

APPENDIX 3

Avista Utilities
Washington - Gas - Test Year Calculations for Decoupling
2007 - Docket No. UG-080417

Schedule 101 Therms	Per B.J.H(1)	Annual Total	January	February	March	April	May	June	July	August	September	October	November	December
Usage from Revenue Run(2)	115,583,967	115,583,967	21,292,599	21,234,566	14,472,322	9,724,124	6,113,562	3,664,833	2,462,636	2,010,203	2,332,936	4,484,817	9,398,517	18,392,852
Ded: Prior Mo. Unbilled(2)	(12,030,752)	(73,860,142)	(12,031,121)	(13,080,128)	(9,183,384)	(6,818,622)	(5,528,289)	(3,344,977)	(1,756,030)	(1,252,074)	(1,306,999)	(2,341,020)	(6,393,005)	(10,824,493)
Add: Current Mo. Unbilled(2)	12,425,609	74,254,377	13,080,128	9,183,384	6,818,622	5,528,289	3,344,977	1,796,030	1,252,074	1,306,999	2,341,020	6,393,005	10,824,493	12,425,609
Add: Weather Adjustment(2)	612,353	612,353	(2,152,492)	751,774	1,312,963	(642,747)	722,661	40,108	-	-	-	(134,804)	-	714,890
Test Year Monthly Therms	116,591,177	116,590,555	20,189,114	18,089,596	13,420,523	7,791,044	4,652,911	2,115,994	1,958,680	2,065,128	3,366,957	8,401,998	13,830,005	20,708,605
Adjust to Annual Pro Forma		622	369	-	-	-	-	-	-	-	-	-	-	253
Monthly Pro Forma Therms		116,591,177	20,189,483	18,089,596	13,420,523	7,791,044	4,652,911	2,115,994	1,958,680	2,065,128	3,366,957	8,401,998	13,830,005	20,708,858
Customers / Billings														
Test Yr Customers/Billings(2)	1,673,784	1,673,784	136,804	139,210	139,055	139,113	139,012	138,838	136,877	139,096	139,568	140,039	140,830	141,242
Test Year Average Use/Cust		70	145	130	97	56	33	15	14	15	24	60	98	147
Sch 101 Base Rate/therm(3)		\$1.13793												
Times: 1 minus Revenue Related Items (4)		0.956981												
Revenue prior to gross up		\$1.08898												
Less: Weighted Average Gas Cost/therm(5)		(\$0.84697)												
Margin Rate/therm		\$0.24201												

- (1) From Hirschorn workpapers in Docket No. UG-080417 B.J.H - 17, B.J.H - 14, B.J.H - 22, and B.J.H - 1
- (2) From 2007 Monthly Data (calculated from data in Hirschorn workpapers B.J.H-22, B.J.H-23, B.J.H-25 and B.J.H-15)
- (3) From Appendix 4 Settlement Proposed Schedule 101 per therm base rate
- (4) From Andrews Exhibit No. (EMA-3), page 3, line 7
- (5) From Andrews workpaper 114, cost of gas included in base rates.