

Avista Corp.
1411 East Mission PO Box 3727
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Corp.

January 12, 2006

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

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

RECEIVED
RECORDS MANAGEMENT
06 JAN 17 AM 8:16
STATE OF WASH.
UTIL. AND TRANSP.
COMMISSION

Dear Ms. Washburn:

Enclosed are an original and five copies of Avista Corporation's Power Cost Deferral Report for the month of December 2005. The report includes the monthly energy recovery mechanism (ERM) accounting journal together with backup workpapers. Actual net power costs were higher than authorized costs by \$8,785,139. Of that amount, \$4,196,765 was applied toward the remainder of the \$9 million deadband for 2005. The 90% factor was then applied to the residual amount of \$4,588,374, resulting in a deferral in the surcharge direction of \$4,129,537.

Actual power supply expenses were higher than the authorized level due in part to low hydro generation and high electric and natural gas prices. Hydro generation was 116 aMW below the authorized levels. The average market purchase price was \$100.72/MWh compared to an authorized rate of \$31.50/MWh. The average market sales price was \$92.71/MWh compared to an authorized sales price of \$31.20/MWh.

Coyote Springs 2 generated 137 aMW above the authorized level due primarily to the acquisition of the second half of the plant. Colstrip generated 14 aMW above the authorized level, and Kettle Falls generated 25 aMW above the authorized level. Due to economics gas fueled plants other than Coyote Springs 2 generated 3 aMW above the authorized level. Thermal fuel and natural gas fuel expense were both above the authorized level. Washington retail sales were 30 aMW below the authorized level.

There were no forward long-term contracts of one year or longer entered into in the month of December 2005. 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: Mary Kimball, S. Bradley Van Cleve

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

MONTH OF DECEMBER 2005

Balance Type **Actual**

Currency Type **Entered**

Factor **Units**

Period	Currency	PTD	PTD Converted	YTD	YTD Converted
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	
200511	USD	0.00		0.00	
200512	USD	4,138,618.00		4,138,618.00	

Journal Details

Summary Balances

ERM Deferral Balance (Current Year - 2005)

Account 186280.ED.WA

Balance 11/30/05

Deferral

Interest

Deferral adjustment

Interest adjustment

Balance 12/31/05

Amount

Journal ID

\$0.00

4,226,712.00 481 - WA ERM

9,295.00 481 - WA ERM

-97,175.00 NSJ039

-214.00 NSJ039

\$4,138,618.00

Balance Type **Actual**

Currency Type **Entered**

Factor **Units**

Period	Currency	PTD	PTD Converted	YTD	YTD Converted
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	
200511	USD	0.00		0.00	
200512	USD	0.00		0.00	

Journal Details

Summary Balances

ERM Deferral Balance (Prior year - 2004)

Account 186290.ED.WA

Balance 11/30/05

No current month entry

Balance 12/31/05

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

Balance Type **Actual**

Currency Type **Entered**

Factor **Units**



Period	Currency	PTD	PTD Converted	YTD	YTD Converted
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	
200511	USD	-1,643,054.00		94,423,489.65	
200512	USD	-2,371,295.00		92,052,194.65	

Journal Details

Summary Balances

Recoverable Deferral Balance

Account 182350.ED.WA

Balance 11/30/05
 Amortization
 Interest
 Balance 12/31/05

Amount	Journal ID
\$94,423,489.65	
-2,771,079.00	481 - WA ERM
399,784.00	481 - WA ERM
<u>\$92,052,194.65</u>	

Balance Type **Actual**

Currency Type **Entered**

Factor **Units**



Period	Currency	PTD	PTD Converted	YTD	YTD Converted
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	
200511	USD	-27,622.00		370,345.00	
200512	USD	-27,744.00		342,601.00	

Journal Details

Summary Balances

Contract Buyout Deferral Balance

Account 182360.ED.WA

Balance 11/30/05

Amortization*

Interest

Balance 12/31/05

Amount

Journal ID

\$370,345.00

-29,308.00 485 - ECB AMORT

1,564.00 485 - ECB AMORT

\$342,601.00

*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
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	
200511	USD	67,953.00		4,803,235.00	
200512	USD	4,196,765.00		9,000,000.00	

Journal Details

Summary Balances

ERM Deadband

Account 186010.ED.WA

Balance 11/30/05

2005 deadband accumulation

Balance 12/31/05

Amount

Journal ID

\$4,803,235.00

4,196,765.00

\$9,000,000.00

481 - WA ERM

Balance Type		Actual	Currency Type		Entered
			Factor	Units	
Period	Currency	PTD	PTD Converted	YTD	YTD Converted
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	
200511	USD	67,953.00		-4,803,235.00	
200512	USD	4,196,765.00		-9,000,000.00	

ERM Deadband Contra Account
Account 186020.ED.WA
 Balance 11/30/05
 2005 deadband contra entry
 Balance 12/31/05

Amount	Journal ID
-\$4,803,235.00	
-4,196,765.00	481 - WA ERM
<u>-\$9,000,000.00</u>	

Balance Type **Actual**

Currency Type **Entered**

Factor **Units**



Period	Currency	PTD	PTD Converted	YTD	YTD Converted
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	
200511	USD	575,062.00		-33,048,222.00	
200512	USD	-618,562.00		-33,666,784.00	

Journal Details

Summary Balances

DFIT Associated with ERM Deferrals

Account 283280.ED.WA

Account 186280.ED.WA balance	\$4,138,618.00
Account 186290.ED.WA balance	0.00
Account 182350.ED.WA balance	92,052,194.65
Total	\$96,190,812.65
Federal income tax rate	-35%
Deferred FIT related to deferrals	-\$33,666,784
Rounding	0
Balance in account	-\$33,666,784

Balance Type **Actual**

Currency Type **Entered**

Factor **Units**

Period	Currency	PTD	PTD Converted	YTD	YTD Converted
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	
200511	USD	9,668.00		-129,621.00	
200512	USD	9,711.00		-119,910.00	

Journal Details

Summary Balances

DFIT Associated with Contract Buyout Deferral

Account 283360.ED.WA

Account 182360.ED.WA balance	\$342,601.00
Federal income tax rate	-35%
Deferred FIT related to contract buyout deferral	-\$119,910
Rounding	0
Balance in account	-\$119,910

Avista Corporation Journal Entry

Effective Date: 200512

Journal: NSJ039 - Restate December WA ERM

Team: Resource Accounting

Last Saved by: Lori Hamilton

Last Saved: 01/09/2006 4:53 PM

Type: C

Submitted by: Lori Hamilton

Category: NSJ

<u>Seq.</u>	<u>FERC</u>	<u>Ser.</u>	<u>Jur.</u>	<u>S.I.</u>	<u>Debit</u>	<u>Credit</u>	<u>Comment</u>
10	557280 - DEFERRED POWER SUPPLY EXPENSE	ED	WA	DL	97,175.00		WA ERM current month deferral
20	186280 - REGULATORY ASSET ERM DEFERRED CURRENT	ED	WA	DL		97,175.00	WA ERM current year deferral
30	186280 - REGULATORY ASSET ERM DEFERRED CURRENT	ED	WA	DL		214.00	Accrue interest on current year deferral
40	419600 - INTEREST ON ENERGY DEFERRALS	ED	WA	DL	214.00		Non-utility interest income
50	410100 - PRV DFIT DR	ED	WA	DL		34,011.00	DFIT entry for power supply deferral
60	410200 - DFIT EXP-NONOPER (DR)	ZZ	ZZ	DL		75.00	Non-op DFIT entry for interest income
70	283280 - ADFIT ERM	ED	WA	DL	34,086.00		ADFIT WA ERM current and prior years
TOTALS:					131,475.00	131,475.00	

Explanation:

Restate deferred expense, interest, and deferred taxes for GST refund difference allocated to Turbine Gas Supply.

L Hamilton
 Prepared by Lori Hamilton

1/10/06
 Date

Jani Judge
 Reviewed by

1/10/06
 Date

Approved for Entry
 Corporate Accounting use Only

Date

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:		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 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				
DJ 481 - WA ERM				Dec-05	DFIT Expense	ADFIT
Dec-05 ERM Deferral		4,226,712		Deferral	1,479,349	Operating (1,479,349)
Dec-05 Interest			9,295	Interest	3,253	Nonoperating (3,253)
12-31-2005 Balance before Interest		4,226,712		1,482,602		Total: (1,482,602)
Recalculated w/ GST				Dec-05	DFIT Expense	ADFIT
Dec-05 ERM Deferral		4,129,537		Deferral	1,445,338	Operating (1,445,338)
Dec-05 Interest			9,081	Interest	3,178	Nonoperating (3,178)
12-31-2005 Balance before Interest		4,129,537		1,448,516		Total: (1,448,516)
Correcting Entry on NSJ039				Account	DFIT / ADFIT	
ERM Deferral	Account 557280	97,175		410100	(34,011)	Operating
ERM Deferral	186280	(97,175)		410200	(75)	Nonoperating
Interest	419600	214		283280	34,086	Total
ERM Deferral	186280	(214)				

Δ (97,175)

Avista Utilities
WASHINGTON POWER COST DEFERRALS

WASHINGTON ACTUALS-2005

AUTHORIZED NET EXPENSE-SYSTEM

Line No.		Actual Jan-05	Actual Feb-05	Actual Mar-05	Actual Apr-05	Actual May-05	Actual Jun-05	Actual Jul-05	Actual Aug-05	Actual Sep-05	Actual Oct-05	Actual Nov-05	Actual Dec-05
1	555 Purchased Power	\$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	\$24,964,136	\$34,804,138
2	501 Thermal Fuel	\$21,851,262	\$1,705,350	\$1,631,062	\$1,862,175	\$1,289,837	\$1,643,869	\$1,983,617	\$1,989,378	\$2,062,542	\$1,667,481	\$1,956,289	\$2,153,823
3	547 CT Fuel	\$71,182,560	\$3,103,807	\$6,421,318	\$6,754,860	\$953,664	\$484,879	\$5,468,404	\$7,462,569	\$7,205,940	\$7,590,548	\$7,249,801	\$10,784,319
4	447 Sale for Resale	\$221,803,806	\$8,099,204	\$14,359,641	\$18,494,785	\$20,560,146	\$21,110,600	\$19,822,476	\$18,472,367	\$17,693,348	\$21,077,407	\$19,759,931	\$24,037,299
5	Actual Net Expense	\$13,696,757	\$9,137,143	\$13,465,638	\$8,671,835	\$1,829,977	\$1,041,961	\$9,642,677	\$16,524,290	\$14,679,982	\$10,167,200	\$14,410,295	\$23,704,981
6	Potlatch 25 aMW directly assigned to ID	\$(7,084,650)	\$(601,710)	\$(543,480)	\$(581,491)	\$(601,710)	\$(582,300)	\$(601,710)	\$(601,710)	\$(582,300)	\$(602,519)	\$(582,300)	\$(601,710)
7	Potlatch 62 aMW directly assigned to ID	\$(22,216,377)	\$(1,984,277)	\$(1,807,447)	\$(1,969,470)	\$(1,841,697)	\$(1,417,891)	\$(1,976,294)	\$(1,932,387)	\$(1,949,426)	\$(1,985,050)	\$(1,886,162)	\$(1,987,067)
8	Adjusted Actual Net Expense	\$101,927,833	\$11,110,770	\$6,786,216	\$11,384,519	\$4,273,384	\$3,041,952	\$7,064,673	\$13,990,193	\$12,148,256	\$7,579,631	\$11,941,833	\$21,116,204
AUTHORIZED NET EXPENSE-SYSTEM													
9	555 Purchased Power	\$68,370,477	\$7,820,601	\$6,873,178	\$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	\$1,328,377	\$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	\$2,713,553	\$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	\$3,610,669	\$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	\$7,304,439	\$3,544,680	\$(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	\$36,061,214	\$1,978,872	\$(518,223)	\$2,576,184	\$(3,950,116)	\$1,397,410	\$5,639,494	\$5,987,499	\$5,092,918	\$(1,457,437)	\$2,644,908	\$12,904,006
15	Net Fuel Expense not incl in Acct 547 (1)	\$(5,194,505)	\$(456,235)	\$(91,865)	\$(201,950)	\$(606,892)	\$596,352	\$(522,343)	\$(496,358)	\$(579,199)	\$(479,645)	\$(1,085,276)	\$(756,847)
16	Adjusted Actual - Authorized Net Exp	\$30,866,709	\$1,522,637	\$(610,088)	\$2,374,234	\$(4,557,008)	\$1,993,762	\$5,117,151	\$5,491,141	\$4,513,719	\$(1,937,082)	\$1,559,632	\$12,147,159
17	Washington Alloc. @ 66.29%	\$20,461,541	\$1,009,356	\$(404,427)	\$2,155,388	\$(3,020,841)	\$1,321,665	\$3,392,159	\$3,640,077	\$2,992,144	\$(1,284,092)	\$1,033,880	\$8,052,352
18	Enron Contract Buyout 100%	\$390,924	\$32,590	\$32,590	\$32,590	\$32,590	\$32,590	\$32,564	\$32,564	\$32,564	\$32,564	\$32,564	\$32,564
19	WA Retail Revenue Adjustment	\$(7,264,091)	\$(1,073,137)	\$(1,608,014)	\$(201,069)	\$(259,057)	\$(448,811)	\$(292,762)	\$186,519	\$(1,770,185)	\$(1,549,678)	\$(998,491)	\$700,223
20	Net Power Cost Increase (Decrease)	\$13,598,374	\$(31,191)	\$(1,979,851)	\$2,238,349	\$(3,247,308)	\$905,444	\$3,131,961	\$3,859,160	\$1,254,523	\$(2,801,206)	\$67,953	\$8,785,139
21	Cummulative Balance		\$(31,191)	\$(2,011,042)	\$1,632,708	\$(1,614,600)	\$(709,156)	\$2,422,805	\$6,281,965	\$7,536,488	\$4,735,282	\$4,803,235	\$13,588,374
22	Less \$9 million Company Band												\$(9,000,000)
23	100% Net Power Cost above Company Band												\$4,588,374
24	90% Net Power Cost above Company Band												\$4,129,537

Avista Corporation Journal Entry

Effective Date: 200512

Journal: NSJ033 - Gas deferral and amt correction

Team: Resource Accounting

Type: C

Category: NSJ

Last Saved by: Linda Donley

Last Saved: 01/09/2006 3:56 PM

Seq.	FERC	Ser.	Jur.	S.I.	Debit	Credit	Comment
10	191010 - UNRECOVERED PURCHASE COST DEFERRED	GD	WA	DL	402,107.18		WA Deferral Proration
20	805120 - DFR COSTS	GD	WA	DL		402,107.18	
30	191000 - RECOVERABLE PURCHASED GAS COSTS	GD	WA	DL	3,265.51		WA Amortization Proration
40	805110 - AMORT GAS COSTS	GD	WA	DL		3,265.51	
50	191010 - UNRECOVERED PURCHASE COST DEFERRED	GD	ID	DL	126,109.96		ID Deferral Proration
60	805120 - DFR COSTS	GD	ID	DL		126,109.96	
70	191000 - RECOVERABLE PURCHASED GAS COSTS	GD	ID	DL	10,717.53		ID Amortization Proration
80	805110 - AMORT GAS COSTS	GD	ID	DL		10,717.53	
90	804000 - WA/ID PURCHASES	GD	AN	DL	152,387.44		Allocate GST currency difference to WA/ID Commodity
100	804000 - WA/ID PURCHASES	GD	OR	DL	43,839.73		Allocate GST currency difference to OR commodity
110	557150 - FUEL ECONOMIC DISPATCH	ED	AN	DL	162,879.86		Allocate GST currency difference to Thermal
120	184020 - GST	ZZ	ZZ	DL	359,107.03		Clear GST currency difference suspense account
TOTALS:					901,307.21	901,307.21	

*- essentially
- May, June, July, and August
- Received GST refunds
- October, November, and December*

Explanation:

A portion of 11/2005 billed usage occurred in 10/2005. This entry matches the 10/2005 usage with the gas commodity, demand and amort rates effective in 10/2005. Allocate GST currency difference balance to correct service & jurisdiction.

Tax Rate	35%	DJ481 LTD	DJ481 LTD	DJ481 LTD			DJ481 CURMO			
	283280	283280	283280	283280			283280	283280		
DJ702	BEGINNING	ADFIT	ADFIT	ADFIT			BALANCE	FOR ALL		
	BALANCE	182350	186280	186290			COMPONENTS	ACCOUNTS		
								BALANCE		
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)	
11-30-2005	(33,623,284)	(33,048,222)	0	0			(33,048,222)	575,062	(33,048,222)	
12-31-2005	(33,048,222)	(32,218,268)	(1,482,602)	0			(33,700,870)	(652,648)	(33,700,870)	
			ADFIT				Interest			
		410100	410200	283280			182350	186280	186290	
									419600	
01-31-2005	182350	(940,160)	158,681	781,479			453,375	0	48,338	(501,713)
	186280	0	0	0						
	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	(489,813)
	186280	0	0	0						
	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	(478,836)
	186280	0	0	0						
	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	(469,080)
	186280	0	0	0						
	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	(460,083)
	186280	0	0	0						
	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	(451,467)
	186280	0	0	0						
	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	(446,806)
	186280	0	0	0						
	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	(437,798)
	186280	0	0	0						
	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	(428,502)
	186280	0	0	0						
	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	(419,421)
	186280	0	0	0						
	186290	0	0	0						
Total		(718,049)	146,797	571,252						
11-30-2005	182350	(718,706)	143,644	575,062			410,393	0	0	(410,393)
	186280	0	0	0						
	186290	0	0	0						
Total		(718,706)	143,644	575,062						
12-31-2005	182350	(969,878)	139,924	829,954			399,784	9,081	0	(408,865)
	186280	1,445,338	3,178	(1,448,516)						
	186290	0	0	0						
total		475,460	143,102	(618,562)						
	Total interest 2005		5,402,777							
	Total non op DFIT 2005		1,890,972							
	Total 410200 2005		1,890,971							

Avista Corporation Journal Entry

Effective Date: 200512

Journal: 481-WA ERM

Team: Resource Accounting

Type: C

Category: DJ

Last Saved by: Lori Hamilton

Submitted by: Lori Hamilton

Last Saved: 01/06/2006 4:14 PM

<u>Seq.</u>	<u>FERC</u>	<u>Seq.</u>	<u>Jur.</u>	<u>S.J.</u>	<u>Debit</u>	<u>Credit</u>	<u>Comment</u>
10	557290 - WA ERM AMORTIZATION	ED	WA	DL			WA ERM surcharge amortization
20	182350 - REGULATORY ASSET ERM APPROVED FOR	ED	WA	DL	2,771,079.00	2,771,079.00	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	4,226,712.00	4,226,712.00	WA ERM current year deferral
50	182350 - REGULATORY ASSET ERM APPROVED FOR	ED	WA	DL	399,784.00		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	9,295.00		Accrue interest on previous year deferral balance
80	419600 - INTEREST ON ENERGY DEFERRALS	ED	WA	DL	0.00		Non-utility interest income
90	410100 - PRV DFIT DR	ED	WA	DL	509,471.00	409,079.00	DFIT entry for power supply deferral and surcharge amortization
100	410200 - DFIT EXP-NONOPER (DR)	ZZ	ZZ	DL	143,177.00		Non -op DFIT entry for interest income
110	283280 - ADFIT ERM	ED	WA	DL		652,648.00	ADFIT WA ERM current and prior years
120	186010 - REGULATORY ASSET ERM YTD COMPANY BAND	ED	WA	DL	4,196,765.00		Track YTD company band accumulation
130	186020 - REGULATORY ASSET ERM YTD CONTRA	ED	WA	DL		4,196,765.00	Contra account for YTD company band accumulation
TOTALS:					12,256,283.00	12,256,283.00	

Avista Corporation Journal Entry

Effective Date: 200512

Journal: 481-WA ERM

Team: Resource Accounting

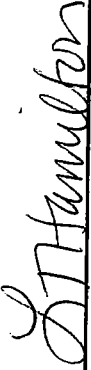

Last Saved by: Lori Hamilton

Last Saved: 01/06/2006 4:14 PM

Type: C

Submitted by: Lori Hamilton

Category: DJ


 Prepared by Lori Hamilton

 Reviewed by
 Approved for Entry
 Corporate Accounting use Only

1/6/06
Date

1/6/06
Date

Date

Explanation:

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

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						
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						
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						
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						
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						
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						
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						
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						
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
Nov-05						
Nov-05	Surcharge Amortization	(2,053,447)		Amortization	(718,706)	Operating 718,706
Nov-05	Interest		410,393	Interest	143,644	Nonoperating (143,644)
11-30-2005	Balance before interest	92,280,570			(575,062)	Total 575,062
Dec-05						
Dec-05	Surcharge Amortization	(2,771,079)		Amortization	(969,878)	Operating 969,878
Dec-05	Interest		399,784	Interest	139,924	Nonoperating (139,924)
12-31-2005	Balance before interest	89,509,491			(829,954)	Total 829,954
Summary						
				GL Balance	Activity	GL Balance
				11-30-2005	Dec-05	12-31-2005
	Net ERM Balance	92,052,195		94,423,490	(2,371,295)	92,052,195
	ADFIT Balance	(32,218,268)				

Changes Semiannually on January 1 and July 1 Beginning 7/1/02						
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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:			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 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				
			Jan-05		DFIT Expense	
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
			Feb-05		DFIT Expense	
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
			Mar-05		DFIT Expense	
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
			Apr-05		DFIT Expense	
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
			May-05		DFIT Expense	
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
			Jun-05		DFIT Expense	
Jun-05	ERM Deferral		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	Jul-05		DFIT Expense	
Jul-05	ERM Deferral		Deferral	0	Operating	0
Jul-05	Interest	0	Interest	0	Nonoperating	0
07-31-2005	Balance before interest	0		0	Total	0
			Aug-05		DFIT Expense	
Aug-05	ERM Deferral		Deferral	0	Operating	0
Aug-05	Interest	0	Interest	0	Nonoperating	0
08-31-2005	Balance before interest	0		0	Total	0
			Sep-05		DFIT Expense	
Sep-05	ERM Deferral		Deferral	0	Operating	0
Sep-05	Interest	0	Interest	0	Nonoperating	0
09-30-2005	Balance before interest	0		0	Total	0
			Oct-05		DFIT Expense	
Oct-05	ERM Deferral		Deferral	0	Operating	0
Oct-05	Interest	0	Interest	0	Nonoperating	0
10-31-2005	Balance before interest	0		0	Total	0
			Nov-05		DFIT Expense	
Nov-05	ERM Deferral		Deferral	0	Operating	0
Nov-05	Interest	0	Interest	0	Nonoperating	0
11-30-2005	Balance before interest	0		0	Total	0
			Dec-05		DFIT Expense	
Dec-05	ERM Deferral	4,226,712	Deferral	1,479,349	Operating	(1,479,349)
Dec-05	Interest	9,295	Interest	3,253	Nonoperating	(3,253)
12-31-2005	Balance before Interest	4,226,712		1,482,602	Total	(1,482,602)
Summary						
Net ERM Balance			GL Balance	Activity	GL Balance	
			11-30-05	Dec-05	12-31-05	
			0	4,236,007	4,236,007	
ADFIT Balance						

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% 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				
Account 186290		2005 Interest					
12-31-2004	GL Balance including interest	0					
12-31-2004	Transfer from 918626	\$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	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 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
				<u>Nov-05</u>	<u>DFIT Expense</u>		<u>ADFIT</u>
Nov-05	ERM Transfer to 18235	0		Deferral	0	Operating	0
Nov-05	Interest		0	Interest	0	Nonoperating	0
11-30-2005	Balance before interest	0			0	Total	0
				<u>Dec-05</u>	<u>DFIT Expense</u>		<u>ADFIT</u>
Dec-05	ERM Transfer to 18235	0		Deferral	0	Operating	0
Dec-05	Interest		0	Interest	0	Nonoperating	0
12-31-2005	Balance before interest	0			0	Total	0
	Net ERM Balance	0		GL Balance	Activity	GL Balance	
				11-30-05	Dec-05	12-31-05	
	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	FOR ALL
	BALANCE	182350	186280	186290			COMPONENTS	ACCOUNTS
								BALANCE
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)
11-30-2005	(33,623,284)	(33,048,222)	0	0			(33,048,222)	575,062 (33,048,222)
12-31-2005	(33,048,222)	(32,218,268)	(1,482,602)	0			(33,700,870)	(652,648) (33,700,870)
			ADFIT				Interest	
		410100	410200	283280			182350	186280
							186290	419600
01-31-2005	182350	(940,160)	158,681	781,479		453,375	0	48,338 (501,713)
	186280	0	0	0				
	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 (489,813)
	186280	0	0	0				
	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 (478,836)
	186280	0	0	0				
	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 (469,080)
	186280	0	0	0				
	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 (460,083)
	186280	0	0	0				
	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 (451,467)
	186280	0	0	0				
	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 (446,806)
	186280	0	0	0				
	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 (437,798)
	186280	0	0	0				
	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 (428,502)
	186280	0	0	0				
	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 (419,421)
	186280	0	0	0				
	186290	0	0	0				
Total		(718,049)	146,797	571,252				
11-30-2005	182350	(718,706)	143,644	575,062		410,393	0	0 (410,393)
	186280	0	0	0				
	186290	0	0	0				
Total		(718,706)	143,644	575,062				
12-31-2005	182350	(969,878)	139,924	829,954		399,784	9,295	0 (409,079)
	186280	1,479,349	3,253	(1,482,602)				
	186290	0	0	0				
Total		509,471	143,177	(652,648)				
	Total interest 2005		5,402,991					
	Total non op DFIT 2005		1,891,047					
	Total 410200 2005		1,891,046					

			YTD WA ERM Company Band 186010	YTD WA ERM Contra Account 186020	Total GL Impact
12-31-2004	Balance		\$9,000,000	(\$9,000,000)	\$0
2004 Requirement		\$9,000,000			
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
Nov-05	Activity		\$67,953	(\$67,953)	
11-30-2005	Balance		\$4,803,235	(\$4,803,235)	\$0
Dec-05	Activity		\$4,196,765	(\$4,196,765)	
12-31-2005	Balance		\$9,000,000	(\$9,000,000)	\$0

AVISTA CORPORATION
 DECEMBER 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)	41.408%	106,391,292	0.405¢	\$430,885	0.956277	\$412,045
1 (601-1300 kWh)	30.704%	78,889,061	0.607¢	478,857	0.956277	457,920
1 (over 1300 kWh)	27.888%	71,653,795	0.853¢	611,207	0.956277	584,483
Total Sch 1	100.000%	256,934,148		1,520,949		1,454,448
11		34,376,807	0.788¢	270,889	0.956277	259,045
12		4,436,749	0.788¢	34,962	0.956277	33,433
21		133,908,069	0.549¢	735,155	0.956277	703,012
22		3,688,753	0.549¢	20,251	0.956277	19,366
25		76,327,731	0.352¢	268,674	0.956277	256,927
30		1,400	0.485¢	7	0.956277	7
31		3,034,304	0.485¢	14,716	0.956277	14,073
32		174,018	0.485¢	844	0.956277	807
41-46		\$215,386	109.78%	19,188	0.956277	18,349
47		\$80,714	109.78%	7,191	0.956277	6,877
48		\$55,590	109.78%	4,952	0.956277	4,735
Schedule Totals		512,881,979		\$2,897,778		\$2,771,079 Amortization
kWh not subject to surcharge		0				-35%
Schedule 28		0				(\$969,878) DFIT Expense
Sch 41-48		1,978,452				
Total kWh		514,860,431				

Electric Revenue Report by Revenue Class
Current Month and Year-to-Date
for Accounting Period : 200512 , State Code : WA

Accounting Period: 200512 State Code: WA
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Rate Schedule Num	Meters	Usage	Revenue Amt	YTD Average Meters	Ytd Usage	Ytd Revenue Amt
001	191,972	256,934,148	15,117,985	189,285	2,226,057,855	128,804,361
011	18,497	34,376,807	2,996,450	18,320	340,983,148	29,915,394
012	7,015	4,436,749	390,096	6,868	39,871,762	3,623,002
021	3,292	133,908,069	8,701,148	3,284	1,494,319,145	98,389,755
022	75	3,688,753	217,991	71	46,623,849	2,696,955
025	21	76,327,731	3,254,084	21	919,546,825	39,257,672
028	0	0	15,400	1	201,180	196,842
030	40	1,400	310	40	23,748,967	1,184,627
031	1,034	3,034,304	185,424	1,035	87,208,208	5,074,644
032	1,087	174,018	16,433	1,077	8,446,083	539,013
041	11	12,542	2,299	12	48,598	15,155
042	230	846,004	193,181	222	12,517,538	2,851,481
044	13	21,600	1,890	13	259,200	22,678
045	7	94,365	4,914	7	1,926,098	86,672
046	16	185,050	13,102	16	2,247,925	159,115
047	0	504,120	80,714	0	6,070,202	968,933
048	0	314,771	55,590	0	3,788,122	666,418
058	0	0	1,078,331	0	0	10,865,946
058A	0	0	-7,428	0	0	-70,242

Electric Revenue Report by Revenue Class
Current Month and Year-to-Date
for Accounting Period : 200512 , State Code : WA

Accounting Period: 200512 State Code: WA
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	Meters	Usage	Revenue Amt	YTD Average Meters	Ytd Usage	Ytd Revenue Amt
090	0	0	4	0	0	48
095	0	0	10,615	0	0	122,059
099	0	0	41,412	0	0	593,851
Total WA	223,310	514,860,431	32,369,944	220,271	5,213,864,705	325,964,379
Total WA	223,310	514,860,431	32,369,944	220,271	5,213,864,705	325,964,379

Avista Utilities
 WASHINGTON POWER COST DEFERRALS

Line No.	WASHINGTON ACTUALS-2005	Actual Jan-05	Actual Feb-05	Actual Mar-05	Actual Apr-05	Actual May-05	Actual Jun-05	Actual Jul-05	Actual Aug-05	Actual Sep-05	Actual Oct-05	Actual Nov-05	Actual Dec-05
1	555 Purchased Power	\$259,998,844	\$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	\$24,984,136	\$34,804,138
2	501 Thermal Fuel	\$21,851,262	\$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	\$1,956,289	\$2,153,823
3	547 CT Fuel	\$71,182,560	\$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	\$7,249,801	\$10,784,319
4	447 Sale for Resale	\$221,803,806	\$8,099,204	\$14,359,641	\$18,494,785	\$18,376,602	\$20,560,146	\$21,110,600	\$19,822,476	\$18,472,367	\$21,077,407	\$19,759,931	\$24,037,289
5	Actual Net Expense	\$131,228,860	\$13,696,757	\$9,137,143	\$13,465,638	\$8,671,835	\$10,419,961	\$9,642,677	\$16,524,290	\$14,879,982	\$10,167,200	\$14,410,295	\$23,704,981
6	Pollatch 25 aMW directly assigned to ID	(\$7,084,650)	(\$601,710)	(\$543,480)	(\$601,710)	(\$581,491)	(\$582,300)	(\$601,710)	(\$601,710)	(\$582,300)	(\$602,519)	(\$582,300)	(\$601,710)
7	Pollatch 62 aMW directly assigned to ID	(\$22,216,377)	(\$1,984,277)	(\$1,807,447)	(\$1,479,409)	(\$1,969,470)	(\$1,417,691)	(\$1,976,294)	(\$1,932,387)	(\$1,949,426)	(\$1,985,050)	(\$1,886,162)	(\$1,987,067)
8	Adjusted Actual Net Expense	\$101,927,833	\$11,110,770	\$6,786,216	\$11,384,519	\$6,120,874	\$3,041,952	\$7,064,673	\$13,990,193	\$12,148,256	\$7,579,631	\$11,941,833	\$21,116,204
AUTHORIZED NET EXPENSE-SYSTEM													
9	555 Purchased Power	\$68,370,477	\$7,820,601	\$6,873,178	\$6,877,530	\$2,970,502	\$1,220,238	\$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	\$1,328,377	\$1,321,593	\$1,193,467	\$666,463	\$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	\$2,713,553	\$2,216,117	\$1,302,967	\$642,820	\$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	\$3,610,669	\$2,796,420	\$1,922,246	\$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	\$7,304,439	\$7,618,820	\$3,544,690	(\$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	\$36,061,214	\$1,978,872	(\$518,223)	\$3,765,699	\$2,576,184	\$3,950,116	\$5,639,494	\$5,987,499	\$5,092,918	(\$1,457,437)	\$2,644,908	\$12,904,006
15	Net Fuel Expense not incl in Acct 547 (1)	\$(5,031,625)	\$(456,235)	\$(91,865)	\$(514,247)	\$(201,950)	\$(606,892)	\$(522,343)	\$(496,358)	\$(579,199)	\$(479,645)	\$(1,085,276)	\$(593,967)
16	Adjusted Actual - Authorized Net Exp	\$31,029,589	\$1,522,637	\$(610,088)	\$3,251,452	\$2,374,234	\$(4,557,008)	\$1,993,762	\$5,117,151	\$4,513,719	\$(1,937,082)	\$1,559,632	\$12,310,039
17	Washington Alloc. @ 66.29%	\$20,569,514	\$1,009,356	(\$404,427)	\$2,155,388	\$1,573,880	(\$3,020,841)	\$3,392,159	\$3,640,077	\$2,992,144	(\$1,284,092)	\$1,033,860	\$8,160,325
18	Enron Contract Buyout 100%	\$390,924	\$32,590	\$32,590	\$32,590	\$32,590	\$32,590	\$32,564	\$32,564	\$32,564	\$32,564	\$32,564	\$32,564
19	WA Retail Revenue Adjustment	\$(7,264,091)	\$(1,073,137)	\$(1,608,014)	\$50,371	(\$201,069)	(\$448,811)	(\$292,762)	\$186,519	(\$1,770,185)	(\$1,549,678)	(\$998,491)	\$700,223
20	Net Power Cost Increase (Decrease)	\$13,696,347	\$(31,191)	\$(1,979,851)	\$2,238,349	\$1,405,401	(\$3,247,308)	\$3,131,961	\$3,859,160	\$1,254,523	(\$2,801,206)	\$67,953	\$8,893,112
21	Cummulative Balance		(\$31,191)	(\$2,011,042)	\$227,307	\$1,632,708	(\$1,614,600)	\$2,422,805	\$6,281,965	\$7,536,488	\$4,735,282	\$4,803,235	\$13,696,347
22	Less \$9 million Company Band	\$(9,000,000)											
23	100% Net Power Cost above Company Band	\$4,696,347											
24	90% Net Power Cost above Company Band	\$4,226,712											

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
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	16,418,882	27,455,017	182,059,930
2	163,242	163,242	163,242	163,242	134,280	163,242	163,242	163,242	163,242	163,242	512,022	527,111	2,642,591
2	106,273	83,621	71,811	131,011	200,198	417,000	156,180	117,943	93,845	121,920	105,646	378,865	1,984,313
3	273,832	273,832	273,832	273,832	244,597	273,832	273,832	273,832	273,832	273,832	273,832	273,832	3,256,749
4	98,106	98,106	98,106	98,106	98,106	98,106	87,069	87,069	109,038	109,038	109,038	-	1,089,888
5	-	467	406	376	361	379	331	448	482	370	397	500	199,628
6	343	104,037	101,833	124,765	112,002	106,336	103,533	140,873	54,636	62,232	79,537	77,910	4,860
7	116,157	342,360	175,976	300,393	310,479	121,033	3,341	-	3,649	91,437	146,519	160,234	1,183,851
8	348,383	2,675,699	1,461,911	1,415,883	(0)	-	-	-	0	-	2,784,772	2,877,241	2,003,804
9	2,961,151	38,114	(2,459)	89,840	(53,043)	17,714	(28,089)	3,441	(92,291)	67,717	101,902	-1,494,681	14,176,657
10	16,881	512,400	567,300	548,238	567,300	549,000	567,300	567,300	1,008,000	588,063	549,000	567,300	(1,334,954)
11	567,300	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	1,008,000	1,041,600	6,679,501
12	1,041,600	533,400	590,550	570,706	590,550	571,500	590,550	590,550	571,500	591,343	571,500	590,550	11,760,700
13	590,550	114,136	128,148	96,785	88,065	82,919	133,595	143,859	128,425	110,292	137,465	127,550	6,953,249
14	117,591	1,807,447	1,479,409	1,969,470	1,841,697	1,417,691	1,976,294	1,932,387	1,949,426	1,985,050	1,886,162	1,987,067	1,408,830
15	1,984,277	112,500	112,500	147,500	152,500	178,000	178,500	183,750	203,750	90,000	112,500	43,750	22,216,377
16	90,000	97,729	218,388	153,406	167,253	243,296	157,650	199,974	175,348	160,806	194,652	187,444	1,605,250
17	108,571	2,859	2,920	2,394	3,742	5,601	5,304	4,555	4,640	3,310	3,022	2,848	2,063,517
18	2,908	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	24,964,136	34,804,138	259,998,844
19	16,986,804	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	19,202,114	23,096,621	215,544,020
20	7,575,690	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	1,800,000
21	150,000	8,619	6,156	7,979	28,267	13,236	6,473	7,993	30,586	20,691	8,407	8,559	209,430
22	62,464	31,772	64,477	32,487	30,697	31,376	29,850	58,924	166,853	32,884	75,644	39,474	656,187
23	61,750	172,414	232,356	217,716	133,679	174,163	250,348	328,472	365,549	420,100	324,664	517,639	3,334,630
24	197,530	(5,032)	(3,666)	(3,987)	(17,469)	(3,920)	(4,774)	(3,902)	(4,033)	(4,881)	(3,920)	(3,900)	52,912
25	52,912	2,859	2,920	2,394	3,742	5,601	5,304	4,555	4,640	3,310	3,022	2,848	(63,534)
26	(4,050)	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	19,759,931	24,037,299	226,058
27	2,908	8,099,204	14,359,641	18,494,785	18,376,602	20,560,146	21,110,600	19,822,476	17,633,348	21,077,407	19,759,931	24,037,299	44,103
28	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	19,759,931	24,037,299	221,803,806
29	Total Account 447												

(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	Short-Term Sales	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	19,202,114	23,096,621	215,544,020
21	Peaker LLC/PGE Cap Sale	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	1,800,000
22	Kaiser Load Following	62,464	8,619	6,156	7,979	13,236	6,473	7,993	30,586	20,691	8,407	8,559	209,430
23	Pend Oreille DES	61,750	31,772	64,477	32,487	31,376	29,850	58,924	166,853	32,884	75,644	39,474	656,187
24	Nichols Pumping Index Sale	197,530	172,414	232,356	217,716	174,163	250,348	328,472	365,549	420,100	324,664	517,639	3,334,630
25	Mirant Operating Reserves/DES	52,912	(5,032)	(3,666)	(3,987)	(3,920)	(4,774)	(3,902)	(4,033)	(4,881)	(3,920)	(3,900)	52,912
26	Enron/PGE Cap Fee, employee svcs	(4,050)											(63,534)
27	Northwestern Load Following	2,908	2,859	2,920	2,394	5,601	5,304	4,555	4,640	3,310	3,022	2,848	226,058
28	Merchant Ancillary Services	8,099,204	14,359,641	18,494,785	18,376,602	20,560,146	21,110,600	19,822,476	17,633,348	21,077,407	19,759,931	24,037,299	44,103
29	Total Account 447												

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
501 FUEL-DOLLARS													
30	wood	801,206	816,446	906,506	717,674	627,475	806,092	852,823	826,903	721,895	829,843	1,000,658	8,996,637
31	coal	884,025	804,280	994,367	1,115,397	1,003,449	1,164,925	1,130,027	1,210,203	925,939	1,086,478	1,148,245	12,648,503
32	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	1,916,321	2,148,903	21,645,140
33	gas	4,561	395	347	2,897	4,382	1,874	824	145	6,330	6,998	4,001	34,122
34	oil	15,558	9,941	4,619	26,207	8,563	10,725	5,704	25,291	13,317	32,970	919	172,000
35	Total Oil & Gas	20,119	10,336	4,966	29,104	12,945	12,599	6,528	25,436	19,647	39,968	4,920	206,122
36	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	1,956,289	2,153,823	21,851,262
501 FUEL-TONS													
37	Kettle Falls	52,249	52,877	58,704	47,869	12,286	46,959	47,795	42,414	37,286	43,569	44,535	488,805
38	Colstrip	101,200	86,770	84,290	93,546	91,250	100,553	88,712	97,814	92,190	96,397	99,647	1,132,276
501 FUEL-COST PER TON													
39	Kettle Falls	wood \$	15.33 \$	15.44 \$	15.44 \$	14.99 \$	17.17 \$	17.84 \$	19.50 \$	19.36 \$	19.05 \$	22.47 \$	18.41
40	Colstrip	coal \$	8.74 \$	9.27 \$	11.80 \$	11.92 \$	11.59 \$	12.74 \$	12.37 \$	10.04 \$	11.27 \$	11.52 \$	11.17
547 FUEL													
41	NE Combustion Turbine Gas/Oil	484	2,078	-	3,579	675	-	1,896	14	2,055	897	380	12,213
42	Boulder Park	158,343	30,746	17,098	71	30,120	144,024	127,216	15,499	(2,026)	121,278	363,365	1,009,484
43	Kettle Falls CT	48,994	20,302	3,048	13,641	6,150	68,053	93,158	16,286	(844)	58,145	218,753	546,016
44	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	6,932,311	9,920,459	68,903,446
45	Rathdrum Gas Storage Fee	40,000	40,000	40,000	-	-	-	-	-	-	-	-	120,000
46	Rathdrum Fuel Exp	486	442	(81)	(21)	(651)	145,413	25,899	-	-	-	-	591,401
47	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	7,249,801	10,784,319	71,182,560
48	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	14,410,295	23,704,981	131,228,860

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

Description	January	February	March	April	May	June	July	August	September	October	November	December	YTD
Total WA kWhs per Rev Flun	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	412,177,538	514,860,431	5,213,864,705
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)	(302,953,893)	(359,252,142)	(3,572,993,695)
Add Current Month Unbilled kWhs Cooling	321,228,105	303,770,568	299,482,363	280,846,269	271,038,777	269,939,011	(3,724,562)	(17,675,427)	(12,465,243)	(463,709)	-	-	(35,999,070)
Add Current Month Unbilled kWhs Heating	482,708,843	475,036,458	434,712,297	394,154,022	384,312,610	391,195,952	407,675,427	438,442,713	409,456,740	435,494,704	468,475,787	511,140,835	3,591,723,293
Washington Retail kWhs	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
Test Year Consumption from Attachment 1 Settlement Stipulation in Docket No. UE-011595	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	30,893,870	(22,067,285)	223,678,334
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	\$991,075	(\$707,919)	\$7,175,601
Net Wind Revenue Credit	\$7,088	\$7,242	\$7,253	\$7,221	\$7,513	\$7,531	\$7,345	\$7,396	\$7,391	\$7,400	\$7,416	\$7,696	\$88,492
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	\$998,491	(\$700,223)	\$7,264,093

Schedule 95 Wind Revenue	\$9,776.86	\$9,969.46	\$10,004.40	\$9,960.06	\$10,362.81	\$10,388.16	\$10,131.21	\$10,201.98	\$10,194.26	\$10,206.88	\$10,228.49	\$10,614.85	\$122,059.42
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	\$2,812.83	\$2,919.08	\$33,566.34
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	\$7,415.66	\$7,695.77	\$88,493.08

Avista Corporation Journal Entry

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

Effective Date: 200512
 Last Saved by: Lori Hamilton
 Submitted by: Lori Hamilton
 Last Saved: 01/03/2006 3:58 PM

Seq.	FERC	Ser.	Jur.	S.I.	Debit	Credit	Comment
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	1,564.00		Accrue interest on unamortized balance for future recovery
40	419000 - INTEREST AND DIVIDEND INCOME	ZZ	ZZ	DL		1,564.00	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	547.00		DFIT expense on interest (non-operating)
70	283360 - ADFIT ENRON CONTRACT BUYOUT	ED	WA	DL	9,711.00		ADFIT ECB
TOTALS:					41,130.00	41,130.00	

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.

Lori Hamilton
 Prepared by Lori Hamilton
 Date: 1/4/06

Sami Gudge
 Reviewed by
 Date: 1/4/06

Approved for Entry
 Corporate Accounting use Only
 Date: _____

Avisia Corporation			Enron Contract Buyout			Amortization Schedule			January 2005 - December 2006			283360 ED WA			Eff 1/05		
			Weighted cost of debt at 12/31/04			8.28%											
			Weighted cost of debt at 06/30/05			8.12%											
Uniform Monthly Amortization			100%														
			\$32,590 Expense for deferral calculation - January through June 2005														
			\$32,564 Expense for deferral calculation - July through Dec 2005														
Amortization			DR			CR			DFIT			ADFIT					
Net of amortization			557162 ED WA			182360 ED WA			410100 ED WA			10,266					
Average balance																	
Interest (net of tax)			182360 ED WA			419000 ZZ ZZ			410200 ZZ ZZ			(816)					
Balance												9,450					
												(17,541)					
Amortization			557162 ED WA			182360 ED WA			410100 ED WA			10,258					
Net of amortization																	
Average balance			182360 ED WA			419000 ZZ ZZ			410200 ZZ ZZ			758			(758)		
Interest (net of tax)												(9,500)			9,500		
Balance												(168,041)			10,258		
Amortization			557162 ED WA			182360 ED WA			410100 ED WA			10,258					
Net of amortization																	
Average balance			182360 ED WA			419000 ZZ ZZ			410200 ZZ ZZ			716			(716)		
Interest (net of tax)												(9,542)			9,542		
Balance												(158,493)			10,258		
Amortization			557162 ED WA			182360 ED WA			410100 ED WA			10,258					
Net of amortization																	
Average balance			182360 ED WA			419000 ZZ ZZ			410200 ZZ ZZ			674			(674)		
Interest (net of tax)												(9,584)			9,584		
Balance												(148,915)			10,258		
Amortization			557162 ED WA			182360 ED WA			410100 ED WA			10,258					
Net of amortization																	
Average balance			182360 ED WA			419000 ZZ ZZ			410200 ZZ ZZ			632			(632)		
Interest (net of tax)												(9,626)			9,626		
Balance												(139,239)			10,258		
Amortization			557162 ED WA			182360 ED WA			410100 ED WA			10,258					
Net of amortization																	
Average balance			182360 ED WA			419000 ZZ ZZ			410200 ZZ ZZ			590			(590)		
Interest (net of tax)												(9,668)			9,668		
Balance												(129,621)			10,258		
Amortization			557162 ED WA			182360 ED WA			410100 ED WA			10,258					
Net of amortization																	
Average balance			182360 ED WA			419000 ZZ ZZ			410200 ZZ ZZ			547			(547)		
Interest (net of tax)												(9,711)			9,711		
Balance												(119,910)			Total monthly DFIT & ADFIT		

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