

Avista Corp.
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Spokane, Washington 99220-3727
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Toll Free 800-727-9170



November 14, 2005

Ms. Carole J. Washburn, Executive Secretary
Washington Utilities and Transportation Commission
1300 S. Evergreen Park Drive, S.W.
P.O. Box 47250
Olympia, WA 98504-7250

RECEIVED
RECORDS MANAGEMENT
05 NOV 16 AM 8:06
STATE OF WASH.
UTIL. AND TRANSP.
COMMISSION

Re: Docket No. UE-011595, Monthly Power Cost Deferral Report
For the Month of October 2005

Dear Ms. Washburn:

Enclosed are an original and five copies of Avista Corporation's Power Cost Deferral Report for the month of October 2005. 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 \$2,801,206. However, no deferral entry was recorded as the entire amount was applied toward the \$9 million deadband for 2005. The deadband has a balance at the end of October in the surcharge direction of \$4,735,282.

Actual power supply expenses were lower than authorized due primarily to higher hydro generation and increased operating margins from Coyote Spring 2. Hydro generation was 45 aMW above the authorized levels. Coyote Springs 2 generated 138 aMW above the authorized level due primarily to the acquisition of the second half of the plant. The average market purchase price was \$80.55/MWh compared to an authorized rate of \$34.12/MWh. The average market sales price was \$79.14/MWh compared to an authorized sales price of \$31.78/MWh.

Colstrip generated 6 aMW below the authorized level, and Kettle Falls generated 17 aMW above the authorized level. Due to economics gas fueled plants other than Coyote Springs 2 generated 27 aMW below the authorized level. Thermal fuel and natural gas fuel expense were both above the authorized level. Washington retail sales were 64 aMW above the authorized level.

There were no forward long-term contracts of one year or longer entered into in the month of October 2005. If you have any questions, please contact Bill Johnson at (509) 495-4046 or Ron McKenzie at (509) 495-4320.

Sincerely,

A handwritten signature in black ink that reads "Kelly Norwood".

Kelly Norwood
Vice President State and Federal Regulation
RM

Enclosure

C: Robert Cromwell, S. Bradley Van Cleve

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

MONTH OF OCTOBER 2005

Avista Co. oration Journal Entry

Journal: 481-WA ERM

Team: Resource Accounting

Type: C

Effective Date: 200510

Last Saved by: Lori Hamilton

Last Saved: 11/04/2005 3:20 PM

Submitted by: Lori Hamilton

SEO	FERC	ED	Jur.	S.I.	Debit	Credit	Comment
10	557290 - WA ERM AMORTIZATION	ED	WA	DL	2,051,568.00		WA ERM surcharge amortization
20	182350 - REGULATORY ASSET ERM APPROVED FOR	ED	WA	DL		2,051,568.00	WA ERM authorized for recovery
30	557280 - DEFERRED POWER SUPPLY EXPENSE	ED	WA	DL			WA ERM current month deferral
40	186280 - REGULATORY ASSET ERM DEFERRED CURRENT	ED	WA	DL			WA ERM current year deferral
50	182350 - REGULATORY ASSET ERM APPROVED FOR	ED	WA	DL	419,421.00		Accrue interest on deferral balance authorized for recovery
60	186280 - REGULATORY ASSET ERM DEFERRED CURRENT	ED	WA	DL			Accrue interest on current year deferral balance
70	186290 - REGULATORY ASSET ERM DEFERRED LAST	ED	WA	DL			Accrue interest on previous year deferral balance
80	419600 - INTEREST ON ENERGY DEFERRALS	ED	WA	DL	419,421.00		Non-utility interest income
90	410100 - PRV DFIT DR	ED	WA	DL	718,049.00		DFIT entry for power supply deferral and surcharge amortization
100	410200 - DFIT EXP-NONOPER (DR)	ZZ	ZZ	DL	146,797.00		Non-op DFIT entry for interest income
110	283280 - ADFIT ERM	ED	WA	DL	571,252.00		ADFIT WA ERM current and prior years
120	186010 - REGULATORY ASSET ERM YTD COMPANY BAND	ED	WA	DL		2,801,206.00	Track YTD company band accumulation
130	186020 - REGULATORY ASSET ERM YTD CONTRA	ED	WA	DL	2,801,206.00		Contra account for YTD company band accumulation
TOTALS:					5,990,244.00	5,990,244.00	

Explanation:

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

Lori Hamilton
Prepared by Lori Hamilton

11/4/05
Date

Jami Judge
Reviewed by

11/4/05
Date

Approved for Entry
Corporate Accounting use Only

Balance Type **Actual**

Currency Type **Entered**

Factor **Units**

Period	Currency	PTD	PTD Converted	YTD	YTD Converted
200413	USD	0.00		10,777,698.00	
200501	USD	-10,777,698.00		0.00	
200502	USD	0.00		0.00	
200503	USD	0.00		0.00	
200504	USD	0.00		0.00	
200505	USD	0.00		0.00	
200506	USD	0.00		0.00	
200507	USD	0.00		0.00	
200508	USD	0.00		0.00	
200509	USD	0.00		0.00	
200510	USD	0.00		0.00	

Journal Details

Summary Balances

ERM Deferral Balance (Current Year - 2005)

Account 186280.ED.WA

Balance 9/30/05
 No current month entry
 Balance 10/31/05

<u>Amount</u>	<u>Journal ID</u>
\$0.00	
0.00	481 - WA ERM
<u>\$0.00</u>	

Balance Type **Actual**

Currency Type **Entered**

Factor **Units**



Period	Currency	PTD	PTD Converted	YTD	YTD Converted
200413	USD	0.00		0.00	
200501	USD	10,826,036.00		10,826,036.00	
200502	USD	48,338.00		10,874,374.00	
200503	USD	48,338.00		10,922,712.00	
200504	USD	48,338.00		10,971,050.00	
200505	USD	48,338.00		11,019,388.00	
200506	USD	-11,019,388.00		0.00	
200507	USD	0.00		0.00	
200508	USD	0.00		0.00	
200509	USD	0.00		0.00	
200510	USD	0.00		0.00	

Journal Details

Summary Balances

ERM Deferral Balance (Prior year - 2004)

Account 186290.ED.WA

Balance 9/30/05

No current month entry

Balance 10/31/05

Amount

Journal ID

\$0.00

0.00

\$0.00

481 - WA ERM

Balance Type **Actual**

Currency Type **Entered**

Factor **Units**

Period	Currency	PTD	PTD Converted	YTD	YTD Converted
200413	USD	0.00		102,429,966.65	
200501	USD	-2,232,784.00		100,197,182.65	
200502	USD	-2,178,815.00		98,018,367.65	
200503	USD	-1,844,265.00		96,174,102.65	
200504	USD	-1,655,005.00		94,519,097.65	
200505	USD	-1,524,500.00		92,994,597.65	
200506	USD	9,564,809.00		102,559,406.65	
200507	USD	-1,499,776.00		101,059,630.65	
200508	USD	-1,711,907.00		99,347,723.65	
200509	USD	-1,649,033.00		97,698,690.65	
200510	USD	-1,632,147.00		96,066,543.65	

Journal Details

Summary Balances

Recoverable Deferral Balance

Account 182350.ED.WA

Balance 9/30/05
 Amortization
 Interest
 Balance 10/31/05

<u>Amount</u>	<u>Journal ID</u>
\$97,698,690.65	
-2,051,568.00	481 - WA ERM
419,421.00	481 - WA ERM
<u>\$96,066,543.65</u>	

Balance Type **Actual**

Currency Type **Entered**

Factor **Units**



Period	Currency	PTD	PTD Converted	YTD	YTD Converted
200413	USD	0.00		667,458.00	
200501	USD	-26,403.00		641,055.00	
200502	USD	-26,522.00		614,533.00	
200503	USD	-26,641.00		587,892.00	
200504	USD	-26,760.00		561,132.00	
200505	USD	-26,880.00		534,252.00	
200506	USD	-27,001.00		507,251.00	
200507	USD	-27,141.00		480,110.00	
200508	USD	-27,261.00		452,849.00	
200509	USD	-27,381.00		425,468.00	
200510	USD	-27,501.00		397,967.00	

Journal Details

Summary Balances

Contract Buyout Deferral Balance

Account 182360.ED.WA

Balance 9/30/05

Amortization*

Interest

Balance 10/31/05

Amount

Journal ID

\$425,468.00

-29,308.00 485 - ECB AMORT

1,807.00 485 - ECB AMORT

\$397,967.00

*Amount grossed-up from 90% to 100% for ERM deferral calculations

\$32,564

Balance Type **Actual**

Currency Type **Entered**

Factor **Units**



Period	Currency	PTD	PTD Converted	YTD	YTD Converted
200413	USD	0.00		9,000,000.00	
200501	USD	9,031,191.00		31,191.00	
200502	USD	-1,979,851.00		2,011,042.00	
200503	USD	2,238,349.00		227,307.00	
200504	USD	1,405,401.00		1,632,708.00	
200505	USD	-3,247,308.00		-1,614,600.00	
200506	USD	905,444.00		-709,156.00	
200507	USD	3,131,961.00		2,422,805.00	
200508	USD	3,859,160.00		6,281,965.00	
200509	USD	1,254,523.00		7,536,488.00	
200510	USD	-2,801,206.00		4,735,282.00	

Journal Details

Summary Balances

ERM Deadband

Account 186010.ED.WA

Balance 9/30/05
 2005 deadband accumulation
 Balance 10/31/05

Amount

Journal ID

\$7,536,488.00
 -2,801,206.00 481 - WA ERM
 \$4,735,282.00

Balance Type **Actual**

Currency Type **Entered**

Factor **Units**



Period	Currency	PTD	PTD Converted	YTD	YTD Converted
200413	USD	0.00		9,000,000.00	
200501	USD	9,031,191.00		31,191.00	
200502	USD	1,979,851.00		2,011,042.00	
200503	USD	-2,238,349.00		-227,307.00	
200504	USD	-1,405,401.00		-1,632,708.00	
200505	USD	3,247,308.00		1,614,600.00	
200506	USD	-905,444.00		709,156.00	
200507	USD	-3,131,961.00		-2,422,805.00	
200508	USD	-3,859,160.00		-6,281,965.00	
200509	USD	-1,254,523.00		-7,536,488.00	
200510	USD	2,801,206.00		-4,735,282.00	

Journal Details

Summary Balances

ERM Deadband Contra Account

Account 186020.ED.WA

Balance 9/30/05

2005 deadband contra entry

Balance 10/31/05

Amount	Journal ID
-\$7,536,488.00	
2,801,206.00	481 - WA ERM
<u>-\$4,735,282.00</u>	

Balance Type **Actual**

Currency Type **Entered**

Factor **Units**



Period	Currency	PTD	PTD Converted	YTD	YTD Converted
200413	USD	0.00		-39,622,681.00	
200501	USD	764,561.00		-38,858,120.00	
200502	USD	745,661.00		-38,112,459.00	
200503	USD	645,493.00		-37,466,966.00	
200504	USD	545,419.00		-36,921,547.00	
200505	USD	516,657.00		-36,404,890.00	
200506	USD	509,103.00		-35,895,787.00	
200507	USD	524,922.00		-35,370,865.00	
200508	USD	599,168.00		-34,771,697.00	
200509	USD	577,161.00		-34,194,536.00	
200510	USD	571,252.00		-33,623,284.00	

Journal Details

Summary Balances

DFIT Associated with ERM Deferrals

Account 283280.ED.WA

Account 186280.ED.WA balance	\$0.00
Account 186290.ED.WA balance	0.00
Account 182350.ED.WA balance	96,066,543.65
Total	<u>\$96,066,543.65</u>
Federal income tax rate	-35%
Deferred FIT related to deferrals	<u>-\$33,623,290</u>
Rounding	6
Balance in account	<u>-\$33,623,284</u>

Balance Type **Actual**

Currency Type **Entered**

Factor **Units**



Period	Currency	PTD	PTD Converted	YTD	YTD Converted
200413	USD	0.00		-233,613.00	
200501	USD	9,241.00		-224,372.00	
200502	USD	9,283.00		-215,089.00	
200503	USD	9,324.00		-205,765.00	
200504	USD	9,366.00		-196,399.00	
200505	USD	9,408.00		-186,991.00	
200506	USD	9,450.00		-177,541.00	
200507	USD	9,500.00		-168,041.00	
200508	USD	9,542.00		-158,499.00	
200509	USD	9,584.00		-148,915.00	
200510	USD	9,626.00		-139,289.00	

Journal Details

Summary Balances

DFIT Associated with Contract Buyout Deferral

Account 283360.ED.WA

Account 182360.ED.WA balance	\$397,967.00
Federal income tax rate	-35%
Deferred FIT related to contract buyout deferral	-\$139,288
Rounding	-1
Balance in account	-\$139,289

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 12/31/04 is 8.28%.			Actual cost of debt at 6/30/05 is 8.12%			
The monthly rate is:			The monthly rate is:			
	0.00690	Before Tax		0.00676667	Before Tax	
	0.0044850	After Tax		0.0043983	After Tax	
	0.35	Tax rate		0.35	Tax rate	
Account 182350			2005 Interest			
12-31-2004	GL Balance including interest	102,429,967		Jan-05	DFIT Expense	ADFIT
Jan-05	Surcharge Amortization	(2,686,159)		Amortization	(940,160)	Operating 940,160
Jan-05	Interest		453,375	Interest	158,681	Nonoperating (158,681)
01-31-2005	Balance before interest	99,743,808			(781,479)	Total 781,479
				Feb-05	DFIT Expense	ADFIT
Feb-05	Surcharge Amortization	(2,620,290)		Amortization	(917,095)	Operating 917,095
Feb-05	Interest		441,475	Interest	154,516	Nonoperating (154,516)
02-28-2005	Balance before interest	97,123,518			(762,579)	Total 762,579
				Mar-05	DFIT Expense	ADFIT
Mar-05	Surcharge Amortization	(2,274,763)		Amortization	(796,167)	Operating 796,167
Mar-05	Interest		430,498	Interest	150,674	Nonoperating (150,674)
03-31-2005	Balance before interest	94,848,755			(645,493)	Total 645,493
				Apr-05	DFIT Expense	ADFIT
Apr-05	Surcharge Amortization	(2,075,747)		Amortization	(726,511)	Operating 726,511
Apr-05	Interest		420,742	Interest	147,260	Nonoperating (147,260)
04-30-2005	Balance before interest	92,773,008			(579,251)	Total 579,251
				May-05	DFIT Expense	ADFIT
May-05	Surcharge Amortization	(1,936,245)		Amortization	(677,686)	Operating 677,686
May-05	Interest		411,745	Interest	144,111	Nonoperating (144,111)
05-31-2005	Balance before interest	90,836,763			(533,575)	Total 533,575
				Jun-05	DFIT Expense	ADFIT
Jun-05	Surcharge Amortization	(1,906,046)		Amortization	(667,116)	Operating 667,116
Jun-05	Interest		403,129	Interest	141,095	Nonoperating (141,095)
06-30-2005	Balance before interest	88,930,717			(526,021)	Total 526,021
06-30-2005	Transfer from 186290	11,067,726				
06-30-2005	GL Balance including interest	102,559,407		Jul-05	DFIT Expense	ADFIT
Jul-05	Surcharge Amortization	(1,946,582)		Amortization	(681,304)	Operating 681,304
Jul-05	Interest		446,806	Interest	156,382	Nonoperating (156,382)
07-31-2005	Balance before interest	100,612,825			(524,922)	Total 524,922
				Aug-04	DFIT Expense	ADFIT
Aug-04	Surcharge Amortization	(2,149,705)		Amortization	(752,397)	Operating 752,397
Aug-04	Interest		437,798	Interest	153,229	Nonoperating (153,229)
08-31-2005	Balance before interest	98,463,120			(599,168)	Total 599,168
				Sep-05	DFIT Expense	ADFIT
Sep-05	Surcharge Amortization	(2,077,535)		Amortization	(727,137)	Operating 727,137
Sep-05	Interest		428,502	Interest	149,976	Nonoperating (149,976)
09-30-2005	Balance before interest	96,385,585			(577,161)	Total 577,161
				Oct-05	DFIT Expense	ADFIT
Oct-05	Surcharge Amortization	(2,051,568)		Amortization	(718,049)	Operating 718,049
Oct-05	Interest		419,421	Interest	146,797	Nonoperating (146,797)
10-31-2005	Balance before interest	94,334,017			(571,252)	Total 571,252
				GL Balance	Activity	GL Balance
				09-30-2005	Oct-05	10-31-2005
	Net ERM Balance	96,066,544		97,698,691	(1,632,147)	96,066,544
	ADFIT Balance	(33,623,290)				

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 12/31/04 is 8.28%-- The monthly rate is:	0.00690 Before Tax 0.0044850 After Tax 0.35 Tax rate	Actual cost of debt at 6/30/05 is 8.12% The monthly rate is:	0.00676667 Before Tax 0.0043983 After Tax 0.35 Tax rate
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Account 186280		2005 Interest				
12-31-2004	GL Balance including interest	\$10,777,698.00				
01-01-2005	GL Balance	(\$10,777,698.00)	Transfer to 186290			
01-01-2005	GL Balance	0				
				<u>Jan-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Jan-05	ERM Deferral	0	Deferral	0	Operating	0
Jan-05	Interest	0	Interest	0	Nonoperating	0
01-31-2005	Balance before interest	0		0	Total	0
				<u>Feb-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Feb-05	ERM Deferral	0	Deferral	0	Operating	0
Feb-05	Interest	0	Interest	0	Nonoperating	0
02-28-2005	Balance before interest	0		0	Total	0
				<u>Mar-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Mar-05	ERM Deferral	0	Deferral	0	Operating	0
Mar-05	Interest	0	Interest	0	Nonoperating	0
03-31-2005	Balance before interest	0		0	Total	0
				<u>Apr-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Apr-05	ERM Deferral	0	Deferral	0	Operating	0
Apr-05	Interest	0	Interest	0	Nonoperating	0
04-30-2005	Balance before interest	0		0	Total	0
				<u>May-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
May-05	ERM Deferral	0	Deferral	0	Operating	0
May-05	Interest	0	Interest	0	Nonoperating	0
05-31-2005	Balance before interest	0		0	Total	0
				<u>Jun-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Jun-05	ERM Deferral	0	Deferral	0	Operating	0
Jun-05	Interest	0	Interest	0	Nonoperating	0
06-30-2005	Balance before interest	0		0	Total	0
06-30-2005	GL Balance including interest	0		<u>Jul-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Jul-05	ERM Deferral	0	Deferral	0	Operating	0
Jul-05	Interest	0	Interest	0	Nonoperating	0
07-31-2005	Balance before interest	0		0	Total	0
				<u>Aug-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Aug-05	ERM Deferral	0	Deferral	0	Operating	0
Aug-05	Interest	0	Interest	0	Nonoperating	0
08-31-2005	Balance before interest	0		0	Total	0
				<u>Sep-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Sep-05	ERM Deferral	0	Deferral	0	Operating	0
Sep-05	Interest	0	Interest	0	Nonoperating	0
09-30-2005	Balance before interest	0		0	Total	0
				<u>Oct-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Oct-05	ERM Deferral	0	Deferral	0	Operating	0
Oct-05	Interest	0	Interest	0	Nonoperating	0
10-31-2005	Balance before interest	0		0	Total	0
				<u>GL Balance</u>	<u>Activity</u>	<u>GL Balance</u>
	Net ERM Balance	0		09-30-05	Oct-05	10-31-05
				0	0	0
	ADFIT Balance	0				

Changes Semiannually on January 1 and July 1 Beginning 7/1/02						
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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 12/31/04 is 8.28%				Actual cost of debt at 6/30/05 is 8.12%		
The monthly rate is:		0.00690	Before Tax	The monthly rate is:		0.00676667 Before Tax
		0.0044850	After Tax			0.0043983 After Tax
		0.35	Tax rate			0.35 Tax rate
Account 186290		2005 Interest				
12-31-2004	GL Balance including interest	0				
12-31-2004	Transfer from 918628	\$10,777,698.00				
01-01-2005	GL Balance including interest	\$10,777,698.00		<u>Jan-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Jan-05	ERM Transfer to 182350	0		Deferral	0	Operating 0
Jan-05	Interest		48,338	Interest	16,918	Nonoperating (16,918)
01-31-2005	Balance before interest	10,777,698			16,918	Total (16,918)
				<u>Feb-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Feb-05	ERM Transfer to 182350	0		Deferral	0	Operating 0
Feb-05	Interest		48,338	Interest	16,918	Nonoperating (16,918)
02-28-2005	Balance before interest	10,777,698			16,918	Total (16,918)
				<u>Mar-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Mar-05	ERM Transfer to 182350	0		Deferral	0	Operating 0
Mar-05	Interest		48,338	Interest	16,918	Nonoperating (16,918)
03-31-2005	Balance before interest	10,777,698			16,918	Total (16,918)
				<u>Apr-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Apr-05	ERM Transfer to 18235	0		Deferral	0	Operating 0
Apr-05	Interest		48,338	Interest	16,914	Nonoperating (16,914)
04-30-2005	Balance before interest	10,777,698			16,914	Total (16,914)
				<u>May-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
May-05	ERM Transfer to 18235	0		Deferral	0	Operating 0
May-05	Interest		48,338	Interest	16,918	Nonoperating (16,918)
05-31-2005	Balance before interest	10,777,698			16,918	Total (16,918)
				<u>Jun-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Jun-05	ERM Transfer to 18235	0		Deferral	0	Operating 0
Jun-05	Interest		48,338	Interest	16,918	Nonoperating (16,918)
06-30-2005	Balance before interest	10,777,698			16,918	Total (16,918)
06-30-2005	GL Balance including interest	11,067,726		<u>Jun-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
06-30-2005	ERM Transfer to 182350	(11,067,726)		Deferral	0	Operating 0
Jul-05	Interest		0	Interest	0	Nonoperating 0
07-31-2005	Balance before interest	0			0	Total 0
				<u>Aug-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Aug-05	ERM Transfer to 18235			Deferral	0	Operating 0
Aug-05	Interest		0	Interest	0	Nonoperating 0
08-31-2005	Balance before interest	0			0	Total 0
				<u>Sep-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Sep-05	ERM Transfer to 18235	0		Deferral	0	Operating 0
Sep-05	Interest		0	Interest	0	Nonoperating 0
09-30-2005	Balance before interest	0			0	Total 0
				<u>Oct-05</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Oct-05	ERM Transfer to 18235	0		Deferral	0	Operating 0
Oct-05	Interest		0	Interest	0	Nonoperating 0
10-31-2005	Balance before interest	0			0	Total 0
	Net ERM Balance	0		GL Balance	Activity	GL Balance
				09-30-05	Oct-05	10-31-05
	ADFIT Balance	0		0.00	0.00	0.00
Annual Filing for Prudency Review made March 30, 2005						
Order received 6/29/2005 per Ron Mckenzie						
Transfer \$11,067,726 to 182350 after interest calculation is made						

Tax Rate	35%	DJ481 LTD	DJ481 LTD	DJ481 LTD			DJ481 CURMO	
	283280	283280	283280	283280			283280	283280
DJ702	BEGINNING	ADFIT	ADFIT	ADFIT			BALANCE	283280
	BALANCE	182350	186280	186290			COMPONENTS	ENDING
							FOR ALL	BALANCE
							ACCOUNTS	
10-31-2004	(40,666,732)	(37,116,384)	(3,550,347)	0			(40,666,731)	1 (40,666,731)
11-30-2004	(39,862,249)	(36,564,060)	(3,298,189)	0			(39,862,249)	0 (39,862,249)
12-31-2004	(39,622,681)	(35,850,488)	(3,772,194)	0			(39,622,682)	0 (39,622,681)
01-31-2005	(39,622,681)	(35,069,014)	0	(3,789,113)			(38,858,127)	764,554 (38,858,127)
02-28-2005	(38,858,120)	(34,306,429)	0	(3,806,031)			(38,112,460)	745,660 (38,112,460)
03-31-2005	(38,112,459)	(33,660,936)	0	(3,806,031)			(37,466,967)	645,492 (37,466,967)
04-30-2005	(37,466,966)	(33,081,684)	0	(3,839,868)			(36,921,552)	545,414 (36,921,552)
05-31-2005	(36,921,547)	(32,548,109)	0	(3,856,786)			(36,404,895)	516,657 (36,404,890)
06-30-2005	(36,404,890)	(32,022,088)	0	(3,873,704)			(35,895,792)	509,103 (35,895,787)
07-31-2005	(35,895,787)	(35,370,871)	0	0			(35,370,871)	524,922 (35,370,865)
08-31-2005	(35,370,865)	(34,771,703)	0	0			(34,771,703)	599,168 (34,771,697)
09-30-2005	(34,771,697)	(34,194,542)	0	0			(34,194,542)	577,161 (34,194,536)
10-31-2005	(34,194,536)	(33,623,290)	0	0			(33,623,290)	571,252 (33,623,284)
			ADFIT				Interest	
		410100	410200	283280		182350	186280	186290
01-31-2005	182350	(940,160)	158,681	781,479		453,375	0	48,338
	186280	0	0	0				(501,713)
	186290	0	16,918	(16,918)				
Total		(940,160)	175,599	764,561				
02-28-2005	182350	(917,095)	154,516	762,579		441,475	0	48,338
	186280	0	0	0				(489,813)
	186290	0	16,918	(16,918)				
Total		(917,095)	171,434	745,661				
03-31-2005	182350	(796,167)	150,674	645,493		430,498	0	48,338
	186280	0	0	0				(478,836)
	186290	0	16,918	(16,918)				
Total		(796,167)	167,592	628,575				
04-30-2005	182350	(726,511)	147,260	579,251		420,742	0	48,338
	186280	0	0	0				(469,080)
	186290	0	16,914	(16,914)				
Total		(726,511)	164,174	562,337				
05-31-2005	182350	(677,686)	144,111	533,575		411,745	0	48,338
	186280	0	0	0				(460,083)
	186290	0	16,918	(16,918)				
Total		(677,686)	161,029	516,657				
06-30-2005	182350	(667,116)	141,095	526,021		403,129	0	48,338
	186280	0	0	0				(451,467)
	186290	0	16,918	(16,918)				
Total		(667,116)	158,013	509,103				
07-31-2005	182350	(681,304)	156,382	524,922		446,806	0	0
	186280	0	0	0				(446,806)
	186290	0	0	0				
Total		(681,304)	156,382	524,922				
08-31-2005	182350	(752,397)	153,229	599,168		437,798	0	0
	186280	0	0	0				(437,798)
	186290	0	0	0				
Total		(752,397)	153,229	599,168				
09-30-2005	182350	(727,137)	149,976	577,161		428,502	0	0
	186280	0	0	0				(428,502)
	186290	0	0	0				
Total		(727,137)	149,976	577,161				
10-31-2005	182350	(718,049)	146,797	571,252		419,421	0	0
	186280	0	0	0				(419,421)
	186290	0	0	0				
Total		(718,049)	146,797	571,252				

		YTD	YTD	
		WA ERM	WA ERM	
		Company	Contra	Total
		Band	Account	GL
		<u>186010</u>	<u>186020</u>	<u>Impact</u>
Jan-05	Reverse 2004	(\$9,000,000)	\$9,000,000	\$0
Jan-05	Activity	(\$31,191)	\$31,191	
01-31-2005	Balance	(\$31,191)	\$31,191	\$0
Feb-05	Activity	(\$1,979,851)	\$1,979,851	
02-28-2005	Balance	(\$2,011,042)	\$2,011,042	\$0
Mar-05	Activity	\$2,238,349	(\$2,238,349)	
03-31-2005	Balance	\$227,307	(\$227,307)	\$0
Apr-05	Activity	\$1,405,401	(\$1,405,401)	
04-30-2005	Balance	\$1,632,708	(\$1,632,708)	\$0
May-05	Activity	(\$3,247,308)	\$3,247,308	
05-31-2005	Balance	(\$1,614,600)	\$1,614,600	\$0
Jun-05	Activity	\$905,444	(\$905,444)	
06-30-2005	Balance	(\$709,156)	\$709,156	\$0
Jul-05	Activity	\$3,131,961	(\$3,131,961)	
07-31-2005	Balance	\$2,422,805	(\$2,422,805)	\$0
Aug-05	Activity	\$3,859,160	(\$3,859,160)	
08-31-2005	Balance	\$6,281,965	(\$6,281,965)	\$0
Sep-05	Activity	\$1,254,523	(\$1,254,523)	
09-30-2005	Balance	\$7,536,488	(\$7,536,488)	\$0
Oct-05	Activity	(\$2,801,206)	\$2,801,206	
10-31-2005	Balance	\$4,735,282	(\$4,735,282)	\$0

AVISTA CORPORATION
 OCTOBER 2005 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) (c)*(d)	Conversion Factor (f)	Deferral Amortization (g) (e)*(f)
1 (0-600 kWh)	60.893%	96,720,703	0.405¢	\$391,719	0.956277	\$374,592
1 (601-1300 kWh)	29.211%	46,397,919	0.607¢	281,635	0.956277	269,321
1 (over 1300 kWh)	9.896%	15,718,524	0.853¢	134,079	0.956277	128,217
Total Sch 1	100.000%	158,837,146		807,433		772,130
11		27,121,587	0.788¢	213,718	0.956277	204,374
12		3,036,508	0.788¢	23,928	0.956277	22,882
21		133,368,259	0.549¢	732,192	0.956277	700,178
22		2,750,692	0.549¢	15,101	0.956277	14,441
25		74,896,527	0.352¢	263,636	0.956277	252,109
30		1,718,980	0.485¢	8,337	0.956277	7,972
31		8,911,593	0.485¢	43,221	0.956277	41,331
32		428,680	0.485¢	2,079	0.956277	1,988
41-46		\$264,180	109.78%	23,535	0.956277	22,506
47		\$80,908	109.78%	7,208	0.956277	6,893
48		\$55,919	109.78%	4,982	0.956277	4,764
Schedule Totals		411,069,972		\$2,145,370		\$2,051,568 Amortization
kWh not subject to surcharge						-35%
Schedule 28		1,320				(\$718,049) DFIT Expense
Sch 41-48		2,194,129				
Total kWh		413,265,421				

Electric Revenue Report by Revenue Class
Current Month and Year-to-Date
for Accounting Period : 200510 , State Code : WA

Accounting Period: 200510 | State Code: WA

Rate Schedule Num	Meters	Usage	Revenue Amt	YTD Average Meters	Ytd Usage	Ytd Revenue Amt
001	190,465	158,837,146	9,060,762	188,827	1,798,018,241	103,878,309
011	18,344	27,121,587	2,384,603	18,291	279,891,573	24,563,188
012	6,973	3,036,508	279,844	6,840	32,356,053	2,949,466
021	3,289	133,368,259	8,711,927	3,281	1,237,748,070	81,607,055
022	75	2,750,692	166,565	70	40,275,727	2,316,925
025	21	74,896,527	3,204,363	21	763,740,796	32,631,622
028	1	1,320	15,482	1	201,180	166,043
030	40	1,718,980	85,859	40	23,324,567	1,162,949
031	1,039	8,911,593	513,445	1,035	80,552,100	4,666,780
032	1,080	428,680	31,578	1,075	8,035,097	502,912
041	11	12,542	2,299	12	23,514	10,558
042	228	1,061,769	242,253	220	10,605,816	2,415,109
044	13	21,600	1,890	13	216,000	18,899
045	7	94,174	4,903	7	1,737,559	76,855
046	16	181,239	12,835	16	1,881,636	133,178
047	0	505,880	80,908	0	5,060,167	807,073
048	0	316,925	55,919	0	3,158,640	555,364
058	0	0	884,981	0	0	8,928,213
058A	0	0	-4,207	0	0	-57,544

Electric Revenue Report by Revenue Class
Current Month and Year-to-Date
for Accounting Period : 200510 , State Code : WA

Accounting Period: 200510 | State Code: WA

	Meters	Usage	Revenue Amt	YTD Average Meters	Ytd Usage	Ytd Revenue Amt
090	0	0	4	0	0	40
095	0	0	10,207	0	0	101,216
099	0	0	48,761	0	0	503,799
Total WA	221,602	413,265,421	25,795,180	219,749	4,286,826,736	267,938,007
Total WA	221,602	413,265,421	25,795,180	219,749	4,286,826,736	267,938,007

Avista Utilities
WASHINGTON POWER COST DEFERRALS

Line No.

WASHINGTON ACTUALS-2005		Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual
		Jan-05	Feb-05	Mar-05	Apr-05	May-05	Jun-05	Jul-05	Aug-05	Sep-05	Oct-05	Nov-05	Dec-05			
1	555 Purchased Power	\$200,230,570	\$15,444,404	\$22,352,133	\$18,431,402	\$16,486,668	\$17,939,891	\$22,013,132	\$25,544,710	\$23,044,848	\$21,986,578	\$ -	\$ -			
2	501 Thermal Fuel	\$17,741,150	\$1,631,062	\$1,905,839	\$1,862,175	\$1,289,837	\$1,643,869	\$1,983,617	\$1,989,378	\$2,062,542	\$1,667,481	\$ -	\$ -			
3	547 CT Fuel	\$53,148,440	\$6,421,318	\$7,702,451	\$6,754,860	\$953,664	\$484,879	\$5,468,404	\$7,462,569	\$7,205,940	\$7,590,548	\$ -	\$ -			
4	447 Sale for Resale	\$178,006,576	\$14,359,641	\$18,494,785	\$18,376,602	\$20,560,146	\$21,110,600	\$19,822,476	\$18,472,367	\$17,633,348	\$21,077,407	\$ -	\$ -			
5	Actual Net Expense	\$93,113,584	\$13,696,757	\$13,465,638	\$8,671,835	\$1,829,977	\$1,041,961	\$9,642,677	\$16,524,290	\$14,679,982	\$10,167,200	\$ -	\$ -			
6	Pollatch 25 aMW directly assigned to ID	(\$5,900,640)	(\$601,710)	(\$601,710)	(\$581,491)	(\$601,710)	(\$582,300)	(\$601,710)	(\$601,710)	(\$582,300)	(\$602,519)	\$ -	\$ -			
7	Pollatch 62 aMW directly assigned to ID	(\$18,343,148)	(\$1,984,277)	(\$1,479,408)	(\$1,969,470)	(\$1,841,697)	(\$1,417,691)	(\$1,976,294)	(\$1,932,387)	(\$1,949,426)	(\$1,985,050)	\$ -	\$ -			
8	Adjusted Actual Net Expense	\$68,869,796	\$11,110,770	\$11,384,519	\$6,120,874	\$4,273,384	\$3,041,952	\$7,064,673	\$13,990,193	\$12,148,256	\$7,579,631	\$ -	\$ -			
AUTHORIZED NET EXPENSE-SYSTEM																
9	555 Purchased Power	\$68,370,477	\$7,820,601	\$6,877,530	\$2,970,502	\$1,220,238	\$781,522	\$5,416,130	\$7,510,269	\$6,079,663	\$6,429,357	\$8,215,787	\$8,175,700			
10	501 Thermal Fuel	\$15,777,429	\$1,497,543	\$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	\$3,209,570	\$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	\$3,395,816	\$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	\$9,131,898	\$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	\$20,512,300	\$1,978,872	\$3,765,699	\$2,576,184	(\$3,950,116)	\$1,397,410	\$5,639,494	\$5,987,499	\$5,092,918	\$(1,457,437)	\$ -	\$ -			
15	Net Fuel Expense not incl In Acct 547 (1)	\$(3,352,382)	\$(456,235)	\$(91,865)	\$(514,247)	\$(606,892)	\$(596,352)	\$(522,343)	\$(496,358)	\$(579,199)	\$(479,645)	\$ -	\$ -			
16	Adjusted Actual - Authorized Net Exp	\$17,159,918	\$1,522,637	\$3,251,452	\$2,374,234	\$(4,557,008)	\$1,993,762	\$5,117,151	\$5,491,141	\$4,513,719	\$(1,937,082)	\$ -	\$ -			
17	Washington Alloc. @ 66.29%	\$11,375,309	(\$404,427)	\$2,155,388	\$1,573,880	(\$3,020,841)	\$1,321,665	\$3,392,159	\$3,640,077	\$2,992,144	\$(1,284,092)	\$0	\$0			
18	Enron Contract Buyout 100%	\$325,796	\$32,590	\$32,590	\$32,590	\$32,590	\$32,590	\$32,564	\$32,564	\$32,564	\$32,564	\$ -	\$ -			
19	WA Retail Revenue Adjustment	\$(6,965,823)	\$(1,073,137)	\$(1,608,014)	\$(201,069)	(\$259,057)	(\$448,811)	(\$292,762)	\$186,519	\$(1,770,185)	\$(1,549,678)	\$ -	\$ -			
20	Net Power Cost Increase (Decrease)	\$4,735,282	\$(31,191)	\$(1,979,851)	\$2,298,349	\$1,405,401	(\$3,247,308)	\$905,444	\$3,131,961	\$3,859,160	\$1,254,523	\$2,801,206	\$0			

Avista Utilities
System Power Supply Expenses
WASHINGTON DEFERRED POWER COST CALCULATION

Line No.	Jan-05	Feb-05	Mar-05	Apr-05	May-05	Jun-05	Jul-05	Aug-05	Sep-05	Oct-05	Nov-05	Dec-05	TOTAL 2005
ACTUALS													
1	8,399,639	7,543,655	15,866,660	11,842,156	10,986,980	12,686,242	16,602,900	20,094,887	17,848,326	16,314,586			198,186,031
2	163,242	163,242	163,242	163,242	134,280	163,242	163,242	163,242	163,242	163,242			1,603,458
2	106,273	83,621	71,811	131,011	200,198	417,000	156,180	117,943	93,845	121,920			1,499,802
3	273,832	273,832	273,832	273,832	244,597	273,832	273,832	273,832	273,832	273,832			2,709,085
4	98,106	98,106	98,106	98,106	98,106	98,106	87,069	87,069	109,038	109,038			980,850
5													230,340
6	343	467	406	376	361	379	331	448	482	370			3,963
7	116,157	104,037	101,833	124,765	112,002	106,336	103,533	140,873	54,636	62,232			1,026,404
8	348,383	342,360	175,976	300,393	310,479	121,033	3,341		3,649	91,437			1,697,051
9	2,961,151	2,675,699	1,461,911	1,415,883	(0)				0				8,514,644
10	16,881	38,114	(2,459)	89,840	(53,043)	17,714	(28,089)	3,441	(92,291)	67,717			57,825
11	567,300	512,400	567,300	548,238	567,300	549,000	567,300	567,300	549,000	568,063			5,563,201
12	1,041,600	940,800	1,041,600	503,300	1,041,600	1,008,000	1,041,600	1,041,600	1,008,000	1,043,000			9,711,100
13	590,550	533,400	590,550	570,706	590,550	571,500	590,550	590,550	571,500	591,343			5,791,199
14	117,591	114,136	128,148	96,785	88,065	82,919	133,595	143,859	128,425	110,292			1,143,815
15	1,984,277	1,807,447	1,479,409	1,969,470	1,841,697	1,417,691	1,932,387	1,949,426	1,949,426	1,985,050			18,343,148
16	90,000	112,500	112,500	147,500	152,500	178,000	178,500	183,750	203,750	90,000			1,449,000
17	108,571	97,729	218,388	153,406	167,253	243,296	157,650	198,974	175,348	160,806			1,681,421
18	2,908	2,859	2,920	2,394	3,742	5,601	5,304	4,555	4,640	3,310			38,233
19	16,986,804	15,444,404	22,352,133	18,431,402	16,486,668	17,939,891	22,013,132	25,544,710	23,044,848	21,986,578			200,230,570
(1) Effective November, 2004, WNP-3 purchase expense has been adjusted to reflect the mid-point price (\$34.79/MWh for the 2004-05 contract year) per Settlement Agreement, Cause No. U-86-99													
447 SALES FOR RESALE													
20	7,575,690	13,999,009	18,042,542	17,970,013	20,231,230	20,740,145	19,385,275	17,926,325	16,919,753	20,455,303			173,245,285
21	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000			1,500,000
22	62,464	8,619	6,156	7,979	28,267	13,236	6,473	7,993	30,586	20,691			192,464
23	61,750	31,772	64,477	32,487	30,697	31,376	29,850	58,924	166,853	32,884			541,069
24	197,530	172,414	232,356	217,716	133,679	174,163	250,348	328,472	365,549	420,100			2,492,327
25	52,912	(5,032)	(3,666)	(3,987)	(17,469)	(3,920)	(4,774)	(3,902)	(4,033)	(4,881)			52,912
26	(4,050)	2,859	2,920	2,394	3,742	5,601	5,304	4,555	4,640	3,310			(55,714)
26	8,099,204	14,359,641	18,494,785	18,376,602	20,560,146	21,110,600	19,822,476	18,472,367	17,633,348	21,077,407			38,233
27													178,006,576

Avista Utilities
System Power Supply Expenses
WASHINGTON DEFERRED POWER COST CALCULATION

ACTUALS

Line No.	Jan-05	Feb-05	Mar-05	Apr-05	May-05	Jun-05	Jul-05	Aug-05	Sep-05	Oct-05	Nov-05	Dec-05	TOTAL 2005
<u>501 FUEL-DOLLARS</u>													
28	Kettle Falls	801,206	816,446	906,506	717,674	627,475	806,092	852,823	826,903	721,895			7,166,136
29	Colstrip	884,025	804,280	994,367	1,115,397	1,003,449	1,164,926	1,130,027	1,210,203	925,939			10,413,780
30	Total Coal & Wood	1,685,231	1,620,726	1,900,873	1,833,071	1,630,924	1,971,018	1,982,850	2,037,106	1,647,834			17,579,916
31	Kettle Falls GS	4,561	395	347	2,897	4,382	1,874	824	145	6,330			23,123
32	Colstrip	15,558	9,941	4,619	26,207	8,563	10,725	5,704	25,291	13,317			138,111
33	Total Oil & Gas	20,119	10,336	4,966	29,104	12,945	12,599	6,528	25,436	19,647			161,234
34	Total Account 501	1,705,350	1,631,062	1,905,839	1,862,175	1,643,869	1,983,617	1,989,378	2,062,542	1,667,481			17,741,150
<u>501 FUEL-TONS</u>													
35	Kettle Falls	52,249	52,877	58,704	47,869	12,286	46,959	47,795	42,414	37,286			400,701
36	Colstrip	101,200	86,770	84,290	93,546	91,250	100,553	88,712	97,814	92,190			936,232
<u>501 FUEL-COST PER TON</u>													
37	Kettle Falls	15.33	15.44	15.44	14.99	51.07	17.17	17.84	19.50	19.36			17.88
38	Colstrip	8.74	9.27	11.80	11.92	11.00	11.59	12.74	12.37	10.04			11.12
<u>547 FUEL</u>													
39	NE Combustion Turbine Gas/Oil	484	2,078		3,579	675		1,896	14	2,055			10,936
40	Boulder Park	158,343	30,746	17,098	71	30,120	144,024	127,216	15,499	(2,026)			524,841
41	Kettle Falls CT	48,994	20,302	3,048	13,641	6,150	68,053	93,158	16,286	(844)			269,118
42	Coyote Springs2	2,855,500	6,327,750	7,642,386	6,737,590	448,585	5,110,914	7,214,400	7,174,141	7,591,363			52,050,676
43	Rathdrum Gas Storage Fee	40,000	40,000	40,000									120,000
44	Rathdrum Fuel Exp	486	442	(81)	(21)	(651)	145,413	25,899					172,869
45	Total Account 547	3,103,807	6,421,318	7,702,451	6,754,860	484,879	5,468,404	7,462,569	7,205,940	7,590,548			53,148,440
46	TOTAL NET EXPENSE	13,696,757	9,137,143	13,465,638	8,671,835	(1,829,977)	9,642,677	16,524,290	14,679,982	10,167,200			93,113,584

AVISTA UTILITIES
 Washington Electric Jurisdiction
 Energy Recovery Mechanism Revenue Credit
 Month of October 2005

Description	January	February	March	April	May	June	July	August	September	October	November	December	YTD
Total WA kWhs per Rev Run	488,283,686	492,493,995	439,000,502	412,790,116	392,449,973	390,241,285	396,240,274	430,656,607	421,404,877	413,265,421	437,581,917	533,208,120	4,286,826,736
Deduct Prior Month Unbilled kWhs Heating	(336,802,948)	(321,228,105)	(303,770,568)	(299,482,363)	(280,846,269)	(271,038,777)	(269,939,011)	(267,211,214)	(280,207,504)	(280,260,901)	(280,260,901)	(280,260,901)	(2,910,787,660)
Deduct Prior Month Unbilled kWhs Cooling						(1,670,129)	(3,724,562)	(17,675,427)	(12,465,243)	(463,709)			(35,999,070)
Add Current Month Unbilled kWhs Heating	321,228,105	303,770,568	299,482,363	280,846,269	271,038,777	269,939,011	267,211,214	280,207,504	280,260,901	302,953,893			2,876,938,605
Add Current Month Unbilled kWhs Cooling						3,724,562	17,675,427	12,465,243	463,709				35,999,070
Washington Retail kWhs	482,708,843	475,036,458	434,712,297	394,154,022	384,312,610	391,195,952	407,463,342	438,442,713	409,456,740	435,494,704			4,252,977,681
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 in Docket No. UE-011595													
Difference from Test Year	33,230,939	49,899,391	(1,796,261)	6,042,639	7,841,153	13,755,625	8,897,041	(6,044,724)	54,949,949	48,075,997			214,851,749
WA Retail Revenue Credit	\$1,066,049	\$1,600,772	(\$57,624)	\$193,848	\$251,544	\$441,280	\$285,417	(\$193,915)	\$1,762,794	\$1,542,278	\$0	\$0	\$6,892,444
Net Wind Revenue Credit	\$7,088	\$7,242	\$7,253	\$7,221	\$7,513	\$7,531	\$7,345	\$7,396	\$7,391	\$7,400	\$0	\$0	\$73,380
Total Revenue Credit	\$1,073,137	\$1,608,014	(\$50,371)	\$201,069	\$259,057	\$448,811	\$292,762	(\$186,519)	\$1,770,185	\$1,549,678	\$0	\$0	\$6,965,824
Schedule 95 Wind Revenue	\$9,776.86	\$9,989.46	\$10,004.40	\$9,960.06	\$10,362.81	\$10,388.16	\$10,131.21	\$10,201.98	\$10,194.26	\$10,206.88	\$0.00	\$0.00	\$101,216.08
Deduct Admin Expense	\$2,688.64	\$2,747.10	\$2,751.21	\$2,739.02	\$2,849.77	\$2,856.74	\$2,786.08	\$2,805.54	\$2,803.42	\$2,806.89	\$0.00	\$0.00	\$27,834.42
0.005 x 55 = 0.275 per Revenue \$													
Net Wind Revenue Credit	\$7,088.22	\$7,242.36	\$7,253.19	\$7,221.04	\$7,513.04	\$7,531.42	\$7,345.13	\$7,396.44	\$7,390.84	\$7,399.99	\$0.00	\$0.00	\$73,381.66

Avista Corporation Journal Entry

Journal: 485-ECB AMORT
 Team: Resource Accounting
 Type: C

Effective Date: 200510

Last Saved by: Lori Hamilton
 Submitted by: Lori Hamilton
 Last Saved: 10/31/2005 3:34 PM

<u>SEO</u>	<u>FERC</u>	<u>Ser.</u>	<u>Jur.</u>	<u>S.I.</u>	<u>Debit</u>	<u>Credit</u>	<u>Comment</u>
10	557162 - ENRON CONTRACT BUYOUT	ED	WA	DL	29,308.00		Amortization expense
20	182360 - REGULATORY ASSET ENRON CONTRACT	ED	WA	DL		29,308.00	Amortization for WA ERM
30	182360 - REGULATORY ASSET ENRON CONTRACT	ED	WA	DL	1,807.00		Accrue interest on unamortized balance for future recovery
40	419000 - INTEREST AND DIVIDEND INCOME	ZZ	ZZ	DL		1,807.00	Interest income accrued
50	410100 - PRV DFIT DR	ED	WA	DL		10,258.00	DFIT expense on amortization (operating)
60	410200 - DFIT EXP-NONOPER (DR)	ZZ	ZZ	DL	632.00		DFIT expense on amortization (non-operating)
70	283360 - ADFIT ENRON CONTRACT BUYOUT	ED	WA	DL	9,626.00		ADFIT ECB
TOTALS:					41,373.00	41,373.00	

Explanation:

The WA ERM Settlement created a regulatory asset to be recovered over the 3 year period of the original purchased power contract (2004-2006). As the contract buyout expense is amortized it will become part of the monthly ERM calculation.

L Hamilton
 Prepared by Lori Hamilton
 Date: 11/2/05

Jami Judge
 Reviewed by
 Date: 11/2/05

Approved for Entry
 Corporate Accounting use Only
 Date: _____

