

**AVISTA CORP.
RESPONSE TO REQUEST FOR INFORMATION**

JURISDICTION:	Washington	DATE PREPARED:	06/25/2007
CASE NO:	UE-070804 & UG-070805	WITNESS:	Dick Storro
REQUESTER:	WUTC Staff	RESPONDER:	William Johnson
TYPE:	Informal Data Request	DEPT:	Power Supply
REQUEST NO.:	206	TELEPHONE:	(509) 495-4046

REQUEST:

Please provide all documents that indicate which entity, Avista Utilities or Avista Marketing, was responsible for the purchase of natural gas as fuel for the Avista Utilities turbine generators.

RESPONSE:

Avista Utilities is and has always been responsible for the decision to purchase natural gas as fuel for the Avista Utilities turbine generators, and the price to pay for that gas. Prior to May 2002 Avista Utilities would, at times, purchase gas for its turbine generators from Avista Energy. In the Settlement Stipulation in Docket No. UE-011595, Avista Utilities agreed to not enter into any electric or natural gas commodity transactions with Avista energy related to Avista Utilities' electric operations until the Energy Cost Deferral Balance carries a net credit balance.