	514,635.00	NON-UTILITY REVENUE/INT/DIV INCOME
70	0000	9171	00	FIN	EE			514,635.00	0.00	INTEREST & DIVIDENDS REC
<i>Accrue interest income on deferral balance</i>										
80	0000	9171	00	FIN	EE			0.00	514,635.00	INTEREST & DIVIDENDS REC
<i>Transfer interest income accrual to deferred power costs (in lieu of receipt)</i>										
82	0135	0410	10	X54	EE	X	028	0.00	984,605.00	INCOME TAX /* PRV DFIT DR
<i>DFIT entry includes, power supply deferral, generation options, surcharge amortization</i>										
85	0135	9410	20	X54	EE	X	028	180,122.00	0.00	INCOME TAX /PROV DEFERRED IT
<i>DFIT entry for interest income</i>										
89	0000	9283	28	028	EE			804,483.00	0.00	ADFIT-WA ERM CURRENT AND PRIOR YRS
90	0000	9186	01	028	EE			0.00	0.00	WA ERM YTD COMPANY BAND
<i>Record YTD accumulation of Company Band for WA ERM. Allows tracking of balance on the GL.</i>										
91	0000	9186	02	028	EE			0.00	0.00	WA ERM YTD CONTRA ACCOUNT
<i>Contra account for YTD WA ERM Company Band. Offsets 918601 to prevent Balance Sheet inflation.</i>										

Avista Corporation - General Ledger Journal Entry

Print Date: 12-07-2004 03:26 PM

Journal ID: **DJ702** Journal Description: **WA - ERM** Effective Date: **11-30-2004**

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

Control Amount Total: **4,827,030.00** Saved By: **Linda Donley** Saved Date: **12-07-2004 3:26:09 PM**

Edit Date: **12-07-2004 3:26:02 PM**

Seq	WO	U	Main	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
100	0000	9182	35	028	EE				0.00	0.00	WASHINGTON ERM DEFERRAL BALANCE
101	0000	9186	29	028	EE				0.00	0.00	WA ERM - LAST YEAR

Totals: 4,827,030.00 4,827,030.00 Trans: 12 Rows: 17

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

Prepared By: Linda Donley Date: 12/7/04  
Reviewed By: Jami Judge Date: 12/7/04

Approved For Entry - Corporate Accounting Use Only

> GD WWP,0000918628,028

ON GLMLY

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

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	.00	.00	730,862.00
02	.00	.00	214,588.82-
03	.00	.00	927,912.16-
04	.00	94,153.00	640,898.16-
05	.00	1,437,758.00	782,317.25
06	3,797,728.00	5,521,304.47	4,173,702.11
07	9,092,702.00	10,897,385.37	.00
08	12,405,364.00	14,878,366.37	3,462,701.00
09	11,917,361.00	17,291,968.37	4,591,436.00
10	10,143,848.00	18,996,002.37	7,990,106.00
11	9,423,396.00	19,319,437.37	10,046,279.00
12	.00	22,791,372.37	18,418,548.00
TOTAL	.00	.00	.00

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**ERM Deferral Balance (Current Year - 2004)**

**Account 9186.28 028**

	<u>Amount</u>	<u>Journal ID</u>
Balance 10/31/04	\$10,143,848.00	
Deferral	-764,222.00	DJ702
Interest	43,770.00	DJ702
Balance 11/30/04	<u>\$9,423,396.00</u>	

> GD WWP,0000918629,028

ON GLMLY

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

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	22,895,690.37	18,507,141.00	5,590,562.00-
02	23,000,008.37	18,595,734.00	.00
03	23,104,326.37	18,684,327.00	.00
04	23,208,644.37	18,772,920.00	.00
05	23,312,962.37	18,861,513.00	.00
06	23,417,280.37	18,950,106.00	.00
07	23,524,285.37	19,040,688.00	.00
08	.00	19,131,270.00	.00
09	.00	19,221,852.00	.00
10	.00	19,312,434.00	.00
11	.00	19,403,016.00	.00
12	.00	.00	.00
TOTAL	.00	.00	.00

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**ERM Deferral Balance (Prior year - 2003)**

**Account 9186.29 028**

Balance 10/31/04

Transferred to Account 9182.35 028 in August 2004

Balance 11/30/04

<u>Amount</u>	<u>Journal ID</u>
\$0.00	
<hr/>	
\$0.00	DJ702

> C WWP,0000918235,028

ON GLMLY

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

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	97,324,911.28	102,120,741.28	132,006,255.17
02	95,273,046.28	100,387,075.28	122,433,021.17
03	93,420,167.28	98,579,839.28	118,334,898.17
04	91,822,602.28	96,934,524.28	115,248,382.17
05	90,379,071.28	95,426,432.28	112,494,809.17
06	88,948,869.28	93,918,785.28	109,873,441.17
07	87,392,898.28	92,464,598.28	111,925,345.28
08	109,062,726.65	90,760,912.28	110,453,043.28
09	107,487,249.65	89,095,467.28	109,001,480.28
10	106,046,812.65	87,584,937.28	107,664,179.28
11	104,468,744.65	85,922,928.28	106,072,397.28
12	.00	99,774,940.28	104,166,540.28
TOTAL	.00	.00	.00
A205W-END OF LIST			

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**Recoverable Deferral Balance**

**Account 9182.35 028**

Balance 10/31/04

Amortization

Interest

Balance 11/30/04

Amount	Journal ID
\$106,046,812.65	
-2,048,933.00	DJ702
470,865.00	DJ702
<u>\$104,468,744.65</u>	

> C WWP,0000918236,028 ON GLMLY

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

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	949,785.00	.00	.00
02	924,702.00	.00	.00
03	899,504.00	.00	.00
04	874,191.00	.00	.00
05	848,762.00	.00	.00
06	823,217.00	.00	.00
07	797,552.00	.00	.00
08	771,770.00	.00	.00
09	745,870.00	.00	.00
10	719,852.00	.00	.00
11	693,715.00	.00	.00
12	.00	974,754.00	.00
TOTAL	.00	.00	.00

A205W-END OF LIST

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**Contract Buyout Deferral Balance**  
**Account 9182.36 028**

	Amount	Journal ID
Balance 10/31/04	\$719,852.00	
Amortization*	-\$29,361.00	RJECB
Interest	3,224.00	RJECB
Balance 11/30/04	<u>\$693,715.00</u>	

\*Amount grossed-up from 90% to 100% for ERM deferral calculations \$32,623



> GD WWP,0000918601,028

ON GLMLY

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

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	3,483,950.00	4,982,867.00	.00
02	4,961,037.00	6,578,313.00	.00
03	4,843,195.00	8,748,531.00	.00
04	6,776,853.00	9,000,000.00	.00
05	7,596,603.00	9,000,000.00	.00
06	9,000,000.00	9,000,000.00	.00
07	9,000,000.00	9,000,000.00	4,319,249.00
08	9,000,000.00	9,000,000.00	4,500,000.00
09	9,000,000.00	9,000,000.00	4,500,000.00
10	9,000,000.00	9,000,000.00	4,500,000.00
11	9,000,000.00	9,000,000.00	4,500,000.00
12	.00	9,000,000.00	4,500,000.00
TOTAL	.00	.00	.00

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**ERM Deadband**

**Account 9186.01 028**

Balance 10/31/04

2004 deadband accumulation

Balance 11/30/04

Amount	Journal ID
\$9,000,000.00	
0.00	DJ702
<u>\$9,000,000.00</u>	

> GD WWP,0000918602,028

ON GLMLY

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

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	3,483,950.00-	4,982,867.00-	.00
02	4,961,037.00-	6,578,313.00-	.00
03	4,843,195.00-	8,748,531.00-	.00
04	6,776,853.00-	9,000,000.00-	.00
05	7,596,603.00-	9,000,000.00-	.00
06	9,000,000.00-	9,000,000.00-	.00
07	9,000,000.00-	9,000,000.00-	4,319,249.00-
08	9,000,000.00-	9,000,000.00-	4,500,000.00-
09	9,000,000.00-	9,000,000.00-	4,500,000.00-
10	9,000,000.00-	9,000,000.00-	4,500,000.00-
11	9,000,000.00-	9,000,000.00-	4,500,000.00-
12	.00	9,000,000.00-	4,500,000.00-
TOTAL	.00	.00	.00

12/13/04 08:19:08 1 M3LL CIX1 \_\_\_\_\_

**ERM Deadband Contra Account**

**Account 9186.02 028**

Balance 10/31/04

2004 deadband contra entry

Balance 11/30/04

Amount	Journal ID
-\$9,000,000.00	
0.00	DJ702
<u>-\$9,000,000.00</u>	

> C WWP,0000928328,028

ON GLMLY

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

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	42,409,636.00-	42,219,761.00-	44,235,381.00-
02	41,719,211.00-	41,643,986.00-	42,520,405.00-
03	41,098,391.00-	41,042,461.00-	40,604,160.00-
04	40,260,936.00-	40,530,561.00-	39,702,680.00-
05	39,792,211.00-	40,503,998.00-	39,098,236.00-
06	40,657,357.00-	41,436,569.00-	39,830,678.00-
07	42,003,460.00-	42,840,936.00-	39,003,353.00-
08	42,513,832.00-	43,669,694.00-	39,870,511.00-
09	41,791,614.00-	43,963,253.00-	39,757,522.00-
10	40,666,732.00-	44,062,684.00-	40,479,002.00-
11	39,862,249.00-	43,625,888.00-	40,641,539.00-
12	.00	43,239,378.00-	42,904,783.00-
TOTAL	.00	.00	.00

A205W-END OF LIST

12/13/04 08:19:45 1 M3LL CIX1 \_\_\_\_\_

Account 9186.28 028 balance	\$9,423,396.00
Account 9186.29 028 balance	0.00
Account 9182.35 028 balance	104,468,744.65
Total	<u>\$113,892,140.65</u>
Federal income tax rate	-35%
Deferred FIT related to deferrals	<u>-\$39,862,249</u>
Rounding	0
Balance in account	<u>-\$39,862,249</u>

> C WWP,0000928336,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----  
CORP: WWP ACCOUNT: 0000928336 CENTER: 028  
ADFIT-ENRON CONTRACT BUYOUT

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	.00	.00	.00
02	.00	.00	.00
03	.00	.00	.00
04	305,968.00-	.00	.00
05	297,068.00-	.00	.00
06	288,127.00-	.00	.00
07	279,145.00-	.00	.00
08	270,122.00-	.00	.00
09	261,057.00-	.00	.00
10	251,951.00-	.00	.00
11	242,803.00-	.00	.00
12	.00	.00	.00
TOTAL	.00	.00	.00

A205W-END OF LIST

12/13/04 08:20:01 1 M3LL CIX1 \_\_\_\_\_

Account 9182.36 028 balance	\$693,715.00
Federal income tax rate	-35%
Deferred FIT related to contract buyout deferral	-\$242,800
Rounding	-3
Balance in account	-\$242,803

Changes Semiannually on January 1 and July 1 Beginning 7/1/02						
The rate is based on Avista's actual cost of debt, updated semiannually.						
The actual cost of debt calculated at 6/30 will be used for the interest calculation from July through December.						
The actual cost of debt calculated at 12/31 will be used for the interest calculation from January through June.						
Interest will be accrued monthly and compounded semi-annually.						
Interest is calculated using the prior month ending balance plus 1/2 month of current month charges times the current after tax interest rate						
Actual cost of debt at 12/31/03 is 8.45% The monthly rate is:			0.00704 Before Tax 0.0045771 After Tax 0.35 Tax rate	Actual cost of debt at 6/30/04 is 8.44% The monthly rate is:		
			0.00703 Before Tax 0.0045695 After Tax 0.35 Tax rate			
<b>2004 Interest</b>						
12-31-2003	GL Balance including interest	99,774,940		Jan-04	DFIT Expense	ADFIT
Jan-04	Surcharge Amortization	(2,900,072)		Amortization	(1,015,029)	Operating 1,015,029
Jan-04	Interest		450,043	Interest	157,515	Nonoperating (157,515)
01-31-2004	Balance before interest	96,874,868			(857,514)	Total 857,514
<b>Feb-04</b>						
Feb-04	Surcharge Amortization	(2,489,573)		Amortization	(871,355)	Operating 871,355
Feb-04	Interest		437,708	Interest	153,198	Nonoperating (153,198)
02-29-2004	Balance before interest	94,385,295			(718,157)	Total 718,157
<b>Mar-04</b>						
Mar-04	Surcharge Amortization	(2,279,673)		Amortization	(797,890)	Operating 797,890
Mar-04	Interest		426,794	Interest	149,378	Nonoperating (149,378)
03-31-2004	Balance before interest	92,105,622			(648,512)	Total 648,512
<b>Apr-04</b>						
Apr-04	Surcharge Amortization	(2,014,531)		Amortization	(705,073)	Operating 705,073
Apr-04	Interest		416,966	Interest	145,938	Nonoperating (145,938)
04-30-2004	Balance before interest	90,091,091			(559,135)	Total 559,135
<b>May-04</b>						
May-04	Surcharge Amortization	(1,851,649)		Amortization	(648,077)	Operating 648,077
May-04	Interest		408,118	Interest	142,841	Nonoperating (142,841)
05-31-2004	Balance before interest	88,239,442			(505,236)	Total 505,236
<b>Jun-04</b>						
Jun-04	Surcharge Amortization	(1,829,895)		Amortization	(640,463)	Operating 640,463
Jun-04	Interest		399,693	Interest	139,893	Nonoperating (139,893)
06-30-2004	Balance before interest	86,409,547			(500,570)	Total 500,570
<b>Jul-04</b>						
06-30-2004	GL Balance including interest	88,948,869		Amortization	(685,282)	Operating 685,282
Jul-04	Surcharge Amortization	(1,957,949)		Interest	140,692	Nonoperating (140,692)
Jul-04	Interest		401,978		(544,590)	Total 544,590
07-31-2004	Balance before interest	86,990,920				
<b>Aug-04</b>						
Aug-04	ERM Transfer from 18629	23,417,280	107,005	Amortization	(823,757)	Operating 823,757
Aug-04	Surcharge Amortization	(2,353,590)		Interest	174,697	Nonoperating (174,697)
Aug-04	Interest		499,133		(649,060)	Total 649,060
08-31-2004	Balance before interest	108,054,610				
<b>Sep-04</b>						
Sep-04	Surcharge Amortization	(2,064,516)		Amortization	(722,581)	Operating 722,581
Sep-04	Interest		489,039	Interest	171,164	Nonoperating (171,164)
09-30-2004	Balance before interest	105,990,094			(551,417)	Total 551,417
<b>Oct-04</b>						
Oct-04	Surcharge Amortization	(1,920,371)		Amortization	(672,130)	Operating 672,130
Oct-04	Interest		479,934	Interest	167,977	Nonoperating (167,977)
10-31-2004	Balance before interest	104,069,723			(504,153)	Total 504,153
<b>Nov-04</b>						
Nov-04	Surcharge Amortization	(2,048,933)		Amortization	(717,127)	Operating 717,127
Nov-04	Interest		470,865	Interest	164,803	Nonoperating (164,803)
11-30-2004	Balance before interest	102,020,790			(552,324)	Total 552,324
<b>Summary</b>						
				GL Balance	Activity	GL Balance
				@ 10/31/04	Nov-04	@ 11/30/04
	Net ERM Balance	104,468,744		106,046,812	(1,578,068)	104,468,744
	ADFIT Balance	(36,564,060)				

Changes Semiannually on January 1 and July 1 Beginning 7/1/02						
The rate is based on Avista's actual cost of debt, updated semiannually.						
The actual cost of debt calculated at 6/30 will be used for the interest calculation from July through December.						
The actual cost of debt calculated at 12/31 will be used for the interest calculation from January through June.						
Interest will be accrued monthly and compounded semi-annually.						
Interest is calculated using the prior month ending balance plus 1/2 month of current month charges times the current after tax interest rate						
Actual cost of debt at 12/31/03 is 8.45%		0.00704 Before Tax		Actual cost of debt at 6/30/04 is 8.44%		
The monthly rate is:		0.0045774 After Tax		The monthly rate is:		
		0.35 Tax rate		0.00703 Before Tax		
				0.0045695 After Tax		
				0.35 Tax rate		
<b>2004 Interest</b>						
12-31-2003	GL Balance including interest	\$22,791,372.37				
12-31-2003	GL Balance	(\$22,791,372.37)	Transfer to 918629			
01-01-2004	GL Balance	0				
<b>Jan-04</b>						
Jan-04	ERM Deferral	0		DFIT Expense		ADFIT
Jan-04	Interest	0	0	Deferral	0	Operating 0
01-31-2004	Balance before interest	0		Interest	0	Nonoperating 0
<b>Feb-04</b>						
Feb-04	ERM Deferral	0		DFIT Expense		ADFIT
Feb-04	Interest	0	0	Deferral	0	Operating 0
02-29-2004	Balance before interest	0		Interest	0	Nonoperating 0
<b>Mar-04</b>						
Mar-04	ERM Deferral	0		DFIT Expense		ADFIT
Mar-04	Interest	0	0	Deferral	0	Operating 0
03-31-2004	Balance before interest	0		Interest	0	Nonoperating 0
<b>Apr-04</b>						
Apr-04	ERM Deferral	0		DFIT Expense		ADFIT
Apr-04	Interest	0	0	Deferral	0	Operating 0
04-30-2004	Balance before interest	0		Interest	0	Nonoperating 0
<b>May-04</b>						
May-04	ERM Deferral	0		DFIT Expense		ADFIT
May-04	Interest	0	0	Deferral	0	Operating 0
05-31-2004	Balance before interest	0		Interest	0	Nonoperating 0
<b>Jun-04</b>						
Jun-04	ERM Deferral	3,789,057		DFIT Expense		ADFIT
Jun-04	Interest		8,671	Deferral	1,326,170	Operating (1,326,170)
06-30-2004	Balance before interest	3,789,057		Interest	3,035	Nonoperating (3,035)
06-30-2004	GL Balance including interest	3,797,728			1,329,205	Total (1,329,205)
<b>Jul-04</b>						
Jul-04	ERM Deferral	5,265,590		DFIT Expense		ADFIT
Jul-04	Interest		29,384	Deferral	1,842,957	Operating (1,842,957)
07-31-2004	Balance before interest	9,063,318		Interest	10,284	Nonoperating (10,284)
<b>Aug-04</b>						
Aug-04	ERM Deferral	3,263,790		DFIT Expense		ADFIT
Aug-04	Interest		48,872	Deferral	1,142,327	Operating (1,142,327)
08-31-2004	Balance before interest	12,327,108		Interest	17,105	Nonoperating (17,105)
<b>Sep-04</b>						
Sep-04	ERM Deferral	(543,091)		DFIT Expense		ADFIT
Sep-04	Interest		55,088	Deferral	(190,082)	Operating 190,082
09-30-2004	Balance before interest	11,784,017		Interest	19,281	Nonoperating (19,281)
<b>Oct-04</b>						
Oct-04	ERM Deferral	(1,823,195)		DFIT Expense		ADFIT
Oct-04	Interest		49,682	Deferral	(638,118)	Operating 638,118
10-31-2004	Balance before interest	9,960,822		Interest	17,389	Nonoperating (17,389)
<b>Nov-04</b>						
Nov-04	ERM Deferral	(764,222)		DFIT Expense		ADFIT
Nov-04	Interest		43,770	Deferral	(267,478)	Operating 267,478
11-30-2004	Balance before interest	9,196,600		Interest	15,319	Nonoperating (15,319)
<b>Total</b>						
					(252,159)	Total 252,159
<b>Summary</b>						
	Net ERM Balance	9,423,396		GL Balance	Activity	GL Balance
				@ 10/31/04	Nov-04	@ 11/30/04
				10,143,848	(720,452)	9,423,396
	ADFIT Balance	(3,298,189)				

Changes Semiannually on January 1 and July 1 Beginning 7/1/02						
The rate is based on Avista's actual cost of debt, updated semiannually.						
The actual cost of debt calculated at 6/30 will be used for the interest calculation from July through December.						
The actual cost of debt calculated at 12/31 will be used for the interest calculation from January through June.						
Interest will be accrued monthly and compounded semi-annually.						
Interest is calculated using the prior month ending balance plus 1/2 month of current month charges times the current after tax interest rate						
Actual cost of debt at 12/31/03 is 8.45%--				Actual cost of debt at 6/30/04 is 8.44%		
The monthly rate is:		0.00704	Before Tax	The monthly rate is:		0.00703 Before Tax
		0.0045771	After Tax			0.0045695 After Tax
		0.35	Tax rate			0.35 Tax rate
<b>2004 Interest</b>						
12-31-2003	GL Balance including interest	0				
12-31-2003	Transfer from 918628	\$22,791,372.37				
01-01-2004	GL Balance	\$22,791,372.37		<u>Jan-04</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Jan-04	ERM Transfer to 18235	0		Deferral	0	Operating 0
Jan-04	Interest		104,318	Interest	36,511	Nonoperating (36,511)
01-31-2004	Balance before interest	22,791,372			36,511	Total (36,511)
<u>Feb-04</u> <u>DFIT Expense</u> <u>ADFIT</u>						
Feb-04	ERM Transfer to 18235	0		Deferral	0	Operating 0
Feb-04	Interest		104,318	Interest	36,511	Nonoperating (36,511)
02-29-2004	Balance before interest	22,791,372			36,511	Total (36,511)
<u>Mar-04</u> <u>DFIT Expense</u> <u>ADFIT</u>						
Mar-04	ERM Transfer to 18235	0		Deferral	0	Operating 0
Mar-04	Interest		104,318	Interest	36,511	Nonoperating (36,511)
03-31-2004	Balance before interest	22,791,372			36,511	Total (36,511)
<u>Apr-04</u> <u>DFIT Expense</u> <u>ADFIT</u>						
Apr-04	ERM Transfer to 18235	0		Deferral	0	Operating 0
Apr-04	Interest		104,318	Interest	36,507	Nonoperating (36,507)
04-30-2004	Balance before interest	22,791,372			36,507	Total (36,507)
<u>May-04</u> <u>DFIT Expense</u> <u>ADFIT</u>						
May-04	ERM Transfer to 18235	0		Deferral	0	Operating 0
May-04	Interest		104,318	Interest	36,511	Nonoperating (36,511)
05-31-2004	Balance before interest	22,791,372			36,511	Total (36,511)
<u>Jun-04</u> <u>DFIT Expense</u> <u>ADFIT</u>						
Jun-04	ERM Transfer to 18235	0		Deferral	0	Operating 0
Jun-04	Interest		104,318	Interest	36,511	Nonoperating (36,511)
06-30-2004	Balance before interest	22,791,372			36,511	Total (36,511)
06-30-2004	GL Balance including interest	23,417,280		<u>Jul-04</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Jul-04	ERM Transfer to 18235	0		Deferral	0	Operating 0
Jul-04	Interest		107,005	Interest	37,452	Nonoperating (37,452)
07-31-2004	Balance before interest	23,417,280			37,452	Total (37,452)
<u>Aug-04</u> <u>DFIT Expense</u> <u>ADFIT</u>						
Aug-04	ERM Transfer to 18235	(23,417,280)	(107,005)	Deferral	0	Operating 0
Aug-04	Interest		0	Interest	0	Nonoperating 0
08-31-2004	Balance before interest	0			0	Total 0
<u>Sep-04</u> <u>DFIT Expense</u> <u>ADFIT</u>						
Sep-04	ERM Transfer to 18235	0		Deferral	0	Operating 0
Sep-04	Interest		0	Interest	0	Nonoperating 0
09-30-2004	Balance before interest	0			0	Total 0
<u>Oct-04</u> <u>DFIT Expense</u> <u>ADFIT</u>						
Oct-04	ERM Transfer to 18235	0		Deferral	0	Operating 0
Oct-04	Interest		0	Interest	0	Nonoperating 0
10-31-2004	Balance before interest	0			0	Total 0
<u>Nov-04</u> <u>DFIT Expense</u> <u>ADFIT</u>						
Nov-04	ERM Transfer to 18235	0		Deferral	0	Operating 0
Nov-04	Interest		0	Interest	0	Nonoperating 0
11-30-2004	Balance before interest	0			0	Total 0
<u>Nov-04</u> <u>DFIT Expense</u> <u>ADFIT</u>						
	<b>Net ERM Balance</b>	<b>0</b>		<b>GL Balance</b>	<b>Activity</b>	<b>GL Balance</b>
				<b>@ 10/31/04</b>	<b>Nov-04</b>	<b>@ 11/30/04</b>
	<b>ADFIT Balance</b>	<b>0</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>

Tax Rate	35%	DJ702 LTD	DJ702 LTD	DJ702 LTD	RJECB		DJ702 CURMO	
	928328	928328	928328	928328	928328	928328	928328	928328
<b>DJ702</b>	GL	ADFIT	ADFIT	ADFIT	ADFIT	BALANCE	FOR ALL	ENDING
	BALANCE	918235	18628	18629	18236	COMPONENTS	ACCOUNTS	BALANCE
12-31-2003	(43,239,378)	(34,921,229)	(7,976,980)	(5)	(341,164)	(43,239,378)	0	(43,239,378)
01-01-2004	(43,239,378)	(34,921,229)	0	(7,976,985)	(341,164)	(43,239,378)	0	(43,239,378)
01-31-2004	(42,409,636)	(34,063,719)	0	(8,013,492)	(332,425)	(42,409,636)	0	(42,409,636)
02-29-2004	(41,719,211)	(33,345,566)	0	(8,050,003)	(323,646)	(41,719,215)	(4)	(41,719,215)
03-31-2004	(41,098,391)	(32,697,058)	0	(8,086,514)	(314,827)	(41,098,399)	(8)	(41,098,399)
04-30-2004	(40,260,936)	(32,137,911)	0	(8,123,025)	0	(40,260,936)	0	(40,260,936)
05-31-2004	(39,792,211)	(31,632,675)	0	(8,159,537)	0	(39,792,212)	(1)	(39,792,212)
06-30-2004	(40,657,357)	(31,132,104)	(1,329,205)	(8,196,048)	0	(40,657,357)	0	(40,657,357)
07-31-2004	(42,003,460)	(30,587,514)	(3,182,446)	(8,233,500)	0	(42,003,460)	0	(42,003,460)
08-31-2004	(42,513,832)	(38,171,954)	(4,341,877)	0	0	(42,513,831)	1	(42,513,831)
09-30-2004	(40,666,732)	(37,116,384)	(3,550,347)	0	0	(40,666,731)	1	(40,666,731)
10-31-2004	(40,666,732)	(36,564,060)	(3,298,189)	0	0	(39,862,249)	804,483	(39,862,249)
11-30-2004							0	0
12-31-2004							0	
			<b>ADFIT</b>			<b>Interest</b>		
		<b>41010</b>	<b>941020</b>	<b>928328</b>	<b>918235</b>	<b>918628</b>	<b>918629</b>	<b>941900</b>
01-31-2004	918235	(1,015,029)	157,515	857,514	450,043	0	104,318	(554,361)
	918628	0	0	0				
	918629	0	36,511	(36,511)				
Total		(1,015,029)	194,026	821,003				
02-29-2004	918235	(871,355)	153,198	718,157	437,708	0	104,318	(542,026)
	918628	0	0	0				
	918629	0	36,511	(36,511)				
Total		(871,355)	189,709	681,646				
03-31-2004	918235	(797,890)	149,378	648,512	426,794	0	104,318	(531,112)
	918628	0	0	0				
	918629	0	36,511	(36,511)				
Total		(797,890)	185,889	612,001				
04-30-2004	918235	(705,073)	145,938	559,135	416,966	0	104,318	(521,284)
	918628	0	0	0				
	918629	0	36,507	(36,507)				
Total		(705,073)	182,445	522,628				
05-31-2004	918235	(648,077)	142,841	505,236	408,118	0	104,318	(512,436)
	918628	0	0	0				
	918629	0	36,511	(36,511)				
Total		(648,077)	179,352	468,725				
06-30-2004	918235	(640,463)	139,893	500,570	399,693	8,671	104,318	(512,682)
	918628	1,326,170	3,035	(1,329,205)				
	918629	0	36,511	(36,511)				
Total		685,707	179,439	(865,146)				
07-31-2004	918235	(685,282)	140,692	544,590	401,978	29,384	107,005	(538,367)
	918628	1,842,957	10,284	(1,853,241)				
	918629	0	37,452	(37,452)				
Total		1,157,675	188,428	(1,346,103)				
08-31-2004	918235	(823,757)	174,697	649,060	499,133	48,872	0	(548,005)
	918628	1,142,327	17,105	(1,159,432)				
	918629	0	0	0				
Total		318,570	191,802	(510,372)				
09-30-2004	918235	(722,581)	171,164	551,417	489,039	55,088	0	(544,127)
	918628	(190,082)	19,281	170,801				
	918629	0	0	0				
Total		(912,663)	190,445	722,218				
10-31-2004	918235	(672,130)	167,977	504,153	479,934	49,682	0	(529,616)
	918628	(638,118)	17,389	620,729				
	918629	0	0	0				
Total		(1,310,248)	185,366	1,124,882				
11-30-2004	918235	(717,127)	164,803	552,324	470,865	43,770	0	(514,635)
	918628	(267,478)	15,319	252,159				
	918629	0	0	0				
Total		(984,605)	180,122	804,483				
12-31-2004	918235							
	918628							
	918629							
Total								



			YTD	YTD	
			WA ERM	WA ERM	
			Company	Contra	Total
			Band	Account	GL
			918601	918602	Impact
12-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
2003 Requirement		\$9,000,000			
Jan-04	Reverse 2003		(\$9,000,000)	\$9,000,000	\$0
Jan-04	Activity		\$3,483,950	(\$3,483,950)	
01-31-2004	Balance		\$3,483,950	(\$3,483,950)	\$0
Feb-04	Activity		\$1,477,087	(\$1,477,087)	
02-29-2004	Balance		\$4,961,037	(\$4,961,037)	\$0
Mar-04	Activity		(\$117,842)	\$117,842	
03-31-2004	Balance		\$4,843,195	(\$4,843,195)	\$0
Apr-04	Activity		\$1,933,658	(\$1,933,658)	
04-30-2004	Balance		\$6,776,853	(\$6,776,853)	\$0
May-04	Activity		\$819,750	(\$819,750)	
05-31-2004	Balance		\$7,596,603	(\$7,596,603)	\$0
Jun-04	Activity		\$1,403,397	(\$1,403,397)	
06-30-2004	Balance		\$9,000,000	(\$9,000,000)	\$0
Jul-04	Activity		\$0	\$0	
07-31-2004	Balance		\$9,000,000	(\$9,000,000)	\$0
Aug-04	Activity		\$0	\$0	
08-31-2004	Balance		\$9,000,000	(\$9,000,000)	\$0
Sep-04	Activity		\$0	\$0	
09-30-2004	Balance		\$9,000,000	(\$9,000,000)	\$0
Oct-04	Activity		\$0	\$0	
10-31-2004	Balance		\$9,000,000	(\$9,000,000)	\$0
Nov-04	Activity		\$0	\$0	
11-30-2004	Balance		\$9,000,000	(\$9,000,000)	\$0
Dec-04	Activity		\$0	\$0	
12-31-2004	Balance		\$9,000,000	(\$9,000,000)	\$0

AVISTA CORPORATION  
 NOVEMBER 2004 WASHINGTON ELECTRIC SURCHARGE REVENUE & DEFERRAL AMORTIZATION

Schedule	(a)	Sch 1 Block Percent (b)	kWh or \$ (c)	Surcharge Rate On/After 1-Jul-02 (d)	Revenue (e)	Conversion Factor (f)	Deferral Amortization (g)	(e)*(f)
1 (0-600 kWh)		57.135%	97,971,317	0.405¢	\$396,784	0.956277	\$379,435	
1 (601-1300 kWh)		29.986%	51,418,009	0.607¢	312,107	0.956277	298,461	
1 (over 1300 kWh)		12.879%	22,084,057	0.853¢	188,377	0.956277	180,141	
Total Sch 1		100.000%	171,473,383		897,268		858,037	
11			25,914,881	0.788¢	204,209	0.956277	195,280	
12			2,901,839	0.788¢	22,866	0.956277	21,866	
21			116,636,852	0.549¢	640,336	0.956277	612,339	
22			7,201,073	0.549¢	39,534	0.956277	37,805	
25			78,783,745	0.352¢	277,319	0.956277	265,194	
30			775,640	0.485¢	3,762	0.956277	3,598	
31			4,240,212	0.485¢	20,565	0.956277	19,666	
32			224,512	0.485¢	1,089	0.956277	1,041	
41-46			\$262,800	109.78%	23,412	0.956277	22,388	
47			\$81,369	109.78%	7,249	0.956277	6,932	
48			\$56,197	109.78%	5,006	0.956277	4,787	
Schedule Totals			408,152,137		\$2,142,615		\$2,048,933	Amortization
								-35%
								(\$717,127) DFIT Expense
kWh not subject to surcharge								
Schedule 28			20,910					
Schedule 29			0					
Sch 41-48			2,272,332					
Total kWh			410,445,379					

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

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
RESIDENTIAL FIRM-COMMERCIAL INTERDEPARTMENT REV	1 001	187,924	171,472,853	9,996,593.74	2,047,512	186,137	1,976,612,266	117,009,385.82	
	21 001		530	39.94	25	2	7,532	492.05	
	80 001	187,927	171,473,383	9,996,633.68	2,047,537	186,139	1,976,619,798	117,009,877.87	
RESIDENTIAL FIRM-COMMERCIAL FIRM-MISC INDUST LIGHTING-PUB ST-HIWAY INTERDEPARTMENT REV	1 011	18,028	25,584,114	2,255,093.15	197,497	17,954	301,935,694	26,521,201.75	
	21 011	118	262,417	1,299	118	118	2,626,494	238,124.96	
	31 011	15	7,506	77.850	14	14	77,850	7,368.08	
	51 011	25	60,844	5,189.23	274	24	737,886	63,013.76	
	80 011	18,186	25,914,881	2,284,827.75	199,232	18,112	305,377,924	26,829,708.55	
RESIDENTIAL FIRM-COMMERCIAL	1 012	6,713	2,901,839	270,684.76	72,411	6,582	35,102,969	3,236,101.26	
	21 012	6,713	2,901,839	270,684.76	72,411	6,582	35,102,969	3,236,101.26	
RESIDENTIAL FIRM-COMMERCIAL FIRM-MISC INDUST INTERDEPARTMENT REV	1 021	3,163	106,214,138	7,082,744.34	34,295	3,117	1,244,382,438	82,161,230.48	
	21 021	118	9,586,754	624,545.93	1,291	117	104,486,912	6,804,250.14	
	31 021	8	835,960	51,480.18	88	8	10,013,500	619,160.59	
	80 021	3,289	116,636,852	7,758,770.45	35,674	3,243	1,358,882,850	89,584,641.21	
RESIDENTIAL FIRM-COMMERCIAL FIRM-MISC INDUST	1 022	62	7,201,073	392,915.32	615	55	42,917,045	2,431,084.80	
	21 022	62	7,201,073	392,915.32	615	55	42,917,045	2,431,084.80	
FIRM-COMMERCIAL FIRM-MISC INDUST	21 025	8	22,893,114	987,177.70	88	8	234,777,071	10,103,220.64	
	31 025	11	55,890,631	2,364,177.77	121	11	572,203,762	24,450,741.25	
	19	78,783,745	3,351,355.47	209	19	806,980,833	34,553,961.89		
FIRM-COMMERCIAL FIRM-MISC INDUST	21 028	1	20,910	16,122.41	6	6	593,520	23,682.93	
	31 028	1	20,910	16,122.41	4	4	40,380	165,391.37	
FIRM-PUMPING-IRRIG	39 029			.00	7	7	16,146,525	.00	
FIRM-PUMPING-IRRIG	39 030	49	775,640	38,888.50	441	40	22,032,000	1,098,979.31	
	49	775,640	38,888.50	441	40	22,032,000	1,098,979.31		
RESIDENTIAL FIRM-COMMERCIAL FIRM-MISC INDUST FIRM-PUMPING-IRRIG INTERDEPARTMENT REV	1 031	515	3,045,787	177,764.28	5,375	488	48,829,472	2,767,972.41	
	21 031	130	642,895	39,526.76	1,414	128	10,049,974	601,686.05	
	31 031	400	549,210	36,951.74	4,104	373	17,843,634	1,077,111.61	
	39 031	2	2,320	167.70	22	2	69,220	3,964.28	
	80 031	1,047	4,240,212	254,410.49	10,915	992	76,792,300	4,450,734.35	
RESIDENTIAL FIRM-PUMPING-IRRIG	1 032	974	208,398	18,115.33	10,526	956	7,493,717	484,118.16	
	39 032	110	16,114	1,546.85	1,201	109	1,130,293	69,723.02	
	1,084	224,512	19,662.18	11,727	1,066	8,624,010	553,841.18		
LIGHTING-PUB ST-HIWAY	51 041	12	16,056	2,727.06	132	12	176,616	29,997.66	
	12	16,056	2,727.06	132	12	176,616	29,997.66		

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

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
LIGHTING-PUB ST-HIWIY	51	042	214	1,046,387	237,842.08	2,351	213	11,510,943	2,615,864.21
			214	1,046,387	237,842.08	2,351	213	11,510,943	2,615,864.21
LIGHTING-PUB ST-HIWIY	51	044	13	21,600	1,889.85	142	12	234,139	20,512.69
			13	21,600	1,889.85	142	12	234,139	20,512.69
LIGHTING-PUB ST-HIWIY	51	045	7	181,960	7,954.31	109	9	2,127,436	94,494.77
			7	181,960	7,954.31	109	9	2,127,436	94,494.77
LIGHTING-PUB ST-HIWIY	51	046	16	174,895	12,386.73	208	18	1,887,775	133,777.07
			16	174,895	12,386.73	208	18	1,887,775	133,777.07
FIRM-COMMERCIAL	21	047		496,012	79,042.60			5,468,003	870,153.15
FIRM-MISC INDUST	31	047		14,387	2,022.61			159,769	22,433.34
FIRM-PUMPING-IRRIG	39	047		207	31.82			2,077	283.82
INTERDEPARTMENT REV	80	047		1,256	272.28			19,816	2,995.08
				511,862	81,369.31			5,643,665	895,865.39
RESIDENTIAL	1	048		319,572	56,196.60			3,510,648	618,321.49
				319,572	56,196.60			3,510,648	618,321.49
RESIDENTIAL	1	056			.00				13.34
FIRM-COMMERCIAL	21	056			.00				.00
					.00				13.34
RESIDENTIAL	1	058			367,634.25				4,145,229.82
FIRM-COMMERCIAL	21	058			438,767.91				5,232,858.67
FIRM-MISC INDUST	31	058			29,689.33				331,211.72
FIRM-PUMPING-IRRIG	39	058			168.24				2,764.51
LIGHTING-PUB ST-HIWIY	51	058			12,348.52				135,745.51
MISC-RENT ELECT PROP	85	058			1,140.84				12,554.60
MISC-OTHER ELECT REV	86	058			16.72				183.92
					849,765.81				9,860,548.75
RESIDENTIAL	1	058A			2,795.79CR				28,500.28CR
FIRM-COMMERCIAL	21	058A			2,610.44CR				24,162.37CR
FIRM-MISC INDUST	31	058A			.61CR				5.85CR
FIRM-PUMPING-IRRIG	39	058A			44.40CR				719.00CR
LIGHTING-PUB ST-HIWIY	51	058A			19.72CR				78.88CR
					5,470.96CR				53,466.38CR
FIRM-ENERGY CHARGE	74	061			.00				.00
SURPLUS-ENERGY CHARG	75	061			.00				.00
					.00				.00
EE - RESIDENTIAL	61	090			4.00				44.00
					4.00				44.00
RESIDENTIAL	1	095			8,544.20				82,002.05
FIRM-COMMERCIAL	21	095			840.50				9,133.49
					9,384.70				91,135.54
THEFT OF SERVICE	18	099			2,578.58				30,753.38

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

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
MISC-SERVICE REV SNP	83	099			21,535.00				258,009.00
MISC-RENT ELECT PROP	85	099			24,564.40				271,652.70
MISC-OTHER ELECT REV	86	099			262.09				2,882.99
					48,940.07				563,298.07
SVC TOTALS			218,639	410,445,379	25,687,260.57	2,381,720	216,520	4,675,201,376	294,808,411.32

Avista Utilities  
 WASHINGTON POWER COST DEFERRALS

Line No.	WASHINGTON ACTUALS-2004	Actual Jan-04	Actual Feb-04	Actual Mar-04	Actual Apr-04	Actual May-04	Actual Jun-04	Actual Jul-04	Actual Aug-04	Actual Sep-04	Actual Oct-04	Actual Nov-04	Actual Dec-04
1	555 Purchased Power	\$158,812,775	\$14,705,597	\$10,016,319	\$11,120,205	\$12,019,655	\$12,473,990	\$18,862,665	\$19,801,656	\$12,633,272	\$11,943,468	\$14,336,972	
2	501 Thermal Fuel	\$16,451,551	\$1,496,991	\$1,722,290	\$1,235,949	\$784,351	\$1,528,687	\$1,705,125	\$1,647,378	\$1,561,143	\$1,820,776	\$1,515,336	
3	547 CT Fuel	\$16,861,850	\$403,167	\$278,540	\$361,288	\$378,095	\$280,957	\$690,676	\$779,333	\$2,859,252	\$5,117,402	\$4,070,234	
4	447 Sale for Resale	\$78,790,622	\$2,826,196	\$3,840,479	\$4,944,388	\$11,138,434	\$10,082,366	\$8,654,928	\$5,889,168	\$7,419,594	\$9,079,203	\$8,781,387	
5	Actual Net Expense	\$113,335,554	\$13,779,559	\$8,176,670	\$7,773,054	\$2,043,667	\$4,201,268	\$12,603,538	\$16,339,199	\$9,654,073	\$9,808,443	\$11,141,155	\$
6	Pollatch 25 aMW directly assigned to ID	(\$6,502,350)	(\$562,890)	(\$601,710)	(\$581,491)	(\$601,710)	(\$582,300)	(\$601,710)	(\$601,710)	(\$582,300)	(\$602,519)	(\$582,300)	
7	Pollatch 62 aMW directly assigned to ID	(\$20,726,004)	(\$1,907,665)	(\$1,575,121)	(\$1,933,319)	(\$1,968,354)	(\$1,880,368)	(\$1,966,680)	(\$2,002,261)	(\$1,674,610)	(\$1,987,582)	(\$1,782,725)	
8	Adjusted Actual Net Expense	\$86,107,200	\$11,309,004	\$5,999,839	\$5,258,244	(\$526,397)	\$1,738,600	\$10,035,148	\$13,735,228	\$7,397,163	\$7,218,342	\$8,776,130	\$
<b>AUTHORIZED NET EXPENSE-SYSTEM</b>													
9	555 Purchased Power	\$68,370,477	\$6,873,178	\$6,877,530	\$2,970,502	\$1,220,238	\$781,522	\$5,416,130	\$7,510,289	\$6,079,663	\$6,429,357	\$8,215,787	\$8,175,700
10	501 Thermal Fuel	\$15,777,429	\$1,328,377	\$1,321,593	\$1,193,467	\$566,463	\$1,103,034	\$1,501,955	\$1,550,936	\$1,519,166	\$1,449,825	\$1,289,090	\$1,455,980
11	547 CT Fuel	\$30,931,880	\$2,713,553	\$2,216,117	\$1,302,967	\$642,820	\$1,720,868	\$3,644,073	\$4,169,327	\$4,111,073	\$2,703,227	\$2,355,980	\$2,142,305
12	447 Sale for Resale	\$49,213,167	\$3,610,669	\$2,796,420	\$1,922,246	\$2,752,789	\$8,044,786	\$9,136,979	\$5,227,838	\$4,654,564	\$1,545,341	\$2,563,932	\$3,561,787
13	Authorized Net Expense	\$65,866,619	\$7,304,439	\$7,618,820	\$3,544,690	(\$323,268)	(\$4,439,362)	\$1,425,179	\$8,002,694	\$7,055,338	\$9,037,068	\$9,296,925	\$8,212,198
14	Actual - Authorized Net Expense	\$28,452,779	\$4,004,565	(\$1,618,981)	\$1,713,554	(\$203,129)	\$6,177,962	\$8,609,969	\$5,732,534	\$341,825	(\$1,818,726)	(\$520,795)	
15	Net Fuel Expense not Incl in Acct 547 (1)	\$8,849,808	\$102,000	\$1,001,842	\$1,377,773	\$1,370,034	\$1,604,325	\$1,026,257	\$917,759	\$775,576	\$528,190	(\$35,965)	
16	Adjusted Actual - Authorized Net Exp	\$37,302,587	\$4,106,565	(\$617,139)	\$3,091,327	\$1,166,905	\$7,782,287	\$9,636,226	\$6,650,293	\$1,117,401	(\$1,290,536)	(\$556,760)	
17	Washington Alloc. @ 66.29%	\$24,727,885	\$2,722,242	(\$409,101)	\$2,049,241	\$773,541	\$5,158,878	\$6,387,854	\$4,408,479	\$740,725	(\$855,496)	(\$369,076)	
18	Enron Contract Buyout	\$356,871	\$32,626	\$32,626	\$32,626	\$32,626	\$32,626	\$32,623	\$32,623	\$32,623	\$32,623	\$32,623	
19	WA Retail Revenue Adjustment	(\$5,877,946)	(\$1,277,781)	\$258,633	(\$148,208)	\$13,583	\$421,956	(\$569,821)	(\$814,669)	(\$1,376,782)	(\$1,202,999)	(\$512,683)	
20	Net Power Cost Increase (Decrease)	\$19,208,810	\$1,477,087	(\$117,842)	\$1,933,658	\$819,750	\$5,613,460	\$5,850,656	\$3,626,433	(\$803,434)	(\$2,025,772)	(\$849,136)	
21	100% Net Power Cost Less \$9.0 million Company Band	\$4,210,063					\$4,210,063						
22	90% Net Power Cost Less \$9.0 million Company Band	\$9,187,929			\$0	\$0	\$3,789,057	\$5,265,590	\$3,263,790	(\$543,091)	(\$1,823,195)	(\$764,222)	\$0

**Avista Utilities**  
**System Power Supply Expenses**  
**WASHINGTON DEFERRED POWER COST CALCULATION**

**ACTUALS**

Line No.	Jan-04	Feb-04	Mar-04	Apr-04	May-04	Jun-04	Jul-04	Aug-04	Sep-04	Oct-04	Nov-04	Dec-04	TOTAL 2004
<b>555 PURCHASED POWER</b>													
1	12,948,293	6,949,837	3,439,618	4,271,101	6,150,289	6,788,003	13,472,671	14,099,076	7,729,761	6,497,872	6,362,215		86,708,736
2	158,509	158,509	158,509	158,509	158,509	124,561	158,509	158,509	158,509	158,509	158,509		1,709,651
3	102,015	71,340	71,339	118,916	137,141	428,310	104,541	127,993	75,499	101,539	114,906		1,453,539
4	208,697	208,697	208,697	208,697	208,697	226,570	208,697	208,697	208,697	208,697	208,697		2,313,540
5	99,817	99,817	99,817	99,817	99,817	99,817	99,817	99,817	99,817	99,817	99,817		1,092,854
6	247	0	331	319	283	304	352	424	415	409	313		217,420
7	83,862	128,558	117,527	117,472	122,993	112,101	87,582	49,905	50,477	52,729	92,017		3,752
8	91,386	307,960	490,688	390,223	428,258	216,181	-4,984		38,553	158,564	228,284		1,015,223
9	2,541,438	2,296,432	1,254,691	1,215,202					0		2,866,000		2,345,113
10	WPI Amort												10,173,763
11	143,856	219,509	118,092	56,447	(4,793)	(34,091)	12,635	80,167	(42,934)	(16,642)	(90,876)		441,370
12	567,300	530,700	567,300	548,238	567,300	549,000	567,300	567,300	549,000	568,063	549,000		6,130,501
13	1,041,600	974,400	1,041,600	1,006,600	1,041,600	1,008,000	1,041,600	1,041,600	1,008,000	1,043,000	1,008,000		11,256,000
14	590,550	552,450	590,550	570,706	590,550	571,500	590,550	590,550	571,500	591,344	571,500		6,381,750
15	149,463	144,255	145,150	111,889	105,080	96,117	144,203	125,069	135,666	122,358	128,150		1,407,400
16	2,047,319	1,907,665	1,575,121	1,933,319	1,968,354	1,860,368	1,966,680	2,002,261	1,674,610	1,987,582	1,782,725		20,726,004
17	122,000	152,500	134,500	136,500	142,500	157,500	178,750	167,250	140,500	112,500	112,500		1,557,000
18	2,624	2,613	2,789	174,197	300,319	246,493	230,748	262,484	233,791	256,328	144,169		1,848,529
19	WPM Ancillary Services			2,053	2,758	3,256	3,014	3,024	3,232	2,510	2,756		30,629
20	20,896,976	14,705,597	10,016,319	11,120,205	12,019,655	12,473,990	18,862,665	19,801,656	12,633,272	11,943,468	14,336,972		158,812,774

(1) Effective November, 2003, WNP-3 purchase expense has been adjusted to reflect the mid-point price (\$33.78/MWh for the 2003-04 contract year) per Settlement Agreement, Cause No. U-86-99

**447 SALES FOR RESALE**

21	5,741,521	2,428,969	3,562,566	4,608,768	10,769,273	9,739,412	8,174,493	5,435,905	6,937,831	8,593,879	8,247,275		74,239,892
22	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000		1,650,000
23	25,061	30,273	5,762	11,251	19,012	22,282	67,299	39,686	82,624	2,873	70,874		376,997
24	137	118	116	1067									1,438
25	34,437	26,372	27,044	25,162	25,079	26,648	24,951	24,791	24,633	25,316	27,210		291,644
26	183,354	192,024	96,058	151,560	176,290	153,746	239,961	240,184	181,366	217,271	225,792		2,057,626
27	14,655	0	(3,856)	(5,473)	(3,978)	(12,978)	(4,790)	(4,421)	(3,985)	(5,121)	(4,251)		206,733
28	(11,310)	(4,173)	2,789	2,053	2,758	3,256	3,014	3,024	3,232	2,510	2,756		(64,356)
29	6,140,479	2,826,196	3,840,479	4,944,388	11,138,434	10,082,366	8,654,928	5,889,168	7,419,594	9,073,203	8,781,387		78,790,623

Avista Utilities  
 System Power Supply Expenses  
 WASHINGTON DEFERRED POWER COST CALCULATION

ACTUALS

Line No.	Jan-04	Feb-04	Mar-04	Apr-04	May-04	Jun-04	Jul-04	Aug-04	Sep-04	Oct-04	Nov-04	Dec-04	TOTAL 2004
<b>501 FUEL-DOLLARS</b>													
30													
31													
32													
33													
34													
35													
36													
<b>501 FUEL-TONS</b>													
37													
38													
<b>501 FUEL-COST PER TON</b>													
39													
40													
<b>547 FUEL</b>													
41													
42													
43													
44													
45													
46													
47													
<b>TOTAL NET EXPENSE</b>													
48													



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

Description	January	February	March	April	May	June	July	August	September	October	November	December	YTD
Total WA kWhs per Rev Run	527,785,476	470,834,527	438,463,416	405,573,683	377,898,211	379,877,408	391,730,893	464,134,163	416,857,613	391,600,607	410,445,379		4,675,201,376
Deduct Sales for Resale kWhs	(2,466,273)	(1,660,477)	(1,750,306)	(2,711,651)	(2,586,385)	(4,971,433)	(250,189,343)	(261,360,335)	(273,277,338)	(271,581,077)	(304,992,151)		(16,146,525)
Deduct Exchange (Sch 28) kWhs	(350,076,810)	(294,920,596)	(290,532,463)	(282,078,422)	(271,759,641)	(272,306,395)	(11,310,979)	(24,554,051)	(18,203,926)	(286,524)			(3,123,074,571)
Deduct Prior Month Unbilled kWhs Heating													(54,355,480)
Deduct Prior Month Unbilled kWhs Cooling													3,120,895,737
Add Current Month Unbilled kWhs Heating	294,920,596	290,532,463	282,078,422	271,759,641	272,306,395	250,189,343	261,360,335	273,277,338	271,581,077	304,992,151	347,897,976		
Add Current Month Unbilled kWhs Cooling													
Washington Retail kWhs	470,162,989	484,785,917	428,259,069	392,543,251	375,858,580	364,099,902	416,144,957	469,701,041	397,243,950	424,725,157	453,351,204		54,355,480
Test Year Consumption	449,477,904	425,137,067	436,508,558	388,111,383	376,471,457	377,440,327	398,566,301	444,487,437	354,506,791	387,418,707	437,581,917	533,208,120	5,008,915,969
from Attachment 1 Settlement Stipulation													
Difference from Test Year	20,685,085	39,648,850	(8,249,489)	4,431,868	(612,877)	(13,340,425)	17,578,656	25,213,604	42,737,159	37,306,450	15,769,287		181,168,168
WA Retail Revenue Credit	\$663,578	\$1,271,935	(\$264,644)	\$142,174	(\$19,661)	(\$427,961)	\$563,923	\$908,852	\$1,371,008	\$1,196,791	\$505,879		\$5,811,875
Net Wind Revenue Credit	\$5,696	\$5,846	\$6,011	\$6,035	\$6,078	\$6,005	\$5,898	\$5,817	\$5,774	\$6,108	\$6,804		\$66,072
Total Revenue Credit	\$669,274	\$1,277,781	(\$258,633)	\$148,209	(\$13,583)	(\$421,956)	\$569,821	\$914,669	\$1,376,782	\$1,202,899	\$512,683	\$0	\$5,877,947

Schedule 95 Wind Revenue	\$7,856.03	\$8,064.13	\$8,290.50	\$8,324.79	\$8,383.87	\$8,282.74	\$8,135.04	\$8,024.06	\$7,964.46	\$8,425.22	\$9,384.70		\$91,135.54
Deduct Admin Expense	\$2,160.41	\$2,217.64	\$2,279.89	\$2,289.32	\$2,305.56	\$2,277.75	\$2,237.14	\$2,206.62	\$2,190.23	\$2,316.94	\$2,580.79	\$0.00	\$25,082.27
0.005 x 55 = 0.275 per Revenue \$	\$5,695.62	\$5,846.49	\$6,010.61	\$6,035.47	\$6,078.31	\$6,004.99	\$5,897.90	\$5,817.44	\$5,774.23	\$6,108.28	\$6,803.91	\$0.00	\$66,073.27
Net Wind Revenue Credit													

Enron Corporation - General Ledger Journal Entry

Print Date: 12-06-2004 11:40 AM

Journal ID: RJECB Effective Date: 11-30-2004

Journal Description: Enron Contract Buyout Amort

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

Control Amount Total: 46,085.00 Saved By: Linda Donley Saved Date: 12-06-2004 11:35:30 A

Edit Date: 12-06-2004 11:35:24 AM

Seq	WO	UMain	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
5	0000	9182	36	028	EE		0.00	29,361.00		WASHINGTON ERM AMORTIZATION
Amortize Enron Contract buyout for WA ERM										
10	2577	0557	16	X55	EE	X	028	29,361.00	0.00	POWER TRANSACTIONS /*PS REG EXPENSE
Amortization expense for Enron Contract Buyout										
15	0000	9182	36	028	EE		3,224.00		0.00	WASHINGTON ERM AMORTIZATION
Accrue interest income on unamortized balance for future recovery										
20	Q000	9419	00	Q98	EE	X	098	0.00	3,224.00	NON-UTILITY REVENUE/INT/DIV INCOME
Interest Income accrued										
25	0000	9171	00	FIN	EE		3,224.00		0.00	INTEREST & DIVIDENDS REC
Accrue interest income										
30	0000	9171	00	FIN	EE		0.00	3,224.00		INTEREST & DIVIDENDS REC
Transfer interest income accrual to deferred contract buyout for future recovery										
35	0135	0410	10	X54	EE	X	028	0.00	10,276.00	INCOME TAX /* PRV DFIT DR
DFIT expense on Amortization (Operating)										
40	0135	9410	20	X54	EE	X	028	1,128.00	0.00	INCOME TAX /PROV DEFERED IT
DFIT expense on Interest Income (Non-Operating)										
45	0000	9283	36	028	EE		9,148.00		0.00	ADFIT-ENRON CONTRACT BUYOUT
<b>Totals:</b>								46,085.00	46,085.00	Trans: 9 Rows: 9

Prepared By: Linda Donley Date: 12/6/04  
 Reviewed By: Jami Judes Date: 12/6/04

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

Approved For Entry - Corporate Accounting Use Only

Avista Corporation									
Enron Contract Buyout Amortization Schedule		Weighted cost of debt at 12/31/03 is 8.45%		Weighted cost of debt at 06/30/04 is 8.44%					
January 2004 - December 2006									
	90%	100%	Expense for deferral calculation. January through June 2004				0000928328		
Uniform Monthly Amortization	-\$29,363	\$32,626	Expense for deferral calculation. July through Dec 2004				0000928336		
	-\$29,361	\$32,623							
			DR	CR	DFIT	DFIT	ADFIT		
Balance	06-30-2004	\$823,217					(288,127)		
Amortization	Jul-04	-29,361	2577055716 X55 028	0000918236 028	0135041010 X54 028	(10,276)	10,276		
Net of amortization		793,856							
Average balance		808,537							
Interest (net of tax)	0.0045717	3,696	0000918236 028	Q000941900 Q98 098	0135941020 X54 028	1,294	(1,294)		
Balance	07-31-2004	\$797,552					(279,145)		
Amortization	Aug-04	-29,361	2577055716 X55 028	0000918236 028	0135041010 X54 028	(10,276)	10,276		
Net of amortization		768,191							
Average balance		782,872							
Interest (net of tax)	0.0045717	3,579	0000918236 028	Q000941900 Q98 098	0135941020 X54 028	1,253	(1,253)		
Balance	08-31-2004	\$771,770					(270,122)		
Amortization	Sep-04	-29,361	2577055716 X55 028	0000918236 028	0135041010 X54 028	(10,276)	10,276		
Net of amortization		742,409							
Average balance		757,090							
Interest (net of tax)	0.0045717	3,461	0000918236 028	Q000941900 Q98 098	0135941020 X54 028	1,211	(1,211)		
Balance	09-30-2004	\$745,870					(261,057)		
Amortization	Oct-04	-29,361	2577055716 X55 028	0000918236 028	0135041010 X54 028	(10,276)	10,276		
Net of amortization		716,509							
Average balance		731,190							
Interest (net of tax)	0.0045717	3,343	0000918236 028	Q000941900 Q98 098	0135941020 X54 028	1,170	(1,170)		
						Total DFIT for the month - expense (benefit)	(9,106)	9,106	
Balance	10-31-2004	\$719,852					(251,951)		
Amortization	Nov-04	-29,361	2577055716 X55 028	0000918236 028	0135041010 X54 028	(10,276)	10,276		
Net of amortization		690,491							
Average balance		705,172							
Interest (net of tax)	0.0045717	3,224	0000918236 028	Q000941900 Q98 098	0135941020 X54 028	1,128	(1,128)		
						Total DFIT & ADFIT for the month	(9,148)	9,148	
Balance	11-30-2004	\$693,715					(242,803)		
Amortization	Dec-04	-29,361							
Net of amortization		664,354							
Average balance		679,035							
Interest (net of tax)	0.0045717	3,104							
Balance	12-31-2004	\$667,458							

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