

Avista Corp.
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November 1, 2013

Mr. Steven V. King
Executive Director and Secretary
Washington Utilities and Transportation Commission
PO Box 47250
1300 S. Evergreen Park Drive SW
Olympia, WA 98504-7250

Dear Mr. King:

RE: UG-090135/UG-060518
Natural Gas Decoupling Mechanism
Quarterly Report

Attached for filing with the Commission is an electronic copy of the Natural Gas Decoupling Mechanism Quarterly Report.

The report consists of a spreadsheet showing the monthly revenue deferral calculation for the period July through September 2013.

Also included in the report are the monthly general ledger balances resulting from the deferral and amortization activity during the third quarter of 2013.

Questions regarding this filing should be directed to Tara Knox at (509) 495-4325.

Sincerely,

A handwritten signature in black ink, appearing to read "Patrick Ehrbar", written over a large, stylized circular flourish.

Patrick Ehrbar
Manager, Rates and Tariffs
Enc.

Avista Corporation Natural Gas Decoupling Mechanism
Washington Jurisdiction
Quarterly Report for 3rd Quarter 2013

AVISTA UTILITIES
Washington - Gas
Approved Decoupling Mechanism per Order No. 10 Docket No. UG-090135
Actual compared to 2011 Test Year (UG-120437 Settlement)
Adjusted for Actual New Customer Usage and Schedule Shifting
Period July 2013 - June 2014

	2013 July	2013 August	2013 September	2013 October	2013 November	2013 December	2014 January	2014 February	2014 March	2014 April	2014 May	2014 June	Period to Date Total
12 Months Ended June 2014 Actual													
Schedule 101													
Schedule 101 Billed Therms	2,615,171	1,994,193	2,083,557										6,692,921
Deduct New Customer Usage(1)	(47,344)	(34,574)	(36,282)										(118,200)
Schedule Shifting Adjustment (2)	28,650	22,507	23,407										74,564
Deduct Prior Month Unbilled Therms	(2,038,665)	(1,510,487)	(1,565,932)										(5,115,084)
Add Current Month Unbilled Therms	1,510,487	1,565,932	2,121,593										5,198,012
Add Weather Adjustment	-	-	-										-
Weather Adj Calendar Therms	2,068,299	2,037,571	2,626,343										6,732,213
Weather Adj Calendar Therms	2,068,299	2,037,571	2,626,343										6,732,213
Less Test Year Therms	2,238,206	2,111,319	2,467,077										6,816,602
Therm Difference	(169,907)	(73,748)	159,266										(84,389)
Times Current Margin Rate per Therm	0.29838	0.29838	0.29838										0.29838
Revenue Excess (Shortfall)	(\$50,697)	(\$22,005)	\$47,522										\$0
45% Limitation	45%	45%	45%										45%
Deferred Revenue Account Entry	(\$22,814)	(\$9,902)	\$21,385										\$0
407328 or (407428)													\$0
													(\$25,180)
													(\$11,331)

(1) Per monthly reports - current month usage for new services opened since that month of the test year.

(2) The schedule shifting adjustment adds back test year usage of customers that have shifted away from Schedule 101 and deducts the current month usage of customers that were on a different schedule during the test year and have shifted to Schedule 101.

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**2011 Test Year Factors, 2013 - 2014 Actual Weather and Unbilled
12 Months Ended December 2011 Test Year Monthly Data**

Weather Normalization		Jan-14	Feb-14	Mar-14	Apr-14	May-14	Jun-14	Jul-13	Aug-13	Sep-13	Oct-13	Nov-13	Dec-13	Total
Normal Degree Days (30 Year Average 1982 - 2011)		1,109	913	775	551	327	140	36	33	184	546	885	1,172	6,671
Actual Degree Days		1,109	913	775	551	327	140	-	7	160	546	885	1,172	6,585
Degree Day Adjustment (7)		-	-	-	-	-	-	36	26	24	-	-	-	86
	Monthly													
Res 101	Use/DD/Cust(Z)	0.0980	0.0980	0.0980	0.0760	0.0760	0.0760	0.0000	0.0000	0.0000	0.0760	0.0760	0.0980	0.0980
Com 101	Use/DD/Cust(Z)	0.2520	0.2520	0.2520	0.1663	0.1663	0.1663	0.0000	0.0000	0.0000	0.1663	0.1663	0.2520	0.2520
Ind 101	Use/DD/Cust(Z)	0.4123	0.4123	0.4123	0.2742	0.2742	0.2742	0.0000	0.0000	0.0000	0.2742	0.2742	0.4123	0.4123
Sch. 101		-	-	-	-	-	-	-	-	-	-	-	-	-
Res 101		-	-	-	-	-	-	-	-	-	-	-	-	-
Com 101		-	-	-	-	-	-	-	-	-	-	-	-	-
Ind 101		-	-	-	-	-	-	-	-	-	-	-	-	-
Total 101		-	-	-	-	-	-	-	-	-	-	-	-	-

Revenue Run Customers (Meters Billed)

Class	Jan-11	Feb-11	Mar-11	Apr-11	May-11	Jun-11	Jul-11	Aug-11	Sep-11	Oct-11	Nov-11	Dec-11	Annual Total
Residential 101	133,846	133,692	133,670	133,479	133,443	133,197	133,325	133,519	133,444	133,732	134,277	134,611	1,604,235
Commercial 101	11,925	11,939	11,910	11,896	11,896	11,884	11,825	11,854	11,878	11,889	11,867	11,890	142,653
Industrial 101	82	80	80	82	84	85	83	86	83	86	89	88	1,008
Interdepartmental 101	29	32	31	30	29	30	30	30	30	30	30	29	360
Total	145,882	145,743	145,691	145,487	145,452	145,196	145,263	145,489	145,435	145,737	146,263	146,618	1,748,256

Current Monthly Unbilled Calculation

	Jun-13	Jul-13	Aug-13	Sep-13	Oct-13	Nov-13	Dec-13	Jan-14	Feb-14	Mar-14	Apr-14	May-14	Jun-14
Unbilled Sch 101 per Books	2,068,502	1,535,630	1,588,072	2,152,053	-	-	-	-	-	-	-	-	-
Rev Run Customers (Meters Billed)	147,321	147,681	147,546	147,523	1	1	1	1	1	1	1	1	1
Average Unbilled per Customer	14.04	10.40	10.76	14.59	-	-	-	-	-	-	-	-	-
Test Year Customer Current Unbilled	2,038,665	1,510,487	1,565,932	2,121,593	-	-	-	-	-	-	-	-	-

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Balance Sheet Accounts

GL Account Balance Accounting Period : '201307, 201308, 201309'

Ferc Acct:186328 Ferc Acct Desc:REG ASSET-DECOUPLING DEFERRED Service:GD Jurisdiction:WA			
Accounting Period	Beginning Balance	Monthly Activity	Ending Balance
201307	0.00	22,814.00	22,814.00
201308	22,814.00	9,902.00	32,716.00
201309	32,716.00	-21,385.00	11,331.00
Sum:			11,331.00

GL Account Balance Accounting Period : '201307, 201308, 201309'

Ferc Acct:182329 Ferc Acct Desc:REG ASSET- DECOUPLING PRIOR YE Service:GD Jurisdiction:WA			
Accounting Period	Beginning Balance	Monthly Activity	Ending Balance
201307	0.00	0.00	0.00
201308	0.00	0.00	0.00
201309	0.00	0.00	0.00
Sum:			0.00

GL Account Balance Accounting Period : '201307, 201308, 201309'

Ferc Acct:182328 Ferc Acct Desc:REG ASSET- DECOUPLING SURCHARG Service:GD Jurisdiction:WA			
Accounting Period	Beginning Balance	Monthly Activity	Ending Balance
201307	7,442.76	20.16	7,462.92
201308	7,462.92	20.21	7,483.13
201309	7,483.13	20.27	7,503.40
Sum:			60.64

GL Account Balance Accounting Period : '201307, 201308, 201309'

Ferc Acct:254328 Ferc Acct Desc:REG LIABILITY DECOUPLING REBAT Service:GD Jurisdiction:WA			
Accounting Period	Beginning Balance	Monthly Activity	Ending Balance
201307	-2,905.15	75.53	-2,829.62
201308	-2,829.62	74.32	-2,755.30
201309	-2,755.30	98.58	-2,656.72
Sum:			248.43

GL Account Balance Accounting Period : '201307, 201308, 201309'

Ferc Acct:283328 Ferc Acct Desc:ADFIT DECOUPLING DEFERRED REV Service:GD Jurisdiction:WA			
Accounting Period	Beginning Balance	Monthly Activity	Ending Balance
201307	-1,588.22	-8,018.39	-9,606.61
201308	-9,606.61	-3,498.79	-13,105.40
201309	-13,105.40	7,443.15	-5,662.25
Sum:			-4,074.03

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Income Statement Accounts

GL Account Balance Accounting Period : '201307, 201308, 201309'

Ferc Acct:407428 Ferc Acct Desc:REG CREDIT DECOUPLING DEF REV		Service:GD	Jurisdiction:WA
Accounting Period	Beginning Balance	Monthly Activity	Ending Balance
201307	-362,750.00	-22,814.00	-385,564.00
201308	-385,564.00	-9,902.00	-395,466.00
201309	-395,466.00	0.00	-395,466.00
Sum: -32,716.00			

GL Account Balance Accounting Period : '201307, 201308, 201309'

Ferc Acct:407328 Ferc Acct Desc:REG DEBIT DECOUPLING DEF REV		Service:GD	Jurisdiction:WA
Accounting Period	Beginning Balance	Monthly Activity	Ending Balance
201307	362,750.00	0.00	362,750.00
201308	362,750.00	0.00	362,750.00
201309	362,750.00	21,385.00	384,135.00
Sum: 21,385.00			

GL Account Balance Accounting Period : '201307, 201308, 201309'

Ferc Acct:407329 Ferc Acct Desc:REG DEBIT AMT DECOUPLING SURCH		Service:GD	Jurisdiction:WA
Accounting Period	Beginning Balance	Monthly Activity	Ending Balance
201307	0.00	0.00	0.00
201308	0.00	0.00	0.00
201309	0.00	0.00	0.00
Sum: 0.00			

GL Account Balance Accounting Period : '201307, 201308, 201309'

Ferc Acct:407429 Ferc Acct Desc:REG CREDIT AMT DECOUPLING REBA		Service:GD	Jurisdiction:WA
Accounting Period	Beginning Balance	Monthly Activity	Ending Balance
201307	-2,686.85	-83.29	-2,770.14
201308	-2,770.14	-81.87	-2,852.01
201309	-2,852.01	-105.90	-2,957.91
Sum: -271.06			