

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

DOCKET NO. _____

DIRECT TESTIMONY OF

RONALD L. MCKENZIE

REPRESENTING AVISTA CORPORATION

1 **Q. Please state your name, business address and present position with Avista**
2 **Corporation ("Avista" or "Company").**

3 A. My name is Ronald L. McKenzie and my business address is East 1411 Mission
4 Avenue, Spokane, Washington. I am employed by Avista as Manager, Regulatory Accounting.

5 **Q. Would you briefly describe your educational background?**

6 A. I graduated from Eastern Washington University in 1973 with a Bachelor of Arts
7 degree in Business Administration majoring in accounting. I obtained a Master of Business
8 Administration Degree from Eastern Washington University in 1989. I have attended several
9 utility accounting and ratemaking courses and workshops.

10 **Q. How long have you been employed by Avista and what are your present**
11 **duties?**

12 A. I was first employed by Avista in September 1974. My present duties include
13 preparing data related to regulatory matters and presenting testimony before regulatory
14 commissions.

15 **Q. Have you previously testified before this Commission?**

16 A. Yes. I have testified before this Commission in several prior proceedings.

17 **Q. What is the scope of your testimony in this proceeding?**

18 A. My testimony addresses the accounting associated with the power cost deferrals
19 under the Energy Recovery Mechanism ("ERM") approved by the Commission in Docket No.
20 UE-011595. I also explain the interest calculation and the monthly reports that are filed with the
21 Commission. I am sponsoring Exhibit No. ____ (RLM-2), which consists of a copy of the
22 monthly reports for the months of January through December 2003.

1 **Q. Would you please describe the accounting associated with the Company's**
2 **ERM deferral mechanism?**

3 A. Yes. Company witness, Mr. William G. Johnson, discusses in his direct
4 testimony the procedure used to calculate the monthly variations between actual and authorized
5 power supply revenues and expenses. The monthly variations are accumulated until the
6 "Company Band" (Band) is exceeded. For the year ended December 31, 2003, the Band is \$9.0
7 million. Once the Band is exceeded, 90% of the monthly variations between actual and
8 authorized net power supply costs are deferred. When actual net power supply costs exceed
9 authorized costs, entries are made to record the deferral amount (90% of the amount that has
10 exceeded the Band) by crediting Account 557.28 - Other Power Supply Expenses, thereby
11 decreasing recorded power supply expenses, and debiting Account 186.28 - Miscellaneous
12 Deferred Debits. If actual net power supply costs are less than authorized costs in a given month,
13 an entry would be made to record the difference by debiting Account 557.28 - Other Power
14 Supply Expenses, thereby increasing recorded power supply expenses, and crediting Account
15 186.28 - Miscellaneous Deferred Debits. The accumulated debit balance in Account 186.28
16 represents a surcharge balance.

17 **Q. How are income taxes accounted for under the deferred power cost**
18 **mechanism?**

19 A. The power cost deferral entries are not included in the determination of taxable
20 income for federal income tax purposes. Therefore, deferred federal income taxes are recorded.
21 Account 283.28 – Accumulated Deferred Federal Income Tax reflects a credit balance of 35% of
22 the debit balance in Account 186.28. When Account 283.28 is credited, Account 410.10 –

1 Deferred FIT Expense in debited. Likewise, when Account 283.28 is debited, Account 410.10 is
2 credited.

3 **Q. What is the balance in Account 186.28 at December 31, 2003?**

4 A. During 2003 actual net power costs exceeded authorized net power costs for the
5 Washington jurisdiction by \$33,799,602. Of that amount \$22,319,644 was deferred, and the
6 remaining \$11,479,958 was absorbed by the Company. Carrying costs amounted to \$471,728,
7 resulting in a balance in the deferral account at December 31, 2003 of \$22,791,372.

8 **Q. How does the Company record interest on the balance in Account 186.28?**

9 A. Interest is calculated on the average of the beginning and ending month balances
10 in Account 186.28 net of deferred federal income tax. The interest rate used for the period
11 January 1, 2003 through June 30, 2003 was 8.88%, the Company's weighted cost of debt at
12 December 31, 2002. The weighted cost of debt is updated semi-annually and interest is
13 compounded semi-annually. The interest rate used for the period July 1, 2003 through December
14 31, 2003 was 8.83%, the Company's weighted cost of debt at June 30, 2003.

15 **Q. What reports has the Company submitted to the Commission?**

16 A. The Company has submitted monthly reports to the Commission, which have
17 included the monthly power cost deferral journal entries together with backup workpapers and
18 other supporting documentation. The monthly reports for the months of January through
19 December 2003 are attached as Exhibit No. ____ (RLM-2).

20 **Q. Does this conclude your direct testimony?**

21 A. Yes, it does.

22

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

DOCKET NO. _____

EXHIBIT NO. ____ (RLM-2)

Avista Corp.
1411 East Mission PO Box 3727
Spokane, Washington 99220-3727
Telephone 509-489-0500
Toll Free 800-727-9170



Corp.

February 12, 2003

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 January 2003

Dear Ms. Washburn:

Enclosed are an original and five copies of Avista Corporation's Power Cost Deferral Report for the month of January 2003. The report includes the monthly energy recovery mechanism (ERM) accounting journal together with backup workpapers. Actual net power costs exceeded authorized costs by \$4,982,867. However, no deferral entry was recorded as the entire amount applied toward the \$9 million deadband for 2003.

Actual power supply expenses were higher than authorized as a result of higher purchased power expense due in part to reduced hydro and thermal generation. Higher purchased power expense was partially offset by higher than authorized sales for resale. Hydro generation was 156 aMW below authorized levels. Lower thermal generation resulted from Coyote Springs II not yet being online, and economic dispatch of other gas-fired thermal units. Colstrip generated 25 aMW below the authorized level due to a forced outage at unit 3 and Kettle Falls generated 17 aMW above the authorized level. Thermal fuel expense was slightly higher than the authorized level and natural gas fuel expense was below authorized levels. Retail sales were 14 aMW below authorized levels.

There were no new forward long-term power contracts of one year or longer entered into in the month of January 2003. Workpapers supporting the semi-annual update of the carrying charge are included in the enclosed report at pages 22-24. 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 cursive script that reads "Kelly Norwood".

Kelly Norwood
Vice President Rates and Regulation
Avista Corporation

Enclosure

RM

c: Robert Cromwell
S. Bradley Van Cleve

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

MONTH OF JANUARY 2003

Avista Corporation - General Ledger Journal Entry

Print Date: 02-06-2003 03:34 PM

Journal ID: **DJ702** Journal Description: WA - ERM Effective Date: 01-31-2003
 Corp: WWP Journal Sponsor: RESOURCE S/#: \$ Tran Type: C Error Code: Q Code: G
 Control Amount Total: 32,498,449.00 Saved By: Linda Donley Saved Date: 02-06-2003 3:34:13 PM
 Edit Date: 02-06-2003 3:16:32 PM

Seq	WO	U Main	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
5	0000	9186	01	028	EE			4,982,867.00	0.00	WA ERM YTD COMPANY BAND
<i>Record YTD accumulation of Company Band for WA ERM. Allows tracking of balance on the GL.</i>										
10	0000	9186	02	028	EE		0.00	0.00	4,982,867.00	WA ERM YTD CONTRA ACCOUNT
<i>Contra account for YTD WA ERM Company Band. Offsets 918601 to prevent Balance Sheet Inflation.</i>										
15	2577	0557	28	G55	EE	X	028	0.00	0.00	POWER TRANSACTIONS/* WA DEF PWR CO
20	0000	9186	28	028	EE			0.00	0.00	WA ERM - CURRENT YEAR
23	2577	0557	29	X55	EE	X	028	2,540,730.00	0.00	POWER TRANSACTIONS /*WA DEF PWR AM
27	0000	9182	35	028	EE			0.00	2,540,730.00	WASHINGTON ERM DEFERRAL BALANCE
43	0000	9182	35	028	EE			494,931.00	0.00	WASHINGTON ERM DEFERRAL BALANCE
<i>Interest income on deferral balance in 18235 authorized for recovery</i>										
45	0000	9186	28	028	EE			0.00	0.00	WA ERM - CURRENT YEAR
<i>Interest income (expense) on deferral balance in 18628 & 18629</i>										
47	0000	9186	29	028	EE			88,593.00	0.00	WA ERM - LAST YEAR
50	Q000	9419	00	Q98	EE	X	098	0.00	583,524.00	NON-UTILITY REVENUE/INT/DIV INCOME
70	0000	9171	00	FIN	EE			583,524.00	0.00	INTEREST & DIVIDENDS REC
<i>Accrue interest income on deferral balance</i>										
80	0000	9171	00	FIN	EE			0.00	583,524.00	INTEREST & DIVIDENDS REC
<i>Transfer interest income accrual to deferred power costs (in lieu of receipt)</i>										
82	0135	0410	10	X54	EE	X	028	0.00	889,256.00	INCOME TAX /* PRV DFIT DR
<i>DFIT entry includes, power supply deferral, generation options, surcharge amortization</i>										
85	0135	9410	20	X54	EE	X	028	204,234.00	0.00	INCOME TAX /PROV DEFERRED IT
<i>DFIT entry for interest income</i>										
89	0000	9283	28	028	EE			685,022.00	0.00	ADFIT-WA ERM CURRENT AND PRIOR YRS

Avista Corporation - General Ledger Journal Entry

Print Date: 02-06-2003 03:34 PM

Journal ID: **DJ702** Journal Description: WA - ERM Effective Date: 01-31-2003

Corp: WWP Journal Sponsor: RESOURCE S/#: \$ Tran Type: C Error Code: Q Code: G

Control Amount Total: 32,498,449.00 Saved By: Linda Donley Saved Date: 02-06-2003 3:34:13 PM

Edit Date: 02-06-2003 3:16:32 PM

Seg	WO	UMain	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
100	0000	9186	01	028	EE			0.00	4,500,000.00	WA ERM YTD COMPANY BAND
105	0000	9186	02	028	EE			4,500,000.00	0.00	WA ERM YTD CONTRA ACCOUNT
110	0000	9186	29	028	EE			18,418,548.00	0.00	WA ERM - LAST YEAR
115	0000	9186	28	028	EE			0.00	18,418,548.00	WA ERM - CURRENT YEAR

Totals: 32,498,449.00 32,498,449.00 Trans: 16 Rows: 19

Prepared By: Linda Donley 2/6/03
 Date: _____
 Reviewed By: [Signature] 2/6/03
 Date: _____

Explanation:

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

Approved For Entry - Corporate _____
 Accounting Use Only _____
 Date _____

> GD WWP,0000918628,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918628 CENTER: 028
 WA ERM - CURRENT YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	.00	730,862.00	41,555,462.00
02	.00	214,588.82-	48,503,456.00
03	.00	927,912.16-	56,040,731.00
04	.00	640,898.16-	86,458,493.10
05	.00	782,317.25	89,491,142.98
06	.00	4,173,702.11	109,445,519.84
07	.00	.00	152,783,324.57
08	.00	3,462,701.00	178,798,591.27
09	.00	4,591,436.00	199,658,987.12
10	.00	7,990,106.00	151,869,220.71
11	.00	10,046,279.00	156,589,761.03
12	.00	18,418,548.00	8,231,969.75
TOTAL	.00	.00	.00

02/11/03 08:30:47 1 M3LL CIX1 _____

ERM Deferral Balance (Current year - 2003)

Account 9186.28 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 12/31/02	\$18,418,548.00	
Transfer to Account 9186.29 028	<u>-18,418,548.00</u>	DJ702
Balance 1/31/03	\$0.00	

> GD WWP,0000918629,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918629 CENTER: 028
 WA ERM - LAST YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	18,507,141.00	5,590,562.00-	.00
02	.00	.00	.00
03	.00	.00	.00
04	.00	.00	.00
05	.00	.00	.00
06	.00	.00	.00
07	.00	.00	.00
08	.00	.00	.00
09	.00	.00	.00
10	.00	.00	1,306,498.00-
11	.00	.00	5,365,871.00-
12	.00	.00	.00
TOTAL	.00	.00	.00

02/11/03 08:33:00 1 M3LL CIX1 _____

ERM Deferral Balance (Prior year - 2002)

Account 9186.29 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 12/31/02	\$0.00	
Transfer from Account 9186.28 028	18,418,548.00	DJ702
Interest	88,593.00	DJ702
Balance 1/31/03	<u>\$18,507,141.00</u>	

> GD WWP,0000918235,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918235 CENTER: 028
 WASHINGTON ERM DEFERRAL BALANCE

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	102,120,741.28	132,006,255.17	.00
02	.00	122,433,021.17	.00
03	.00	118,334,898.17	.00
04	.00	115,248,382.17	.00
05	.00	112,494,809.17	.00
06	.00	109,873,441.17	.00
07	.00	111,925,345.28	.00
08	.00	110,453,043.28	.00
09	.00	109,001,480.28	.00
10	.00	107,664,179.28	.00
11	.00	106,072,397.28	.00
12	.00	104,166,540.28	132,006,255.17
TOTAL	.00	.00	.00

02/11/03 08:31:51 1 M3LL CIX1 _____

Recoverable Deferral Balance

Account 9182.35 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 12/31/02	\$104,166,540.28	
Amortization	-2,540,730.00	DJ702
Interest	494,931.00	DJ702
Balance 1/31/03	<u>\$102,120,741.28</u>	

> GD WWP,0000918601,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918601 CENTER: 028
 WA ERM YTD COMPANY BAND

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00	.00	.00
02	.00	.00	.00
03	.00	.00	.00
04	.00	.00	.00
05	.00	.00	.00
06	.00	.00	.00
07	.00	4,319,249.00	.00
08	.00	4,500,000.00	.00
09	.00	4,500,000.00	.00
10	.00	4,500,000.00	.00
11	.00	4,500,000.00	.00
12	.00	4,500,000.00	.00
TOTAL	.00	.00	.00

02/11/03 08:32:26 1 M3LL CIX1 _____

ERM Deadband

Account 9186.01 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 12/31/02	\$4,500,000.00	
Clear prior year balance	-\$4,500,000.00	DJ702
2003 deadband accumulation	4,982,867.00	DJ702
Balance 1/31/03	<u>\$4,982,867.00</u>	

> C WWP,0000918602,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918602 CENTER: 028
 WA ERM YTD CONTRA ACCOUNT

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00-	.00	.00
02	.00	.00	.00
03	.00	.00	.00
04	.00	.00	.00
05	.00	.00	.00
06	.00	.00	.00
07	.00	4,319,249.00-	.00
08	.00	4,500,000.00-	.00
09	.00	4,500,000.00-	.00
10	.00	4,500,000.00-	.00
11	.00	4,500,000.00-	.00
12	.00	4,500,000.00-	.00
TOTAL	.00	.00	.00

A205W-END OF LIST

02/11/03 08:32:45 1 M3LL CIX1 _____

ERM Deadband Contra Account

Account 9186.02 028

	Amount	Journal ID
Balance 12/31/02	-\$4,500,000.00	
Clear prior year balance	\$4,500,000.00	DJ702
2003 deadband contra entry	-4,982,867.00	DJ702
Balance 1/31/03	<u>-\$4,982,867.00</u>	

> GD WWP,0000928328,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000928328 CENTER: 028
 ADFIT-WA ERM CURRENT AND PRIOR YRS

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	42,219,761.00-	44,235,381.00-	14,544,411.00-
02	.00	42,520,405.00-	16,976,210.00-
03	.00	40,604,160.00-	19,614,256.00-
04	.00	39,702,680.00-	30,259,997.00-
05	.00	39,098,236.00-	31,321,900.00-
06	.00	39,830,678.00-	38,305,932.00-
07	.00	39,003,353.00-	53,474,163.00-
08	.00	39,870,511.00-	62,579,507.00-
09	.00	39,757,522.00-	69,880,645.00-
10	.00	40,479,002.00-	52,696,940.00-
11	.00	40,641,539.00-	52,928,362.00-
12	.00	42,904,783.00-	45,886,954.86-
TOTAL	.00	.00	.00

02/11/03 08:32:09 1 M3LL CIX1 _____

Account 9186.28 028 balance	\$0.00
Account 9186.29 028 balance	18,507,141.00
Account 9182.35 028 balance	<u>102,120,741.28</u>
Total	\$120,627,882.28
Federal income tax rate	-35%
Deferred FIT related to deferrals	<u>-\$42,219,759</u>
Rounding	-2
Balance in Account	<u>-\$42,219,761</u>

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.																													
Actual cost of debt at 12/31/02 is 8.88%.																													
The monthly rate is:																													
		0.0074	Before Tax																										
		0.00481	After Tax																										
		0.35	Tax rate																										
2003 Interest																													
12-31-2002	GL Balance	104,166,540																											
Jan-03	Surcharge Amortization	(2,540,730)																											
Jan-03	Interest		494,931																										
01-31-2003	Balance before interest	101,625,810																											
<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td colspan="2" style="text-align: center;">Jan-03</td> <td colspan="2" style="text-align: center;">DFIT Expense</td> <td colspan="2" style="text-align: center;">ADFIT</td> </tr> <tr> <td>Amortization</td> <td>(889,256)</td> <td>Operating</td> <td>889,256</td> <td></td> <td></td> </tr> <tr> <td>Interest</td> <td>173,226</td> <td>Nonoperating</td> <td>(173,226)</td> <td></td> <td></td> </tr> <tr> <td></td> <td>(716,030)</td> <td>Total</td> <td>716,030</td> <td></td> <td></td> </tr> </table>						Jan-03		DFIT Expense		ADFIT		Amortization	(889,256)	Operating	889,256			Interest	173,226	Nonoperating	(173,226)				(716,030)	Total	716,030		
Jan-03		DFIT Expense		ADFIT																									
Amortization	(889,256)	Operating	889,256																										
Interest	173,226	Nonoperating	(173,226)																										
	(716,030)	Total	716,030																										
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Feb-03		DFIT Expense		ADFIT																									
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Interest	0	Nonoperating	0																										
	0	Total	0																										
<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td colspan="2" style="text-align: center;">Mar-03</td> <td colspan="2" style="text-align: center;">DFIT Expense</td> <td colspan="2" style="text-align: center;">ADFIT</td> </tr> <tr> <td>Amortization</td> <td>0</td> <td>Operating</td> <td>0</td> <td></td> <td></td> </tr> <tr> <td>Interest</td> <td>0</td> <td>Nonoperating</td> <td>0</td> <td></td> <td></td> </tr> <tr> <td></td> <td>0</td> <td>Total</td> <td>0</td> <td></td> <td></td> </tr> </table>						Mar-03		DFIT Expense		ADFIT		Amortization	0	Operating	0			Interest	0	Nonoperating	0				0	Total	0		
Mar-03		DFIT Expense		ADFIT																									
Amortization	0	Operating	0																										
Interest	0	Nonoperating	0																										
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Apr-03		DFIT Expense		ADFIT																									
Amortization	0	Operating	0																										
Interest	0	Nonoperating	0																										
	0	Total	0																										
02-28-2003	Surcharge Amortization																												
Feb-03	Interest	0																											
02-28-2003	Balance before interest	101,625,810																											
Mar-03	Surcharge Amortization																												
Mar-03	Interest	0																											
03-31-2003	Balance before interest	101,625,810																											
Apr-03	Surcharge Amortization																												
Apr-03	Interest	0																											
04-30-2003	Balance before interest	101,625,810																											
<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td>Net ERM Balance</td> <td>102,120,741</td> <td>GL Balance @ 12/31/02</td> <td>Activity Jan-03</td> <td>GL Balance @ 01/31/03</td> <td></td> </tr> <tr> <td>ADFIT Balance</td> <td>(35,742,259)</td> <td>104,166,540</td> <td>(2,540,730)</td> <td>101,625,810</td> <td></td> </tr> <tr> <td></td> <td></td> <td>104,166,540</td> <td>494,931</td> <td>494,931</td> <td></td> </tr> <tr> <td></td> <td></td> <td></td> <td>(2,045,799)</td> <td>102,120,741</td> <td></td> </tr> </table>						Net ERM Balance	102,120,741	GL Balance @ 12/31/02	Activity Jan-03	GL Balance @ 01/31/03		ADFIT Balance	(35,742,259)	104,166,540	(2,540,730)	101,625,810				104,166,540	494,931	494,931					(2,045,799)	102,120,741	
Net ERM Balance	102,120,741	GL Balance @ 12/31/02	Activity Jan-03	GL Balance @ 01/31/03																									
ADFIT Balance	(35,742,259)	104,166,540	(2,540,730)	101,625,810																									
		104,166,540	494,931	494,931																									
			(2,045,799)	102,120,741																									

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.					
Actual cost of debt at 12/31/02 is 8.88%.					
The monthly rate is:		0.0074	Before Tax		
		0.00481	After Tax		
		0.35	Tax rate		
2003 Interest					
12-31-2002	GL Balance	18,418,548			
12-31-2002	GL Balance	(18,418,548)	Transfer to 918629		
01-01-2003	GL Balance	0			
Jan-03	ERM Deferral	0			
Jan-03	Interest	0			
01-31-2003	Balance before interest	0			
Feb-03	ERM Deferral	0			
Feb-03	Interest	0			
02-28-2003	Balance before interest	0			
Mar-03	ERM Deferral	0			
Mar-03	Interest	0			
03-31-2003	Balance before interest	0			
Apr-03	ERM Deferral	0			
Apr-03	Interest	0			
04-30-2003	Balance before interest	0			

	DFIT Expense	ADFIT
Jan-03		
Deferral	0	0
Interest	0	0
Total	0	0
Feb-03		
Deferral	0	0
Interest	0	0
Total	0	0
Mar-03		
Deferral	0	0
Interest	0	0
Total	0	0
Apr-03		
Deferral	0	0
Interest	0	0
Total	0	0

	GL Balance @ 12/31/02	Activity Jan-03	GL Balance @ 01/31/03
Net ERM Balance	0	18,418,548	0
ADFIT Balance	0	0	0
	18,418,548	(18,418,548)	0

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.					
Actual cost of debt at 12/31/02 is 8.88%.					
The monthly rate is:					
		0.0074	Before Tax		
		0.00481	After Tax		
		0.35	Tax rate		
2003 Interest					
12-31-2002	GL Balance	0			
12-31-2002	GL Balance	18,418,548	Transfer from 918628		
01-01-2003	GL Balance	18,418,548			
Jan-03	ERM Deferral	0			
Jan-03	Interest		88,593		
01-31-2003	Balance before interest	18,418,548			
Jan-03 DFIT Expense ADFIT					
	Deferral		0	Operating	0
	Interest		31,008	Nonoperating	(31,008)
			31,008	Total	(31,008)
Feb-03 DFIT Expense ADFIT					
Feb-03	ERM Deferral				
Feb-03	Interest	0			
02-28-2003	Balance before interest	18,418,548			
	Deferral		0	Operating	0
	Interest		0	Nonoperating	0
			0	Total	0
Mar-03 DFIT Expense ADFIT					
Mar-03	ERM Deferral				
Mar-03	Interest	0			
03-31-2003	Balance before interest	18,418,548			
	Deferral		0	Operating	0
	Interest		0	Nonoperating	0
			0	Total	0
Apr-03 DFIT Expense ADFIT					
Apr-03	ERM Deferral				
Apr-03	Interest	0			
04-30-2003	Balance before interest	18,418,548			
	Deferral		0	Operating	0
	Interest		0	Nonoperating	0
			0	Total	0

Net ERM Balance		18,507,141	GL Balance @ 12/31/02	Activity Jan-03	GL Balance @ 01/31/03
ADFIT Balance		(6,477,499)	0	18,418,548	18,418,548
			0	88,593	88,593
			0	18,507,141	18,507,141

Tax Rate	35%	DJ702 LTD	DJ702 LTD	DJ702 LTD		DJ702 CURMO	
	928328	928328	928328	928328	928328	928328	
	GL	ADFIT	ADFIT	ADFIT	BALANCE	FOR ALL	
	BALANCE	918235	18628	18629	COMPONENTS	ACCOUNTS	
12-31-2002	(42,904,783)	(36,458,290)	(6,446,493)	0	(42,904,783)		
01-01-2003	(42,904,783)	(36,458,290)	0	(6,446,493)	(42,904,783)		
01-31-2003	(42,904,783)	(35,742,260)	0	(6,477,501)	(42,219,761)	(685,022)	
02-28-2003						0	
03-31-2003						0	
04-30-2003						0	
05-31-2003						0	
06-30-2003						0	
07-31-2003						0	
08-31-2003						0	
09-30-2003						0	
10-31-2003						0	
11-30-2003						0	
12-31-2003						0	
		41010	ADFIT 941020	928328	918235	Interest 918628	918629
12-31-2002	918235	(838,646)	171,596	667,050			
Total	918628	2,906,640	23,654	(2,930,294)			
		2,067,994	195,250	(2,263,244)			
01-31-2003	918235	(889,256)	173,226	716,030	494,931	0	88,593
Total	918628	0	0	0			
	918629	0	31,008	(31,008)			
Total		(889,256)	173,226	716,030			

		YTD	YTD	
		WA ERM	WA ERM	
		Company	Contra	Total
		Band	Account	GL
		<u>918601</u>	<u>918602</u>	<u>Impact</u>
12-31-2002	Balance	\$4,500,000	(\$4,500,000)	\$0
Jan-03	Reverse 2002	(\$4,500,000)	\$4,500,000	\$0
Jan-03	Activity	\$4,982,867	(\$4,982,867)	\$0
01-31-2003	Balance	\$4,982,867	(\$4,982,867)	\$0
Feb-03	Activity			\$0
02-28-2003	Balance	\$4,982,867	(\$4,982,867)	\$0
Mar-03	Activity			\$0
03-31-2003	Balance	\$4,982,867	(\$4,982,867)	\$0

AVISTA CORPORATION
 JANUARY 2003 WASHINGTON ELECTRIC SURCHARGE REVENUE & DEFERRAL AMORTIZATION

Schedule	Sch 1 Block Percent (a)	kWh or \$ (c)	Surcharge Rate On/After 01-Jul-02 (d)	Revenue (e) (c)*(d)	Conversion Factor (f)	Deferral Amortization (g) (e)*(f)
1 (0-600 kWh)	42.757%	101,273,040	0.405¢	\$410,156	0.956277	\$392,223
1 (601-1300 kWh)	31.471%	74,541,335	0.607¢	452,466	0.956277	432,683
1 (over 1300 kWh)	25.772%	61,042,842	0.853¢	520,695	0.956277	497,929
Total Sch 1	100.000%	236,857,217		1,383,317		1,322,835
11		31,993,946	0.788¢	252,112	0.956277	241,089
12		3,931,297	0.788¢	30,979	0.956277	29,625
21		125,567,588	0.549¢	689,366	0.956277	659,225
22		2,156,458	0.549¢	11,839	0.956277	11,321
25		68,176,504	0.352¢	239,981	0.956277	229,488
30		77,540	0.485¢	376	0.956277	360
31		2,639,228	0.485¢	12,800	0.956277	12,240
32		155,041	0.485¢	752	0.956277	719
41-46		\$259,199	109.78%	23,091	0.956277	22,081
47		\$80,893	109.78%	7,207	0.956277	6,892
48		\$56,989	109.78%	5,077	0.956277	4,855
Schedule Totals		471,554,819		\$2,656,897		\$2,540,730 Amortization
kWh not subject to surcharge						-35%
Schedule 28		102,000				(\$889,256) DFIT Expense
Schedule 29		2,343,583				
Sch 41-49		2,302,518				
Schedule 61		112,642,000				
Total kWh		588,944,920				

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF JANUARY 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
RESIDENTIAL	1	001	182,930	236,851,647	13,961,997.86	182,930	182,930	236,851,647	13,961,997.86
FIRM-COMMERCIAL	21	001							
INTERDEPARTMENT REV	80	001	3	5,570	347.27	3		5,570	347.27
			182,933	236,857,217	13,962,345.13	182,933	182,933	236,857,217	13,962,345.13
RESIDENTIAL	1	011							
FIRM-COMMERCIAL	21	011	17,737	31,549,110	2,748,462.26	17,737	17,737	31,549,110	2,748,462.26
FIRM-MISC INDUST	31	011	115	319,822	28,872.11	115		319,822	28,872.11
LIGHTING-PUB ST-HIWAY	51	011	14	10,695	964.72	14		10,695	964.72
INTERDEPARTMENT REV	80	011	29	114,319	9,659.53	29		114,319	9,659.53
			17,895	31,993,946	2,787,958.62	17,895	17,895	31,993,946	2,787,958.62
RESIDENTIAL	1	012	6,236	3,931,297	347,508.77	6,236	6,236	3,931,297	347,508.77
FIRM-COMMERCIAL	21	012	6,236	3,931,297	347,508.77	6,236	6,236	3,931,297	347,508.77
RESIDENTIAL	1	021							
FIRM-COMMERCIAL	21	021	3,028	115,311,541	7,512,675.95	3,028	3,028	115,311,541	7,512,675.95
FIRM-MISC INDUST	31	021	121	9,130,447	595,616.24	121		9,130,447	595,616.24
INTERDEPARTMENT REV	80	021	9	1,125,600	68,781.79	9		1,125,600	68,781.79
			3,158	125,567,588	8,177,073.98	3,158	3,158	125,567,588	8,177,073.98
RESIDENTIAL	1	022	54	2,156,458	129,948.70	54	54	2,156,458	129,948.70
FIRM-COMMERCIAL	21	025	8	19,369,247	833,889.45	8	8	19,369,247	833,889.45
FIRM-MISC INDUST	31	025	13	48,807,257	2,101,073.28	13	13	48,807,257	2,101,073.28
			21	68,176,504	2,934,962.73	21	21	68,176,504	2,934,962.73
FIRM-COMMERCIAL	21	028	1	102,000	4,064.25	1	1	102,000	4,064.25
FIRM-MISC INDUST	31	028	1	102,000	13,874.40	1	1	102,000	13,874.40
					17,938.65				17,938.65
FIRM-PUMPING-IRRIG	39	029	1	2,343,583	.00	1	1	2,343,583	.00
			1	2,343,583	.00	1	1	2,343,583	.00
RESIDENTIAL	1	030							
FIRM-PUMPING-IRRIG	39	030	42	77,540	4,101.84	42	42	77,540	4,101.84
			42	77,540	4,101.84	42	42	77,540	4,101.84
RESIDENTIAL	1	031							
FIRM-COMMERCIAL	21	031	449	1,774,855	106,040.78	449	449	1,774,855	106,040.78
FIRM-MISC INDUST	31	031	126	613,788	37,423.67	126	126	613,788	37,423.67
FIRM-PUMPING-IRRIG	39	031	351	250,495	17,473.07	351	351	250,495	17,473.07
INTERDEPARTMENT REV	80	031	2	90	18.03	2		90	18.03
			928	2,639,228	160,955.55	928	928	2,639,228	160,955.55
RESIDENTIAL	1	032							
FIRM-PUMPING-IRRIG	39	032	927	138,229	13,540.12	927	927	138,229	13,540.12
			112	16,812	1,581.75	112	112	16,812	1,581.75
			1,039	155,041	15,121.87	1,039	1,039	155,041	15,121.87
LIGHTING-PUB ST-HIWAY	51	041	12	16,056	2,727.06	12	12	16,056	2,727.06
			12	16,056	2,727.06	12	12	16,056	2,727.06

AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF JANUARY 03

DESCRIPTION	CLS	SCH	CURRENT MONTH		YEAR TO DATE	
			CUSTOMERS	AMOUNT	CUSTOMERS	AMOUNT
LIGHTING-PUB ST-HIWIY	51	042	196	231,732.19	196	231,732.19
			196	231,732.19	196	231,732.19
LIGHTING-PUB ST-HIWIY	51	044	12	1,889.85	12	1,889.85
			12	1,889.85	12	1,889.85
LIGHTING-PUB ST-HIWIY	51	045	18	9,977.24	18	9,977.24
			18	9,977.24	18	9,977.24
LIGHTING-PUB ST-HIWIY	51	046	27	12,872.94	27	12,872.94
			27	12,872.94	27	12,872.94
FIRM-COMMERCIAL	21	047		78,352.11		78,352.11
FIRM-MISC INDUST	31	047		2,250.11		2,250.11
FIRM-PUMPING-IRRIG	39	047		18.58		18.58
INTERDEPARTMENT REV	80	047		272.28		272.28
				1,256		1,256
				513,950		513,950
RESIDENTIAL	1	048		56,988.86		56,988.86
				56,988.86		56,988.86
RESIDENTIAL	1	056		16.27		16.27
FIRM-COMMERCIAL	21	056		.00		.00
FIRM-PUMPING-IRRIG	39	056		.00		.00
				16.27		16.27
RESIDENTIAL	1	058		480,070.43		480,070.43
FIRM-COMMERCIAL	21	058		470,878.53		470,878.53
FIRM-MISC INDUST	31	058		28,454.46		28,454.46
FIRM-PUMPING-IRRIG	39	058		123.97		123.97
LIGHTING-PUB ST-HIWIY	51	058		12,215.58		12,215.58
EE - RESIDENTIAL	61	058		.00		.00
INTERDEPARTMENT REV	80	058		2.14		2.14
MISC-SERVICE REV SNP	83	058		.00		.00
MISC-RENT ELECT PROP	85	058		1,143.52		1,143.52
MISC-OTHER ELECT REV	86	058		16.72		16.72
				992,905.35		992,905.35
RESIDENTIAL	1	058A		5,353.14CR		5,353.14CR
FIRM-COMMERCIAL	21	058A		3,366.32CR		3,366.32CR
FIRM-MISC INDUST	31	058A		.51CR		.51CR
FIRM-PUMPING-IRRIG	39	058A		32.92CR		32.92CR
				8,752.89CR		8,752.89CR
FIRM-ENERGY CHARGE	74	061	6	307,309.92	6	307,309.92
SURPLUS-ENERGY CHARG	75	061	17	109,175,000	17	109,175,000
			23	112,642,000	23	112,642,000
				3,861,539.44		3,861,539.44
EE - RESIDENTIAL	61	090		4.00		4.00
				4.00		4.00
RESIDENTIAL	1	095		5,325.51		5,325.51

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF JANUARY 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
FIRM-COMMERCIAL	21	095			425.00				425.00
					5,750.51				5,750.51
THEFT OF SERVICE	18	099			974.49				974.49
MISC-SERVICE REV SNP	83	099			28,618.51				28,618.51
MISC-RENT ELECT PROP	85	099			24,397.77				24,397.77
MISC-OTHER ELECT REV	86	099			262.09				262.09
					54,252.86				54,252.86
SVC TOTALS			212,596	588,944,920	33,840,712.60	212,596	212,596	588,944,920	33,840,712.60

Avista Utilities
 WASHINGTON POWER COST DEFERRALS

Line No.	WASHINGTON ACTUALS-2003	Actual															
		Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Actual Dec-03				
1	555 Purchased Power	\$16,118,812	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2	501 Thermal Fuel	\$1,619,705	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3	547 CT Fuel	\$223,336	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
4	447 Sale for Resale	\$4,054,918	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
5	Actual Net Expense	\$13,906,935	\$ -	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
6	Pollatch 25 aMW directly assigned to ID	(\$601,710)															
7	Adjusted Actual Net Expense	\$13,305,225	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
AUTHORIZED NET EXPENSE-SYSTEM																	
8	555 Purchased Power	\$68,370,477	\$ 7,820,601	\$ 6,873,178	\$ 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			
9	501 Thermal Fuel	\$15,777,429	\$ 1,497,543	\$ 1,328,377	\$ 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			
10	547 CT Fuel	\$30,931,880	\$ 3,209,570	\$ 2,713,553	\$ 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			
11	447 Sale for Resale	\$49,213,167	\$ 3,395,816	\$ 3,610,669	\$ 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			
12	Authorized Net Expense	\$65,866,619	\$ 9,131,898	\$ 7,304,439	\$ 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			
13	Actual - Authorized Net Expense	\$4,173,327	\$ 4,173,327														
14	Net Fuel Expense not incl in Acct 547 (1)	\$ 2,855,401	\$ 2,855,401														
15	Adjusted Actual - Authorized Net Exp	\$ 7,028,728	\$ 7,028,728														
16	Washington Alloc. @ 66.29%	\$4,659,344	\$4,659,344														
17	WA Retail Revenue Adjustment	\$ 323,523	\$323,523														
18	Net Power Cost Increase (Decrease)	\$ 4,982,867	\$4,982,867														
19	90% of Net Power Cost Change	\$0	\$0														
20	100% Net Power Cost Less \$9.0 million Company Band	\$ -	\$ -														
21	90% Net Power Cost Less \$9.0 million Company Band	\$ -	\$ -														

Avista Utilities
System Power Supply Expenses
WASHINGTON DEFERRED POWER COST CALCULATION

ACTUALS

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
1	7,498,257												7,498,257
2	102,914												102,914
3	255,600												255,600
4	159,450												159,450
5	99,953												99,953
6	2,875,293												2,875,293
7	1,722												1,722
8	246												246
9	127,591												127,591
10													
11	264,331												264,331
12	119,000												119,000
13	167,556												167,556
14													
15	4,440,338												4,440,338
16	6,560												6,560
17													
18	16,118,812	0	0	0	0	0	0	0	0	0	0	0	16,118,812
(1) Effective November, 2002, WNP-3 purchase expense has been adjusted to reflect the mid-point price (\$33.37/MWh for the 2002-2003 contract year) per Settlement Agreement, Cause No. U-86-99													
447 SALES FOR RESALE													
19	3,674,440												3,674,440
20	150,000												150,000
21	142,563												142,563
22	58,284												58,284
23	171												171
24	27,224												27,224
25	0												0
26	(4,323)												(4,323)
27	6,560												6,560
28	4,054,918												4,054,918

Avista Utilities
System Power Supply Expenses
WASHINGTON DEFERRED POWER COST CALCULATION

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL
ACTUALS													
501 FUEL-DOLLARS													
29	Kettle Falls	wood	682,778										682
30	Colstrip	coal	930,723										930
31	Total Coal & Wood		1,613,501	0	0								1,613
32	Kettle Falls GS	gas	4,835										4
33	Colstrip	oil	1,369										1
34	Total Oil & Gas		6,204	0	0								6
35	Total Account 501		1,619,705	0	0								1,619
501 FUEL-IONS													
36	Kettle Falls		57,361										57
37	Colstrip		82,890										82
501 FUEL-COST PER ION													
38	Kettle Falls	wood \$	11.90										\$ 1
39	Colstrip	coal \$	11.23										\$ 1
547 FUEL													
40	NE Combustion Turbine Gas/Oil		28										21,
41	Boulder Park		21,834										14,
42	Kettle Falls CT		14,892										40,
43	Rathdrum Gas Storage Fee		40,000										146,
44	Rathdrum Fuel Exp		146,582										223,
45	Total Account 547		223,336										13,906,
46	TOTAL NET EXPENSE INCLUDING		13,906,935	0	0								

AVISTA UTILITIES
Washington Electric Jurisdiction
Energy Recovery Mechanism Revenue Credit
Month of January 2003

Description	January	February	March	April	May	June	July	August	September	October	November	December	YTD
Total WA kWhs per Rev Run	588,944,920												588,944,920
Deduct Sales for Resale kWhs	(112,642,000)												(112,642,000)
Deduct Exchange (Sch 29) kWhs	(2,343,583)												(2,343,583)
Deduct Prior Month Unbilled kWhs Heating	(324,817,836)												(324,817,836)
Deduct Prior Month Unbilled kWhs Cooling	-												-
Add Current Month Unbilled kWhs Heating	290,121,550												290,121,550
Add Current Month Unbilled kWhs Cooling	-												-
Washington Retail kWhs	<u>439,263,051</u>												<u>439,263,051</u>
Test Year Consumption	449,477,904												449,477,904
from Attachment 1 Settlement Stipulation													
Difference from Test Year	(10,214,853)												(10,214,853)
WA Retail Revenue Credit	0.03208												(\$327,692)
Net Wind Revenue Credit	<u>\$4,169</u>												<u>\$4,169</u>
Total Revenue Credit	<u>(\$323,523)</u>												<u>(\$323,523)</u>

Schedule 95 Wind Revenue	\$5,750.51
Deduct Admin Expense	\$1,581.39
\$.005 per kwh, 55 kwh per Revenue \$	
Net Wind Revenue Credit	<u>\$4,169.12</u>

AV A CORP.

Total Debt Capital as of December 31, 2002

Line No.	Rating S&P,M,Fitch	Coupon Rate	Maturity Date	Settlement Date	Principal Amount	Issuance Costs	Loss/Reacq Expenses	Net Proceeds	Yield to Maturity	Principal Outstanding 12-31-2002	Effective Cost	Line No.
SECURED MEDIUM TERM NOTES, SERIES A (A FORM OF FIRST MORTGAGE BOND) Ratings S&P BBB-, Moody's Baa3, Fitch BBB-												
1	BBB-,Baa3,BBB-	6.25%	11-19-2003	11-19-1993	5,000,000	31,250		4,968,750	6.335	5,000,000	316,766	1
2	BBB-,Baa3,BBB-	6.25%	11-24-2003	11-24-1993	10,000,000	62,500		9,937,500	6.335	10,000,000	633,533	2
3	BBB-,Baa3,BBB-	6.39%	07-08-2005	07-08-1993	1,500,000	9,375		1,490,625	6.466	1,500,000	96,985	3
4	BBB-,Baa3,BBB-	6.67%	07-12-2010	07-12-1993	5,000,000	33,750		4,966,250	6.737	5,000,000	336,865	4
5	BBB-,Baa3,BBB-	6.89%	06-04-2008	06-04-1993	10,000,000	67,500		9,932,500	6.963	10,000,000	696,323	5
6	BBB-,Baa3,BBB-	6.95%	06-03-2008	06-03-1993	10,000,000	67,500		9,932,500	7.024	10,000,000	702,351	6
7	BBB-,Baa3,BBB-	7.18%	08-11-2023	08-12-1993	7,000,000	52,500		6,947,500	7.242	7,000,000	506,910	7
8	BBB-,Baa3,BBB-	7.26%	07-23-2018	07-22-1993	5,000,000	37,500		4,962,500	7.326	5,000,000	366,290	8
9	BBB-,Baa3,BBB-	7.30%	08-11-2023	08-12-1993	10,000,000	75,000		9,925,000	7.362	10,000,000	736,231	9
10	BBB-,Baa3,BBB-	7.37%	05-10-2012	05-10-1993	7,000,000	47,250		6,952,750	7.437	7,000,000	520,584	10
11	BBB-,Baa3,BBB-	7.39%	05-11-2018	05-11-1993	7,000,000	52,500		6,947,500	7.457	7,000,000	521,962	11
12	BBB-,Baa3,BBB-	7.44%	07-07-2023	07-08-1993	1,000,000	7,500		992,500	7.503	1,000,000	75,032	12
13	BBB-,Baa3,BBB-	7.45%	06-11-2018	06-09-1993	15,500,000	116,250		15,383,750	7.517	15,500,000	1,165,118	13
14	BBB-,Baa3,BBB-	7.53%	05-05-2023	05-06-1993	5,500,000	45,000		5,455,000	7.600	5,500,000	417,977	14
15	BBB-,Baa3,BBB-	7.54%	05-05-2023	05-07-1993	1,000,000	7,500		992,500	7.604	1,000,000	76,038	15
16	BBB-,Baa3,BBB-	7.90%	08-25-2006	08-25-1994	4,000,000	25,000		3,975,000	7.982	4,000,000	319,276	16
17								103,762,125	7.166	104,500,000	7,488,241	17
TOTAL SECURED MEDIUM TERM NOTES, SERIES A (A FORM OF FIRST MORTGAGE BOND)												
SECURED MEDIUM TERM NOTES, SERIES B (A FORM OF FIRST MORTGAGE BOND) Ratings S&P BBB-, Moody's Baa3, Fitch BBB-												
18	BBB-,Baa3,BBB-	6.50%	11-28-2005	11-28-1995	15,000,000	93,750		14,906,250	6.586	15,000,000	987,947	18
19	BBB-,Baa3,BBB-	6.50%	11-15-2005	11-28-1995	5,000,000	31,250		4,968,750	6.586	5,000,000	329,302	19
20	BBB-,Baa3,BBB-	6.67%	06-09-2005	06-09-1995	5,000,000	31,250		4,968,750	6.757	5,000,000	337,849	20
21	BBB-,Baa3,BBB-	6.68%	06-09-2005	06-09-1995	3,000,000	18,750		2,981,250	6.767	3,000,000	203,011	21
22	BBB-,Baa3,BBB-	6.90%	07-01-2010	06-09-1995	5,000,000	33,750		4,966,250	6.972	5,000,000	348,621	22
23	BBB-,Baa3,BBB-	7.89%	08-25-2006	08-25-1994	26,000,000	162,500		25,837,500	7.972	26,000,000	2,072,685	23
24								58,628,750	7.253	59,000,000	4,279,415	24
TOTAL SECURED MEDIUM TERM NOTES, SERIES B (A FORM OF FIRST MORTGAGE BOND)												
25	RATINGS											
26	BBB-,Baa3,BBB-	7.75%	01-01-2007	12-19-2001	150,000,000	1,875,000		148,125,000	8.056	150,000,000	12,083,720	26
27	Annualized amortization for both issuance and loss/reacq expenses											
28	TOTAL DEBT SECURED BY MORTGAGE											
29	POLLUTION CONTROL BONDS											
30	AAA,Aaa	6.00%	12-01-2023	07-01-1993	4,100,000	187,000		3,913,000	6.340	4,100,000	259,924	29
31	AAA,Aaa	5.00%	10-01-2032	09-01-1999	66,700,000	5,087,634		61,612,366	5.503	66,700,000	3,670,475	30
32	AAA,Aaa	5.125%	03-01-2034	09-01-1999	17,000,000	1,351,892		15,648,108	5.651	17,000,000	960,734	31
								81,173,474		87,800,000	4,891,133	32

AVISTA JRP.

Total Debt Capital as of December 31, 2002

Line No.	Rating S&P,M,Fitch	Coupon Rate	Maturity Date	Settlement Date	Principal Amount	Issuance Costs	Loss/Reacq Expenses	Net Proceeds	Yield to Maturity	Principal Outstanding 12-31-2002	Effective Cost	Line No.
MEDIUM TERM NOTES, SERIES A. Ratings S&P BB+, Moody's Ba1, Fitch BB+.												
33	BB+,Ba1,BB+	7.94%	01-22-2007	01-22-1992	3,000,000	20,250		2,979,750	8.018	3,000,000	240,545	33
34	BB+,Ba1,BB+	8.99%	05-01-2003	04-30-1991	10,000,000	62,500		9,937,500	9.076	10,000,000	907,648	34
35			Total Medium Term Notes - Series A					12,917,250	8.832	13,000,000	1,148,192	35
MEDIUM TERM NOTES, SERIES B. Ratings S&P BB+, Moody's Ba1, Fitch BB+.												
36	BB+,Ba1,BB+	6.75%	04-15-2003	04-15-1993	300,000	1,875		298,125	6.837	300,000	20,512	36
37	BB+,Ba1,BB+	7.42%	08-09-2004	08-07-1992	30,000,000	187,500		29,812,500	7.500	30,000,000	2,249,933	37
38	BB+,Ba1,BB+	7.90%	01-22-2007	01-22-1992	9,000,000	60,750		8,939,250	7.978	9,000,000	718,017	38
39	BB+,Ba1,BB+	7.99%	02-03-2023	02-03-1993	5,000,000	37,500		4,962,500	8.057	5,000,000	402,833	39
40	BB+,Ba1,BB+	8.05%	09-10-2012	09-10-1992	12,000,000	90,000		11,910,000	8.127	12,000,000	975,180	40
41	BB+,Ba1,BB+	8.14%	12-18-2006	12-17-1991	8,000,000	54,000		7,946,000	8.219	8,000,000	657,524	41
42	BB+,Ba1,BB+	8.15%	09-15-2022	09-15-1992	5,000,000	37,500		4,962,500	8.218	5,000,000	410,884	42
43	BB+,Ba1,BB+	8.23%	12-29-2022	12-29-1992	5,000,000	37,500		4,962,500	8.298	5,000,000	414,909	43
44			Total Medium Term Notes - Series B					24,843,750	7.873	74,300,000	5,849,792	44
MEDIUM TERM NOTES, SERIES C. Ratings S&P BB+, Moody's Ba1, Fitch BB+.												
45	BB+,Ba1,BB+	6.88%	06-05-2028	06-04-1998	10,000,000	87,500		9,912,500	6.950	10,000,000	694,977	45
46	BB+,Ba1,BB+	6.37%	06-19-2028	06-19-1998	15,000,000	93,750		14,906,250	6.417	15,000,000	962,581	46
47	BB+,Ba1,BB+	6.37%	06-19-2028	06-19-1998	10,000,000	62,500		9,937,500	6.417	10,000,000	641,720	47
48	BB+,Ba1,BB+	5.99%	12-10-2007	12-10-1998	14,000,000	84,000		13,916,000	6.078	14,000,000	850,855	48
49	BB+,Ba1,BB+	6.06%	12-10-2008	12-10-1998	25,000,000	156,250		24,843,750	6.145	25,000,000	1,536,146	49
50	BB+,Ba1,BB+	8.02%	10-26-2010	10-26-1999	25,000,000	156,250		24,843,750	8.107	25,000,000	2,026,735	50
51			Total Medium Term Notes - Series C					45,789,175	6.781	99,000,000	6,713,014	51
MEDIUM TERM NOTES, SERIES D. Ratings S&P BB+, Moody's Ba1, Fitch BB+.												
52	BB+,Ba1,BB+	9.125%	09-01-2003	08-28-2000	45,950,000	160,825		45,789,175	9.260	45,950,000	4,255,105	52
53			Total Medium Term Notes - Series D					45,789,175		45,950,000	4,255,105	53
SENIOR CORP. NOTES, 9.75%, Ratings S&P BBB-, Moody's Ba2, Fitch BBB-.												
54	BB+,Ba1,BB+	9.750%	06-01-2008	04-03-2001	340,160,000	6,803,200		333,356,800	10.144	340,160,000	34,507,048	54
55			Total Corporate Notes					333,356,800		340,160,000	34,507,048	55
56			Annualized amortization for both issuance and loss/reacq expenses									
57			TOTAL MEDIUM TERM NOTES									
58			TOTAL LONG-TERM DEBT									

Paul Kimball
 Treasury Trust

1/23 - 6/2003
 WA ERM

AVISTA JRP.

Total Debt Capital as of December 31, 2002

Line No.	Rating S&P,M,Fitch	Coupon Rate	Maturity Date	Settlement Date	Principal Amount	Issuance Costs	Loss/Reacq Expenses	Net Proceeds	Yield to Maturity	Principal Outstanding 12-31-2002	Effective Cost	Line No.
59												59
OTHER DEBT												
60					30,000,000			30,000,000	3.588	30,000,000	1,076,400	60
61									N/A	N/A	2,770,038	61
62								0		0	0	62
63									12.821	30,000,000	3,846,438	63
TOTAL SHORT-TERM DEBT												
64									8.883	1,003,710,000	89,161,256	64
TOTAL DEBT OUTSTANDING AND COST OF DEBT AT December 31, 2002												

Avista Corp.
1411 East Mission PO Box 3727
Spokane, Washington 99220-3727
Telephone 509-489-0500
Toll Free 800-727-9170



March 12, 2003

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 February 2003

Dear Ms. Washburn:

Enclosed are an original and five copies of Avista Corporation's Power Cost Deferral Report for the month of February 2003. The report includes the monthly energy recovery mechanism (ERM) accounting journal together with backup workpapers. Actual net power costs exceeded authorized costs by \$1,595,446. However, no deferral entry was recorded as the entire amount applied toward the \$9 million deadband for 2003. At the end of February 2003 there was \$6,578,313 accumulated in the deadband.

Actual power supply expenses were higher than authorized as a result of higher purchased power expense due in part to reduced hydro and thermal generation. Higher purchased power expense was partially offset by higher than authorized sales for resale. Hydro generation was 60 aMW below authorized levels. Lower thermal generation resulted from Coyote Springs 2 not yet being online and economic dispatch of other gas-fired thermal units. Colstrip generated 13 aMW above the authorized level and Kettle Falls generated 21 aMW above the authorized level. Thermal fuel expense was slightly higher than the authorized level due to increased generation and natural gas fuel expense was below the authorized level. Retail sales were 14 aMW above authorized levels.

There were no new forward long-term power contracts of one year or longer entered into in the month of February 2003. 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 Rates and Regulation
Avista Corporation

Enclosure
RM

c: Robert Cromwell
S. Bradley Van Cleve

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

MONTH OF FEBRUARY 2003

Avista Corporation - General Ledger Journal Entry

Print Date: 03-06-2003 12:02 PM

Journal ID: **DJ702** Journal Description: WA - ERM Effective Date: 02-28-2003

Corp: WWP Journal Sponsor: RESOURCE \$#: \$ Tran Type: C Error Code: Q Code: G

Control Amount Total: 5,750,628.00 Saved By: Linda Donley Saved Date: 03-06-2003 12:02:23 P

Edit Date: 03-06-2003 12:02:16 PM

Seq	WO	UMain	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
5	0000	9186	01	028	EE			1,595,446.00	0.00	WA ERM YTD COMPANY BAND
<i>Record YTD accumulation of Company Band for WA ERM. Allows tracking of balance on the GL.</i>										
10	0000	9186	02	028	EE			0.00	1,595,446.00	WA ERM YTD CONTRA ACCOUNT
<i>Contra account for YTD WA ERM Company Band. Offsets 918601 to prevent Balance Sheet inflation.</i>										
15	2577	0557	28	G55	EE	X	028	0.00	0.00	POWER TRANSACTIONS/* WA DEF PWR CO
20	0000	9186	28	028	EE			0.00	0.00	WA ERM - CURRENT YEAR
23	2577	0557	29	X55	EE	X	028	2,222,486.00	0.00	POWER TRANSACTIONS /*WA DEF PWR AM
27	0000	9182	35	028	EE			0.00	2,222,486.00	WASHINGTON ERM DEFERRAL BALANCE
43	0000	9182	35	028	EE			488,820.00	0.00	WASHINGTON ERM DEFERRAL BALANCE
<i>Interest income on deferral balance in 18235 authorized for recovery</i>										
45	0000	9186	28	028	EE			0.00	0.00	WA ERM - CURRENT YEAR
<i>Interest income (expense) on deferral balance in 18628</i>										
47	0000	9186	29	028	EE			88,593.00	0.00	WA ERM - LAST YEAR
<i>Interest income (expense) on deferral balance in 18629</i>										
50	Q000	9419	00	Q98	EE	X	098	0.00	577,413.00	NON-UTILITY REVENUE/*INT/DIV INCOME
70	0000	9171	00	FIN	EE			577,413.00	0.00	INTEREST & DIVIDENDS REC
<i>Accrue interest income on deferral balance</i>										
80	0000	9171	00	FIN	EE			0.00	577,413.00	INTEREST & DIVIDENDS REC
<i>Transfer interest income accrual to deferred power costs (in lieu of receipt)</i>										
82	0135	0410	10	X54	EE	X	028	0.00	777,870.00	INCOME TAX /* PRV DFIT DR
<i>DFIT entry includes, power supply deferral, generation options, surcharge amortization</i>										
85	0135	9410	20	X54	EE	X	028	202,095.00	0.00	INCOME TAX /PROV DEFERED IT
<i>DFIT entry for interest income</i>										
89	0000	9283	28	028	EE			575,775.00	0.00	ADFIT-WA ERM CURRENT AND PRIOR YRS

Avista Corporation - General Ledger Journal Entry

Print Date: 03-06-2003 12:02 PM

Journal ID: **DJ702** Journal Description: WA - ERM Effective Date: 02-28-2003

Corp: WWP Journal Sponsor: RESOURCE \$#: \$ Tran Type: C Error Code: Q Code: G

Control Amount Total: 5,750,628.00 Saved By: Linda Donley Saved Date: 03-06-2003 12:02:23 P

Edit Date: 03-06-2003 12:02:16 PM

Seg	WO	U	Main	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
Totals:											
									5,750,628.00	5,750,628.00	Trans: 12 Rows: 15

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

Prepared By: Linda Donley Date: 3/6/03
Reviewed By: [Signature] Date: 3/6/03

Approved For Entry - Corporate Accounting Use Only _____ Date _____

> GD WWP,0000918628,028

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918628 CENTER: 028
 WA ERM - CURRENT YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	.00	730,862.00	41,555,462.00
02	.00	214,588.82-	48,503,456.00
03	.00	927,912.16-	56,040,731.00
04	.00	640,898.16-	86,458,493.10
05	.00	782,317.25	89,491,142.98
06	.00	4,173,702.11	109,445,519.84
07	.00	.00	152,783,324.57
08	.00	3,462,701.00	178,798,591.27
09	.00	4,591,436.00	199,658,987.12
10	.00	7,990,106.00	151,869,220.71
11	.00	10,046,279.00	156,589,761.03
12	.00	18,418,548.00	8,231,969.75
TOTAL	.00	.00	.00

03/10/03 09:39:33 1 M3LL CIX1 _____

ERM Deferral Balance (Current year - 2003)

Account 9186.28 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 1/31/03	\$0.00	
No deferral in February	<u>0.00</u>	DJ702
Balance 2/28/03	\$0.00	

> GD WWP,0000918629,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918629 CENTER: 028
 WA ERM - LAST YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	18,507,141.00	5,590,562.00-	.00
02	18,595,734.00	.00	.00
03	.00	.00	.00
04	.00	.00	.00
05	.00	.00	.00
06	.00	.00	.00
07	.00	.00	.00
08	.00	.00	.00
09	.00	.00	.00
10	.00	.00	1,306,498.00-
11	.00	.00	5,365,871.00-
12	.00	.00	.00
TOTAL	.00	.00	.00

03/10/03 15:25:21 1 M3LL CIX1 _____

ERM Deferral Balance (Prior year - 2002)
Account 9186.29 028

<u>Amount</u>	<u>Journal ID</u>
\$18,507,141.00	
88,593.00	DJ702
<u>\$18,595,734.00</u>	

Balance 1/31/03
 Interest
 Balance 2/28/03

> GD WWP,0000918235,028

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918235 CENTER: 028
 WASHINGTON ERM DEFERRAL BALANCE

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	102,120,741.28	132,006,255.17	.00
02	100,387,075.28	122,433,021.17	.00
03	.00	118,334,898.17	.00
04	.00	115,248,382.17	.00
05	.00	112,494,809.17	.00
06	.00	109,873,441.17	.00
07	.00	111,925,345.28	.00
08	.00	110,453,043.28	.00
09	.00	109,001,480.28	.00
10	.00	107,664,179.28	.00
11	.00	106,072,397.28	.00
12	.00	104,166,540.28	132,006,255.17
TOTAL	.00	.00	.00

03/10/03 09:39:46 1 M3LL CIX1 _____

Recoverable Deferral Balance

Account 9182.35 028

	Amount	Journal ID
Balance 1/31/03	\$102,120,741.28	
Amortization	-2,222,486.00	DJ702
Interest	488,820.00	DJ702
Balance 2/28/03	<u>\$100,387,075.28</u>	

> GD WWP,0000918601,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918601 CENTER: 028
 WA ERM YTD COMPANY BAND

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00	.00	.00
02	6,578,313.00	.00	.00
03	.00	.00	.00
04	.00	.00	.00
05	.00	.00	.00
06	.00	.00	.00
07	.00	4,319,249.00	.00
08	.00	4,500,000.00	.00
09	.00	4,500,000.00	.00
10	.00	4,500,000.00	.00
11	.00	4,500,000.00	.00
12	.00	4,500,000.00	.00
TOTAL	.00	.00	.00

03/10/03 09:40:16 1 M3LL CIX1 _____

ERM Deadband

Account 9186.01 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 1/31/03	\$4,982,867.00	
2003 deadband accumulation	1,595,446.00	DJ702
Balance 2/28/03	<u>\$6,578,313.00</u>	

> GD WWP,0000918602,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918602 CENTER: 028
 WA ERM YTD CONTRA ACCOUNT

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00-	.00	.00
02	6,578,313.00-	.00	.00
03	.00	.00	.00
04	.00	.00	.00
05	.00	.00	.00
06	.00	.00	.00
07	.00	4,319,249.00-	.00
08	.00	4,500,000.00-	.00
09	.00	4,500,000.00-	.00
10	.00	4,500,000.00-	.00
11	.00	4,500,000.00-	.00
12	.00	4,500,000.00-	.00
TOTAL	.00	.00	.00

03/10/03 09:40:28 1 M3LL CIX1 _____

ERM Deadband Contra Account

Account 9186.02 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 1/31/03	-\$4,982,867.00	
2003 deadband contra entry	-1,595,446.00	DJ702
Balance 2/28/03	<u>-\$6,578,313.00</u>	

> GD WWP,0000928328,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000928328 CENTER: 028
 ADFIT-WA ERM CURRENT AND PRIOR YRS

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	42,219,761.00-	44,235,381.00-	14,544,411.00-
02	41,643,986.00-	42,520,405.00-	16,976,210.00-
03	.00	40,604,160.00-	19,614,256.00-
04	.00	39,702,680.00-	30,259,997.00-
05	.00	39,098,236.00-	31,321,900.00-
06	.00	39,830,678.00-	38,305,932.00-
07	.00	39,003,353.00-	53,474,163.00-
08	.00	39,870,511.00-	62,579,507.00-
09	.00	39,757,522.00-	69,880,645.00-
10	.00	40,479,002.00-	52,696,940.00-
11	.00	40,641,539.00-	52,928,362.00-
12	.00	42,904,783.00-	45,886,954.86-
TOTAL	.00	.00	.00

03/10/03 09:40:01 1 M3LL CIX1 _____

Account 9186.28 028 balance	\$0.00
Account 9186.29 028 balance	18,595,734.00
Account 9182.35 028 balance	100,387,075.28
Total	\$118,982,809.28
Federal income tax rate	-35%
Deferred FIT related to deferrals	-\$41,643,983
Rounding	-3
Balance in Account	-\$41,643,986

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.				
Actual cost of debt at 12/31/02 is 8.88%.				
The monthly rate is:				
		0.0074	Before Tax	
		0.00481	After Tax	
		0.35	Tax rate	
2003 Interest				
12-31-2002	GL Balance	18,418,548		
12-31-2002	GL Balance	(18,418,548)	Transfer to 918629	
01-01-2003	GL Balance	0		
Jan-03	ERM Deferral	0		
Jan-03	Interest	0	0	
01-31-2003	Balance before interest	0		
Feb-03	ERM Deferral	0		
Feb-03	Interest	0	0	
02-28-2003	Balance before interest	0		
Mar-03	ERM Deferral			
Mar-03	Interest			
03-31-2003	Balance before interest	0		
Apr-03	ERM Deferral			
Apr-03	Interest			
04-30-2003	Balance before interest	0		
Jan-03 DFIT Expense ADFIT				
	Deferral	0	Operating	0
	Interest	0	Nonoperating	0
		0	Total	0
Feb-03 DFIT Expense ADFIT				
	Deferral	0	Operating	0
	Interest	0	Nonoperating	0
		0	Total	0
Mar-03 DFIT Expense ADFIT				
	Deferral	0	Operating	0
	Interest	0	Nonoperating	0
		0	Total	0
Apr-03 DFIT Expense ADFIT				
	Deferral	0	Operating	0
	Interest	0	Nonoperating	0
		0	Total	0

Net ERM Balance	0	GL Balance @ 01/31/03	Activity Feb-03	GL Balance @ 02/28/03
ADFIT Balance	0	0	0	0

Tax Rate	35%	DJ702 LTD	DJ702 LTD	DJ702 LTD		DJ702 CURMO		
	928328	928328	928328	928328	928328	928328		
	GL	ADFIT	ADFIT	ADFIT	BALANCE	FOR ALL		
	BALANCE	918235	18628	18629	COMPONENTS	ACCOUNTS		
12-31-2002	(42,904,783)	(36,458,290)	(6,446,493)	0	(42,904,783)			
01-01-2003	(42,904,783)	(36,458,290)	0	(6,446,493)	(42,904,783)			
01-31-2003	(42,219,761)	(35,742,260)	0	(6,477,501)	(42,219,761)	0		
02-28-2003	(41,643,986)	(35,135,477)	0	(6,508,509)	(41,643,986)	0		
03-31-2003						0		
04-30-2003						0		
05-31-2003						0		
06-30-2003						0		
07-31-2003						0		
08-31-2003						0		
09-30-2003						0		
10-31-2003						0		
11-30-2003						0		
12-31-2003						0		
			ADFIT			Interest		
		41010	941020	928328	918235	918628	918629	941900
12-31-2002	918235	(838,646)	171,596	667,050				
	918628	2,906,640	23,654	(2,930,294)				
Total		2,067,994	195,250	(2,263,244)				
01-31-2003	918235	(889,256)	173,226	716,030	494,931	0	88,593	(583,524)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(889,256)	204,234	685,022				
02-28-2003	918235	(777,870)	171,087	606,783	488,820	0	88,593	(577,413)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(777,870)	202,095	575,775				

		YTD	YTD	
		WA ERM	WA ERM	
		Company	Contra	Total
		Band	Account	GL
		<u>918601</u>	<u>918602</u>	<u>Impact</u>
12-31-2002	Balance	\$4,500,000	(\$4,500,000)	\$0
Jan-03	Reverse 2002	(\$4,500,000)	\$4,500,000	\$0
Jan-03	Activity	\$4,982,867	(\$4,982,867)	\$0
01-31-2003	Balance	\$4,982,867	(\$4,982,867)	\$0
Feb-03	Activity	\$1,595,446	(\$1,595,446)	\$0
02-28-2003	Balance	\$6,578,313	(\$6,578,313)	\$0
Mar-03	Activity			\$0
03-31-2003	Balance	\$6,578,313	(\$6,578,313)	\$0

AVISTA CORPORATION
 FEBRUARY 2003 WASHINGTON ELECTRIC SURCHARGE REVENUE & DEFERRAL AMORTIZATION

Schedule (a)	Sch 1 Block Percent (b)	kWh or \$ (c)	Surcharge Rate On/After 01-Jul-02 (d)	Revenue (e) (c)*(d)	Conversion Factor (f)	Deferral Amortization (g) (e)*(f)
1 (0-600 kWh)	48.827%	98,598,354	0.405¢	\$399,323	0.956277	\$381,863
1 (601-1300 kWh)	30.529%	61,648,456	0.607¢	374,206	0.956277	357,845
1 (over 1300 kWh)	20.644%	41,687,272	0.853¢	355,592	0.956277	340,044
Total Sch 1	100.000%	201,934,082		1,129,121		1,079,752
11		28,677,294	0.788¢	225,977	0.956277	216,097
12		3,529,282	0.788¢	27,811	0.956277	26,595
21		113,901,942	0.549¢	625,322	0.956277	597,981
22		1,932,294	0.549¢	10,608	0.956277	10,144
25		72,983,635	0.352¢	256,902	0.956277	245,669
30		55,180	0.485¢	268	0.956277	256
31		2,459,646	0.485¢	11,929	0.956277	11,407
32		152,200	0.485¢	738	0.956277	706
41-46		\$259,737	109.78%	23,139	0.956277	22,127
47		\$81,182	109.78%	7,232	0.956277	6,916
48		\$56,762	109.78%	5,057	0.956277	4,836
Schedule Totals		425,625,555		\$2,324,104		\$2,222,486 Amortization
kWh not subject to surcharge						-35%
Schedule 28		87,680				(\$777,870) DFIT Expense
Schedule 29		1,181,215				
Sch 41-49		2,307,887				
Schedule 61		158,728,000				
Total kWh		587,930,337				

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF FEBRUARY 03

DESCRIPTION	CLS	SCH	CURRENT MONTH		AMOUNT	CUSTOMERS	AVERAGE	CUST	YEAR TO DATE		AMOUNT
			QUANTITY	AMOUNT					QUANTITY	AMOUNT	
RESIDENTIAL	1	001	182,775	201,928,780	11,868,970.73	365,705	182,852	438,780,427	25,830,968.59		
FIRM-COMMERCIAL	21	001		5,302	325.88						
INTERDEPARTMENT REV	80	001	182,779	201,934,082	11,869,296.61	7	3	10,872	673.15		
RESIDENTIAL	1	011	17,711	28,293,563	2,478,381.63	35,448	17,724	59,842,673	5,226,843.89		
FIRM-COMMERCIAL	31	011	118	286,761	25,636.17	233	116	606,583	54,508.28		
FIRM-MISC INDUST	31	011	14	4,176	281.34	28	14	14,871	1,246.06		
LIGHTING-PUB ST-HIWY	51	011	29	92,794	7,862.95	58	29	207,113	17,522.48		
INTERDEPARTMENT REV	80	011	17,872	28,677,294	2,512,162.09	35,767	17,883	60,671,240	5,300,120.71		
RESIDENTIAL	1	012	6,246	3,529,282	316,604.29	12,482	6,241	7,460,579	664,113.06		
FIRM-COMMERCIAL	21	012	6,246	3,529,282	316,604.29	12,482	6,241	7,460,579	664,113.06		
RESIDENTIAL	1	021	3,029	104,244,156	6,895,912.66	6,057	3,028	219,555,697	14,408,588.61		
FIRM-COMMERCIAL	21	021	120	8,675,006	570,316.11	241	120	17,805,453	1,165,932.35		
FIRM-MISC INDUST	31	021	9	982,780	60,979.27	18	9	2,108,380	129,761.06		
INTERDEPARTMENT REV	80	021	3,158	113,901,942	7,527,208.04	6,316	3,158	239,469,530	15,704,282.02		
RESIDENTIAL	1	022	54	1,932,294	118,430.59	108	54	4,088,752	248,379.29		
FIRM-COMMERCIAL	21	022	54	1,932,294	118,430.59	108	54	4,088,752	248,379.29		
FIRM-MISC INDUST	31	025	8	20,282,351	874,151.59	16	8	39,651,598	1,708,041.04		
FIRM-COMMERCIAL	31	025	12	52,701,284	2,241,979.54	25	12	101,508,541	4,343,052.82		
FIRM-MISC INDUST	31	028	20	72,983,635	3,116,131.13	41	20	141,160,139	6,051,093.86		
FIRM-COMMERCIAL	21	028	1	87,680	3,560.87	2	1	189,680	7,625.12		
FIRM-MISC INDUST	31	028	1	87,680	14,366.40	2	1	189,680	28,240.80		
FIRM-PUMPING-IRRIG	39	029	1	1,181,215	17,927.27	2	1	189,680	35,865.92		
FIRM-PUMPING-IRRIG	39	029	1	1,181,215	17,927.27	2	1	189,680	35,865.92		
RESIDENTIAL	1	030	42	55,180	2,991.68	84	42	132,720	7,093.52		
FIRM-PUMPING-IRRIG	39	030	42	55,180	2,991.68	84	42	132,720	7,093.52		
FIRM-COMMERCIAL	21	031	450	1,628,564	98,841.08	899	449	3,403,419	204,881.86		
FIRM-MISC INDUST	31	031	126	609,964	36,994.65	252	126	1,223,752	74,418.32		
FIRM-PUMPING-IRRIG	39	031	354	221,068	15,759.85	705	352	471,563	33,232.92		
INTERDEPARTMENT REV	80	031	2	50	15.36	4	2	140	33.39		
RESIDENTIAL	1	032	932	2,459,646	151,610.94	1,860	930	5,098,874	312,566.49		
FIRM-PUMPING-IRRIG	39	032	930	138,844	13,532.71	1,857	928	277,073	27,072.83		
FIRM-PUMPING-IRRIG	39	032	112	13,356	1,407.34	224	112	30,168	2,989.09		
LIGHTING-PUB ST-HIWY	51	041	1,042	152,200	14,940.05	2,081	1,040	307,241	30,061.92		
LIGHTING-PUB ST-HIWY	51	041	12	16,056	2,727.06	24	12	32,112	5,454.12		
LIGHTING-PUB ST-HIWY	51	041	12	16,056	2,727.06	24	12	32,112	5,454.12		

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF FEBRUARY 03

DESCRIPTION	CLS	SCH	CUSTOMERS		CURRENT MONTH		YEAR TO DATE		AMOUNT
			CUSTOMERS	QUANTITY	AMOUNT	AVG CUST	QUANTITY	AMOUNT	
LIGHTING-PUB ST-HIWIY	51	042	195	1,024,544	232,102.10	195	2,045,513	463,834.29	
LIGHTING-PUB ST-HIWIY	51	044	12	21,600	1,889.85	12	43,200	3,779.70	
LIGHTING-PUB ST-HIWIY	51	045	19	221,150	10,144.62	18	439,316	20,121.86	
LIGHTING-PUB ST-HIWIY	51	046	27	181,957	12,872.94	27	363,914	25,745.88	
FIRM-COMMERCIAL	21	047	499,118	78,661.84	995,478	157,013.95	157,013.95	157,013.95	
FIRM-MISC INDUST	31	047	15,985	2,228.81	32,152	4,478.92	4,478.92	4,478.92	
FIRM-PUMPING-IRRIG	39	047	167	18.58	394	37.16	37.16	37.16	
INTERDEPARTMENT REV	80	047	1,256	516,526	272.28	2,512	1,030,476	544.56	
RESIDENTIAL	1	048	56,761.94	326,054	56,761.94	655,874	113,750.80	162,074.59	
RESIDENTIAL	1	056	27.15CR	326,054	27.15CR	655,874	113,750.80	10.88CR	
FIRM-COMMERCIAL	21	056	8.04CR	326,054	8.04CR	655,874	113,750.80	8.04CR	
RESIDENTIAL	1	058	35.19CR	326,054	35.19CR	655,874	113,750.80	18.92CR	
FIRM-COMMERCIAL	21	058	414,081.82	414,081.82	414,081.82	894,152.25	894,152.25	894,152.25	
FIRM-MISC INDUST	31	058	439,072.06	439,072.06	439,072.06	909,950.59	909,950.59	909,950.59	
FIRM-PUMPING-IRRIG	39	058	27,671.05	27,671.05	27,671.05	56,125.51	56,125.51	56,125.51	
LIGHTING-PUB ST-HIWIY	51	058	115.18	115.18	115.18	24,383.82	24,383.82	24,383.82	
EE - RESIDENTIAL	61	058	12,168.24	12,168.24	12,168.24	24,383.82	24,383.82	24,383.82	
INTERDEPARTMENT REV	80	058	1.65	1.65	1.65	3.79	3.79	3.79	
MISC-SERVICE REV SNP	83	058	.00	.00	.00	.00	.00	.00	
MISC-RENT ELECT PROP	85	058	1,141.20	1,141.20	1,141.20	2,284.72	2,284.72	2,284.72	
MISC-OTHER ELECT REV	86	058	16.72	16.72	16.72	33.44	33.44	33.44	
RESIDENTIAL	1	058A	894,267.92	894,267.92	894,267.92	1,887,173.27	1,887,173.27	1,887,173.27	
FIRM-COMMERCIAL	21	058A	5,159.85CR	5,159.85CR	5,159.85CR	10,512.99CR	10,512.99CR	10,512.99CR	
FIRM-MISC INDUST	31	058A	3,717.23CR	3,717.23CR	3,717.23CR	7,083.55CR	7,083.55CR	7,083.55CR	
FIRM-PUMPING-IRRIG	39	058A	11.55CR	11.55CR	11.55CR	12.06CR	12.06CR	12.06CR	
FIRM-ENERGY CHARGE	74	061	38.20CR	38.20CR	38.20CR	71.12CR	71.12CR	71.12CR	
SURPLUS-ENERGY CHARG	75	061	8,926.83CR	8,926.83CR	8,926.83CR	17,679.72CR	17,679.72CR	17,679.72CR	
EE - RESIDENTIAL	61	090	4.00	4.00	4.00	8.00	8.00	8.00	
RESIDENTIAL	1	095	277,695.36	277,695.36	277,695.36	5,370,000	5,370,000	5,370,000	
FIRM-COMMERCIAL	21	095	156,825,000	156,825,000	156,825,000	266,000,000	266,000,000	266,000,000	
FIRM-COMMERCIAL	21	095	158,728,000	158,728,000	158,728,000	271,370,000	271,370,000	271,370,000	
RESIDENTIAL	1	095	5,701.15	5,701.15	5,701.15	11,026.66	11,026.66	11,026.66	
FIRM-COMMERCIAL	21	095	494.00	494.00	494.00	919.00	919.00	919.00	
FIRM-COMMERCIAL	21	095	6,195.15	6,195.15	6,195.15	11,945.66	11,945.66	11,945.66	

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF FEBRUARY 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
THEFT OF SERVICE	18	099			2,539.64				3,514.13
MISC-SERVICE REV SNP	83	099			28,428.49				57,047.00
MISC-RENT ELECT PROP	85	099			22,814.75				47,212.52
MISC-OTHER ELECT REV	86	099			262.09				524.18
					54,044.97				108,297.83
SVC TOTALS			212,455	587,930,337	33,245,709.63	425,051	212,525	1,176,875,257	67,086,422.23

Avista Utilities
WASHINGTON POWER COST DEFERRALS

Line No.	Description	Actual												
		Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Actual Dec-03	
WASHINGTON ACTUALS-2003														
1	555 Purchased Power	\$29,541,646	\$16,118,812	\$13,422,834	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-
2	501 Thermal Fuel	\$3,012,750	\$1,619,705	\$1,393,045	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-
3	547 CT Fuel	\$322,367	\$223,336	\$99,031	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-
4	447 Sale for Resale	\$10,573,537	\$4,054,918	\$6,518,620	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-
5	Actual Net Expense	\$22,303,226	\$13,906,935	\$8,396,291	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
6	Pollatch 25 aMW directly assigned to ID	(\$1,145,190)	(\$601,710)	(\$543,480)										
7	Adjusted Actual Net Expense	\$21,158,036	\$13,305,225	\$7,852,811	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-
AUTHORIZED NET EXPENSE-SYSTEM														
8	555 Purchased Power	\$68,370,477	\$7,820,601	\$6,873,178	\$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
9	501 Thermal Fuel	\$15,777,429	\$1,497,543	\$1,328,377	\$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
10	547 CT Fuel	\$30,931,880	\$3,209,570	\$2,713,553	\$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
11	447 Sale for Resale	\$49,213,167	\$3,395,816	\$3,610,669	\$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
12	Authorized Net Expense	\$65,866,619	\$9,131,898	\$7,304,439	\$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
13	Actual - Authorized Net Expense	\$4,721,699	\$4,173,327	\$548,372										
14	Net Fuel Expense not incl in Acct 547 (1)	\$5,179,875	\$2,855,401	\$2,324,474										
15	Adjusted Actual - Authorized Net Exp	\$9,901,574	\$7,028,728	\$2,872,846										
16	Washington Alloc. @ 66.29%	\$6,563,753	\$4,659,344	\$1,904,410										
17	WA Retail Revenue Adjustment	\$14,559	\$323,523	(\$308,964)										
18	Net Power Cost Increase (Decrease)	\$6,578,312	\$4,982,867	\$1,595,446	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
19	90% of Net Power Cost Change	\$0												
20	100% Net Power Cost Less \$9.0 million Company Band	\$-												
21	90% Net Power Cost Less \$9.0 million Company Band	\$-												

Avista Utilities
System Power Supply Expenses
WASHINGTON DEFERRED POWER COST CALCULATION

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
ACTUALS													
555 PURCHASED POWER													
1 Short-Term Purchases	7,498,257	5,301,496											12,799,753
2 Rocky Reach	102,914	57,149											160,063
3 Wanapum	255,600	255,600											511,200
4 Priest Rapids	159,450	159,450											318,900
5 Wells	99,953	99,953											199,906
6 WNP-3 (1)	2,875,293	2,598,121											5,473,414
7 Entitlement & Sup Cap	1,722	1,722											3,444
8 Deer Lake-IP&L	246	213											460
9 Small Power	127,591	156,055											283,646
Haleywest - Plummer Forest Prod.		114,258											
10 WPI Amort													
11 Spokane-Upriver	264,331	509,135											773,466
12 Douglas Capacity	119,000	121,500											240,500
13 Non-Mon. Accruals	167,556	232,570											400,126
14 PPLM Wind Power													
15 TransAlta	4,440,338	3,809,057											8,249,395
16 WPM Ancillary Services	6,560	6,555											13,115
17 Black Creek Index Purchase													
18 Total Account 555	16,118,812	13,422,834	0	0	0	0	0	0	0	0	0	0	29,427,388
(1) Effective November, 2002, WNP-3 purchase expense has been adjusted to reflect the mid-point price (\$33.37/MWh for the 2002-2003 contract year) per Settlement Agreement, Cause No. U-86-99													
447 SALES FOR RESALE													
19 Short-Term Sales	3,674,440	6,153,976											9,828,416
20 Enron/PGE Capacity Sale	150,000	150,000											300,000
21 Nichols Pumping Index Sale	142,563	175,630											318,193
22 Kaiser Load Following	58,284	11,924											70,208
23 NW Alum DES	171	146											317
24 Pend Oreille DES/Box Canyon	27,224	25,384											52,608
25 PacifiCorp 94 Sale	0												
26 Enron/PGE Cap Fee, employee svcs	(4,323)	(4,996)											(9,319)
27 Merchant Ancillary Services	6,560	6,555											13,115
28 Total Account 447	4,054,918	6,518,620											10,573,537

Avista Utilities
 System Power Supply Expenses
 WASHINGTON DEFERRED POWER COST CALCULATION

ACTUALS

Line No.		Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
501 FUEL-DOLLARS														
29	Kettle Falls wood	682,778	572,564											1,255,342
30	Colstrip coal	930,723	819,619											1,750,342
31	Total Coal & Wood	1,613,501	1,392,183	0										3,005,684
32	Kettle Falls GS gas	4,835	862											5,697
33	Colstrip oil	1,369	0											1,369
34	Total Oil & Gas	6,204	862	0										7,066
35	Total Account 501	1,619,705	1,393,045	0										3,012,750
501 FUEL-IONS														
36	Kettle Falls	57,361	50,587											107,948
37	Colstrip	82,890	83,940											166,830
501 FUEL-COST PER ION														
38	Kettle Falls wood \$	11.90	\$ 11.32											\$ 11.63
39	Colstrip coal \$	11.23	\$ 9.76											\$ 10.49
547 FUEL														
40	NE Combustion Turbine Gas/Oil	28	2,557											2,585
41	Boulder Park	21,834	7,244											29,078
42	Kettle Falls CT	14,892	29,066											43,958
43	Rathdrum Gas Storage Fee	40,000	40,000											80,000
44	Rathdrum Fuel Exp	146,582	20,164											166,746
45	Total Account 547	223,336	99,031											322,367
46	TOTAL NET EXPENSE INCLUDING	13,906,935	8,396,291	0										22,188,968

AVISTA UTILITIES
 Washington Electric Jurisdiction
 Energy Recovery Mechanism Revenue Credit
 Month of February 2003

Description	January	February	March	April	May	June	July	August	September	October	November	December	YTD
Total WA kWhs per Rev Run	588,944,920	587,930,337											1,176,875,257
Deduct Sales for Resale kWhs	(112,642,000)	(158,728,000)											(271,370,000)
Deduct Exchange (Sch 29) kWhs	(2,343,583)	(1,181,215)											(3,524,798)
Deduct Prior Month Unbilled kWhs Heating	(324,817,836)	(290,121,550)											(614,939,386)
Deduct Prior Month Unbilled kWhs Cooling	-	-											-
Add Current Month Unbilled kWhs Heating	290,121,550	296,728,549											586,850,099
Add Current Month Unbilled kWhs Cooling	-	-											-
Washington Retail kWhs	439,263,051	434,628,121											873,891,172
Test Year Consumption	449,477,904	425,137,067											874,614,971
from Attachment 1 Settlement Stipulation													
Difference from Test Year	(10,214,853)	9,491,054											(723,799)
WA Retail Revenue Credit	0.03208												
Net Wind Revenue Credit	(\$327,692)	\$304,473											(\$23,219)
Total Revenue Credit	\$4,169	\$4,491											\$8,660
	(\$323,523)	\$308,964											(\$14,559)

Schedule 95 Wind Revenue	\$5,750.51	\$6,195.15											\$11,945.66
Deduct Admin Expense	\$1,581.39	\$1,703.67											\$3,285.06
\$.005 per kwh, 55 kwh per Revenue \$													
Net Wind Revenue Credit	\$4,169.12	\$4,491.48											\$8,660.60

Avista Corp.
1411 East Mission PO Box 3727
Spokane, Washington 99220-3727
Telephone 509-489-0500
Toll Free 800-727-9170



April 10, 2003

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 March 2003

Dear Ms. Washburn:

Enclosed are an original and five copies of Avista Corporation's Power Cost Deferral Report for the month of March 2003. The report includes the monthly energy recovery mechanism (ERM) accounting journal together with backup workpapers. Actual net power costs exceeded authorized costs by \$2,170,218. However, no deferral entry was recorded as the entire amount applied toward the \$9 million deadband for 2003. At the end of March 2003 there was \$8,748,531 accumulated in the deadband.

Actual power supply expenses were higher than authorized as a result of higher purchased power expense due in part to reduced thermal generation. Higher purchased power expense was partially offset by higher than authorized sales for resale. Hydro generation was 8 aMW above authorized levels. Lower thermal generation resulted from Coyote Springs 2 not yet being online, and economic dispatch of other gas-fired thermal units. Colstrip generated 27 aMW below the authorized level due to unit 4 being taken down for maintenance on March 21, and Kettle Falls generated 23 aMW above the authorized level. Thermal fuel expense was slightly higher than the authorized level and natural gas fuel expense was above the authorized level. Retail sales were 28 aMW below authorized levels.

There were no new forward long-term power contracts of one year or longer entered into in the month of March 2003. 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 Rates and Regulation
Avista Corporation

Enclosure

RM

c: Robert Cromwell
S. Bradley Van Cleve

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

MONTH OF MARCH 2003

Journal ID: **DJ702** Journal Description: WA - ERM Effective Date: 03-31-2003

Corp: WWP Journal Sponsor: RESOURCE \$#: \$ Tran Type: C Error Code: Q Code: G

Control Amount Total: 6,352,678.00 Saved By: Linda Donley Saved Date: 04-03-2003 3:13:59 PM

Edit Date: 04-03-2003 3:13:53 PM

Seq	WO	UMain	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
5	0000	9186	01	028	EE		2,170,218.00	0.00	0.00	WA ERM YTD COMPANY BAND
<i>Record YTD accumulation of Company Band for WA ERM. Allows tracking of balance on the GL.</i>										
10	0000	9186	02	028	EE		0.00	2,170,218.00	0.00	WA ERM YTD CONTRA ACCOUNT
<i>Contra account for YTD WA ERM Company Band. Offsets 918601 to prevent Balance Sheet inflation.</i>										
15	2577	0557	28	G55	EE	X	028	0.00	0.00	POWER TRANSACTIONS/" WA DEF PWR CO
20	0000	9186	28	028	EE		0.00	0.00	0.00	WA ERM - CURRENT YEAR
23	2577	0557	29	X55	EE	X	028	2,274,551.00	0.00	POWER TRANSACTIONS /"WA DEF PWR AM
27	0000	9182	35	028	EE		0.00	2,274,551.00	0.00	WASHINGTON ERM DEFERRAL BALANCE
43	0000	9182	35	028	EE		467,315.00	0.00	0.00	WASHINGTON ERM DEFERRAL BALANCE
<i>Interest income on deferral balance in 18235 authorized for recovery</i>										
45	0000	9186	28	028	EE		0.00	0.00	0.00	WA ERM - CURRENT YEAR
<i>Interest income/(expense) on deferral balance in 18628</i>										
47	0000	9186	29	028	EE		88,593.00	0.00	0.00	WA ERM - LAST YEAR
<i>Interest income/(expense) on deferral balance in 18629</i>										
50	Q000	9419	00	Q98	EE	X	098	0.00	555,908.00	NON-UTILITY REVENUE/"INT/DIV INCOME
70	0000	9171	00	FIN	EE		555,908.00	0.00	0.00	INTEREST & DIVIDENDS REC
<i>Accrue interest income on deferral balance</i>										
80	0000	9171	00	FIN	EE		0.00	555,908.00	0.00	INTEREST & DIVIDENDS REC
<i>Transfer interest income accrual to deferred power costs (in lieu of receipt)</i>										
82	0135	0410	10	X54	EE	X	028	0.00	796,093.00	INCOME TAX /" PRV DFIT DR
<i>DFIT entry includes, power supply deferral, generation options, surcharge amortization</i>										
85	0135	9410	20	X54	EE	X	028	194,568.00	0.00	INCOME TAX /PROV DEFERED IT
<i>DFIT entry for interest income</i>										
89	0000	9283	28	028	EE		601,525.00	0.00	0.00	ADFIT-WA ERM CURRENT AND PRIOR YRS

Avista Corporation - General Ledger Journal Entry

Print Date: 04-06-03 03:14 PM

Journal ID: **DJ702** Journal Description: WA - ERM Effective Date: 03-31-2003
 Corp: WWP Journal Sponsor: RESOURCE \$#: \$ Tran Type: C Error Code: Q Code: G
 Control Amount Total: 6,352,678.00 Saved By: Linda Donley Saved Date: 04-03-2003 3:13:59 PM
 Edit Date: 04-03-2003 3:13:53 PM

Seq	WO	U>Main	Sub	FC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description	
Totals:									6,352,678.00	6,352,678.00	Trans: 12 Rows: 15

Prepared By: Linda Donley Date: 4/3/03
 Reviewed By: [Signature] Date: 4/3/03

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

Approved For Entry - Corporate Accounting Use Only _____ Date _____

> GD WWP,0000918628,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918628 CENTER: 028
 WA ERM - CURRENT YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	.00	730,862.00	41,555,462.00
02	.00	214,588.82-	48,503,456.00
03	.00	927,912.16-	56,040,731.00
04	.00	640,898.16-	86,458,493.10
05	.00	782,317.25	89,491,142.98
06	.00	4,173,702.11	109,445,519.84
07	.00	.00	152,783,324.57
08	.00	3,462,701.00	178,798,591.27
09	.00	4,591,436.00	199,658,987.12
10	.00	7,990,106.00	151,869,220.71
11	.00	10,046,279.00	156,589,761.03
12	.00	18,418,548.00	8,231,969.75
TOTAL	.00	.00	.00

04/04/03 12:58:32 1 M3LL CIX1 _____

ERM Deferral Balance (Current year - 2003)

Account 9186.28 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 2/28/03	\$0.00	
No deferral in March	0.00	DJ702
Balance 3/31/03	<u>\$0.00</u>	

> GD WWP,0000918629,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918629 CENTER: 028
 WA ERM - LAST YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	18,507,141.00	5,590,562.00-	.00
02	18,595,734.00	.00	.00
03	18,684,327.00	.00	.00
04	.00	.00	.00
05	.00	.00	.00
06	.00	.00	.00
07	.00	.00	.00
08	.00	.00	.00
09	.00	.00	.00
10	.00	.00	1,306,498.00-
11	.00	.00	5,365,871.00-
12	.00	.00	.00
TOTAL	.00	.00	.00

04/04/03 12:59:39 1 M3LL CIX1 _____

ERM Deferral Balance (Prior year - 2002)

Account 9186.29 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 2/28/03	\$18,595,734.00	
Interest	<u>88,593.00</u>	DJ702
Balance 3/31/03	\$18,684,327.00	

> GD WWP,0000918235,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918235 CENTER: 028
 WASHINGTON ERM DEFERRAL BALANCE

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	102,120,741.28	132,006,255.17	.00
02	100,387,075.28	122,433,021.17	.00
03	98,579,839.28	118,334,898.17	.00
04	.00	115,248,382.17	.00
05	.00	112,494,809.17	.00
06	.00	109,873,441.17	.00
07	.00	111,925,345.28	.00
08	.00	110,453,043.28	.00
09	.00	109,001,480.28	.00
10	.00	107,664,179.28	.00
11	.00	106,072,397.28	.00
12	.00	104,166,540.28	132,006,255.17
TOTAL	.00	.00	.00

04/04/03 12:58:42 1 M3LL CIX1 _____

Recoverable Deferral Balance

Account 9182.35 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 2/28/03	\$100,387,075.28	
Amortization	-2,274,551.00	DJ702
Interest	467,315.00	DJ702
Balance 3/31/03	<u>\$98,579,839.28</u>	

> GD WWP,0000918601,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918601 CENTER: 028
 WA ERM YTD COMPANY BAND

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00	.00	.00
02	6,578,313.00	.00	.00
03	8,748,531.00	.00	.00
04	.00	.00	.00
05	.00	.00	.00
06	.00	.00	.00
07	.00	4,319,249.00	.00
08	.00	4,500,000.00	.00
09	.00	4,500,000.00	.00
10	.00	4,500,000.00	.00
11	.00	4,500,000.00	.00
12	.00	4,500,000.00	.00
TOTAL	.00	.00	.00

04/04/03 12:59:13 1 M3LL CIX1 _____

ERM Deadband

Account 9186.01 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 2/28/03	\$6,578,313.00	
2003 deadband accumulation	<u>2,170,218.00</u>	DJ702
Balance 3/31/03	\$8,748,531.00	

> GD WWP,0000918602,028

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918602 CENTER: 028
 WA ERM YTD CONTRA ACCOUNT

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00-	.00	.00
02	6,578,313.00-	.00	.00
03	8,748,531.00-	.00	.00
04	.00	.00	.00
05	.00	.00	.00
06	.00	.00	.00
07	.00	4,319,249.00-	.00
08	.00	4,500,000.00-	.00
09	.00	4,500,000.00-	.00
10	.00	4,500,000.00-	.00
11	.00	4,500,000.00-	.00
12	.00	4,500,000.00-	.00
TOTAL	.00	.00	.00

04/04/03 12:59:26 1 M3LL CIX1 _____

ERM Deadband Contra Account

Account 9186.02 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 2/28/03	-\$6,578,313.00	
2003 deadband contra entry	<u>-2,170,218.00</u>	DJ702
Balance 3/31/03	-\$8,748,531.00	

> GD WWP,0000928328,028

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000928328 CENTER: 028
 ADFIT-WA ERM CURRENT AND PRIOR YRS

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	42,219,761.00-	44,235,381.00-	14,544,411.00-
02	41,643,986.00-	42,520,405.00-	16,976,210.00-
03	41,042,461.00-	40,604,160.00-	19,614,256.00-
04	.00	39,702,680.00-	30,259,997.00-
05	.00	39,098,236.00-	31,321,900.00-
06	.00	39,830,678.00-	38,305,932.00-
07	.00	39,003,353.00-	53,474,163.00-
08	.00	39,870,511.00-	62,579,507.00-
09	.00	39,757,522.00-	69,880,645.00-
10	.00	40,479,002.00-	52,696,940.00-
11	.00	40,641,539.00-	52,928,362.00-
12	.00	42,904,783.00-	45,886,954.86-
TOTAL	.00	.00	.00

04/04/03 12:59:00 1 M3LL CIX1 _____

Account 9186.28 028 balance	\$0.00
Account 9186.29 028 balance	18,684,327.00
Account 9182.35 028 balance	98,579,839.28
Total	<u>\$117,264,166.28</u>
Federal income tax rate	-35%
Deferred FIT related to deferrals	<u>-\$41,042,458</u>
Rounding	-3
Balance in Account	<u>-\$41,042,461</u>

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.						
Actual cost of debt at 12/31/02 is 8.88%.						
The monthly rate is:		0.0074	Before Tax			
		0.00481	After Tax			
		0.35	Tax rate			
2003 Interest						
12-31-2002	GL Balance	18,418,548				
12-31-2002	GL Balance	(18,418,548)	Transfer to 918629			
01-01-2003	GL Balance	0				
			<u>Jan-03</u>	<u>DFIT Expense</u>		<u>ADFIT</u>
Jan-03	ERM Deferral	0	Deferral	0 Operating		0
Jan-03	Interest	0	Interest	0 Nonoperating		0
01-31-2003	Balance before interest	0		0 Total		0
			<u>Feb-03</u>	<u>DFIT Expense</u>		<u>ADFIT</u>
Feb-03	ERM Deferral	0	Deferral	0 Operating		0
Feb-03	Interest	0	Interest	0 Nonoperating		0
02-28-2003	Balance before interest	0		0 Total		0
			<u>Mar-03</u>	<u>DFIT Expense</u>		<u>ADFIT</u>
Mar-03	ERM Deferral	0	Deferral	0 Operating		0
Mar-03	Interest	0	Interest	0 Nonoperating		0
03-31-2003	Balance before interest	0		0 Total		0
			<u>Apr-03</u>	<u>DFIT Expense</u>		<u>ADFIT</u>
Apr-03	ERM Deferral		Deferral	0 Operating		0
Apr-03	Interest		Interest	0 Nonoperating		0
04-30-2003	Balance before interest	0		0 Total		0

Net ERM Balance	0	GL Balance @ 02/28/03	Activity Mar-03	GL Balance @ 03/31/03
		0	0	0
ADFIT Balance	0			

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.

Actual cost of debt at 12/31/02 is 8.88%.

The monthly rate is:	0.0074	Before Tax
	0.00481	After Tax
	0.35	Tax rate

2003 Interest						
12-31-2002	GL Balance	0				
12-31-2002	Transfer from 918628	18,418,548				
01-01-2003	GL Balance	18,418,548				
Jan-03	ERM Transfer to 18235	0		Jan-03	DFIT Expense	ADFIT
Jan-03	Interest		88,593	Deferral	0	Operating 0
01-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating (31,008)
					31,008	Total (31,008)
Feb-03	ERM Transfer to 18235	0		Feb-03	DFIT Expense	ADFIT
Feb-03	Interest		88,593	Deferral	0	Operating 0
02-28-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating (31,008)
					31,008	Total (31,008)
Mar-03	ERM Transfer to 18235	0		Mar-03	DFIT Expense	ADFIT
Mar-03	Interest		88,593	Deferral	0	Operating 0
03-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating (31,008)
					31,008	Total (31,008)
Apr-03	ERM Transfer to 18235			Apr-03	DFIT Expense	ADFIT
Apr-03	Interest			Deferral	0	Operating 0
04-30-2003	Balance before interest	18,418,548		Interest	0	Nonoperating 0
					0	Total 0

Net ERM Balance	18,684,327	GL Balance @ 02/28/03	Activity Mar-03	GL Balance @ 03/31/03
ADFIT Balance	(6,539,514)	18,595,734	88,593	18,684,327

Tax Rate	35%	DJ702 LTD	DJ702 LTD	DJ702 LTD		DJ702 CURMO		
	928328	928328	928328	928328	928328	928328		
	GL	ADFIT	ADFIT	ADFIT	BALANCE	FOR ALL		
	BALANCE	918235	18628	18629	COMPONENTS	ACCOUNTS		
12-31-2002	(42,904,783)	(36,458,290)	(6,446,493)	0	(42,904,783)			
01-01-2003	(42,904,783)	(36,458,290)	0	(6,446,493)	(42,904,783)			
01-31-2003	(42,219,761)	(35,742,260)	0	(6,477,501)	(42,219,761)	0		
02-28-2003	(41,643,986)	(35,135,477)	0	(6,508,509)	(41,643,986)	0		
03-31-2003	(41,042,461)	(34,502,944)	0	(6,539,517)	(41,042,461)	0		
04-30-2003						0		
05-31-2003						0		
06-30-2003						0		
07-31-2003						0		
08-31-2003						0		
09-30-2003						0		
10-31-2003						0		
11-30-2003						0		
12-31-2003						0		
			<u>ADFIT</u>			<u>Interest</u>		
		41010	941020	928328	918235	918628	918629	941900
12-31-2002	918235	(838,646)	171,596	667,050				
	918628	2,906,640	23,654	(2,930,294)				
Total		2,067,994	195,250	(2,263,244)				
01-31-2003	918235	(889,256)	173,226	716,030	494,931	0	88,593	(583,524)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(889,256)	204,234	685,022				
02-28-2003	918235	(777,870)	171,087	606,783	488,820	0	88,593	(577,413)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(777,870)	202,095	575,775				
03-31-2003	918235	(796,093)	163,560	632,533	467,315	0	88,593	(555,908)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(796,093)	194,568	601,525				

		YTD	YTD	
		WA ERM	WA ERM	
		Company	Contra	Total
		Band	Account	GL
		918601	918602	Impact
12-31-2002	Balance	\$4,500,000	(\$4,500,000)	\$0
Jan-03	Reverse 2002	(\$4,500,000)	\$4,500,000	\$0
Jan-03	Activity	\$4,982,867	(\$4,982,867)	\$0
01-31-2003	Balance	\$4,982,867	(\$4,982,867)	\$0
Feb-03	Activity	\$1,595,446	(\$1,595,446)	\$0
02-28-2003	Balance	\$6,578,313	(\$6,578,313)	\$0
Mar-03	Activity	\$2,170,218	(\$2,170,218)	\$0
03-31-2003	Balance	\$8,748,531	(\$8,748,531)	\$0
Apr-03	Activity	\$0	\$0	\$0
04-30-2003	Balance	\$8,748,531	(\$8,748,531)	\$0
Requirement		\$9,000,000		
Remainder on DJ290		\$251,469		

AVISTA CORPORATION
 MARCH 2003 WASHINGTON ELECTRIC SURCHARGE REVENUE & DEFERRAL AMORTIZATION

Schedule (a)	Sch 1 Block Percent (b)	kWh or \$ (c)	Surcharge Rate On/After 01-Jul-02 (d)	Revenue (e) (c)*(d)	Conversion Factor (f)	Deferral Amortization (g) (e)*(f)
1 (0-600 kWh)	48.489%	99,148,847	0.405¢	\$401,553	0.956277	\$383,996
1 (601-1300 kWh)	30.992%	63,371,508	0.607¢	384,665	0.956277	367,846
1 (over 1300 kWh)	20.519%	41,956,634	0.853¢	357,890	0.956277	342,242
Total Sch 1	100.000%	204,476,989		1,144,108		1,094,084
11		31,729,449	0.788¢	250,028	0.956277	239,096
12		3,467,909	0.788¢	27,327	0.956277	26,132
21		120,043,306	0.549¢	659,038	0.956277	630,223
22		1,963,431	0.549¢	10,779	0.956277	10,308
25		67,659,004	0.352¢	238,160	0.956277	227,747
30		33,340	0.485¢	162	0.956277	155
31		2,629,643	0.485¢	12,754	0.956277	12,196
32		165,347	0.485¢	802	0.956277	767
41-46		\$260,030	109.78%	23,165	0.956277	22,152
47		\$80,267	109.78%	7,151	0.956277	6,838
48		\$56,964	109.78%	5,075	0.956277	4,853
Schedule Totals		432,168,418		\$2,378,549		\$2,274,551 Amortization
kWh not subject to surcharge						-35%
Schedule 28		201,440				(\$796,093) DFIT Expense
Schedule 29		1,662,435				
Sch 41-49		2,298,670				
Schedule 61		136,551,000				
Total kWh		572,881,963				

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF MARCH 03

DESCRIPTION	CLS	SCH	CURRENT MONTH		YEAR TO DATE		AMOUNT		
			CUSTOMERS	QUANTITY	CUSTOMERS	QUANTITY			
RESIDENTIAL	1	001	182,919	204,469,218	12,159,847.56	548,624	182,874	643,249,645	37,990,816.15
FIRM-COMMERCIAL	21	001			.00				.00
INTERDEPARTMENT REV	80	001	5	7,771	488.75	12	4	18,643	1,156.90
			182,924	204,476,989	12,160,331.31	548,636	182,878	643,268,288	37,991,973.05
RESIDENTIAL	1	011			.00				.00
FIRM-COMMERCIAL	21	011	17,782	31,336,672	2,725,916.03	53,230	17,743	91,179,345	7,952,759.92
FIRM-MISC INDUST	31	011	117	294,291	26,063.06	350	116	900,874	80,571.34
LIGHTING-PUB ST-HIWAY	51	011	14	7,309	684.83	42	14	22,180	1,930.89
INTERDEPARTMENT REV	80	011	29	91,177	7,690.15	87	29	298,290	25,212.63
			17,942	31,729,449	2,760,354.07	53,709	17,903	92,400,689	8,060,474.78
RESIDENTIAL	1	012	6,274	3,467,909	314,371.00	18,756	6,252	10,928,488	978,484.06
FIRM-COMMERCIAL	21	012			.00				.00
			6,274	3,467,909	314,371.00	18,756	6,252	10,928,488	978,484.06
RESIDENTIAL	1	021			.00				.00
FIRM-COMMERCIAL	21	021	3,042	110,125,987	7,232,488.61	9,099	3,033	329,681,684	21,641,077.22
FIRM-MISC INDUST	31	021	118	8,975,459	585,516.34	359	119	26,780,912	1,751,448.69
INTERDEPARTMENT REV	80	021	9	941,860	58,539.90	27	9	3,050,240	188,300.96
			3,169	120,043,306	7,876,544.85	9,485	3,161	359,512,836	23,580,826.87
RESIDENTIAL	1	022	56	1,963,431	122,226.59	164	54	6,052,183	370,605.88
FIRM-COMMERCIAL	21	025	56	1,963,431	122,226.59	164	54	6,052,183	370,605.88
FIRM-MISC INDUST	31	025	8	18,963,500	820,375.80	24	8	58,615,098	2,528,416.84
INTERDEPARTMENT REV	80	025	12	48,695,504	2,089,553.70	37	12	150,204,045	6,432,606.52
			20	67,659,004	2,909,929.50	61	20	208,819,143	8,961,023.36
FIRM-COMMERCIAL	21	028	1	108,080	4,257.22	3	1	297,760	11,882.34
FIRM-MISC INDUST	31	028	1	93,360	19,819.56	1	1	93,360	48,060.36
FIRM-PUMPING-IRRIG	39	029	2	201,440	24,076.78	4	1	391,120	59,942.70
			1	1,662,435	.00	3	1	5,187,233	.00
			1	1,662,435	.00	3	1	5,187,233	.00
RESIDENTIAL	1	030			.00				.00
FIRM-PUMPING-IRRIG	39	030	42	33,340	1,907.33	126	42	166,060	9,000.85
			42	33,340	1,907.33	126	42	166,060	9,000.85
FIRM-COMMERCIAL	21	031	451	1,725,854	103,315.58	1,350	450	5,129,273	308,197.44
FIRM-MISC INDUST	31	031	126	680,405	40,781.42	378	126	1,904,157	115,199.74
FIRM-PUMPING-IRRIG	39	031	357	223,334	16,088.91	1,062	354	694,897	49,321.83
INTERDEPARTMENT REV	80	031	2	50	15.36	6	2	190	48.75
			936	2,629,643	160,201.27	2,796	932	7,728,517	472,767.76
RESIDENTIAL	1	032	928	148,673	14,248.78	2,785	928	425,746	41,321.61
FIRM-PUMPING-IRRIG	39	032	111	16,674	1,572.01	335	111	46,842	4,561.10
			1,039	165,347	15,820.79	3,120	1,040	472,588	45,882.71
LIGHTING-PUB ST-HIWAY	51	041	12	16,056	2,727.06	36	12	48,168	8,181.18
			12	16,056	2,727.06	36	12	48,168	8,181.18

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF MARCH 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
LIGHTING-PUB ST-HIWI	51	042	193	1,025,729	232,478.09	584	194	3,071,242	696,312.38
			193	1,025,729	232,478.09	584	194	3,071,242	696,312.38
LIGHTING-PUB ST-HIWI	51	044	12	21,600	1,889.85	36	12	64,800	5,669.55
			12	21,600	1,889.85	36	12	64,800	5,669.55
LIGHTING-PUB ST-HIWI	51	045	17	220,010	10,079.70	54	18	659,326	30,201.56
			17	220,010	10,079.70	54	18	659,326	30,201.56
LIGHTING-PUB ST-HIWI	51	046	26	181,691	12,854.92	80	26	545,605	38,600.80
			26	181,691	12,854.92	80	26	545,605	38,600.80
FIRM-COMMERCIAL	21	047	489,672	77,746.83	77,746.83			1,485,150	234,760.78
FIRM-MISC INDUST	31	047	15,985	2,228.81	2,228.81			48,137	6,707.73
FIRM-PUMPING-IRRIG	39	047	167	18.58	18.58			501	55.74
INTERDEPARTMENT REV	80	047	1,256	272.28	272.28			3,768	816.84
			507,080	80,266.50	80,266.50			1,537,556	242,341.09
RESIDENTIAL	1	048	326,504	56,964.40	56,964.40			982,378	170,715.20
			326,504	56,964.40	56,964.40			982,378	170,715.20
RESIDENTIAL	1	056		.00	.00				10.88CR
FIRM-COMMERCIAL	21	056		.00	.00				8.04CR
				.00	.00				18.92CR
RESIDENTIAL	1	058		430,812.74	430,812.74				1,324,964.99
FIRM-COMMERCIAL	21	058		468,293.41	468,293.41				1,378,244.00
FIRM-MISC INDUST	31	058		27,772.42	27,772.42				83,897.93
FIRM-PUMPING-IRRIG	39	058		129.73	129.73				368.88
LIGHTING-PUB ST-HIWI	51	058		12,239.02	12,239.02				36,622.84
EE - RESIDENTIAL	61	058		.00	.00				.00
INTERDEPARTMENT REV	80	058		4.26	4.26				8.05
MISC-SERVICE REV SNP	83	058		.00	.00				.00
MISC-RENT ELECT PROP	85	058		1,142.09	1,142.09				3,426.81
MISC-OTHER ELECT REV	86	058		16.72	16.72				50.16
				940,410.39	940,410.39				2,827,583.66
RESIDENTIAL	1	058A		3,174.22CR	3,174.22CR				13,687.21CR
FIRM-COMMERCIAL	21	058A		1,789.66CR	1,789.66CR				8,873.21CR
FIRM-MISC INDUST	31	058A		.51CR	.51CR				12.57CR
FIRM-PUMPING-IRRIG	39	058A		32.16CR	32.16CR				103.28CR
				4,996.55CR	4,996.55CR				22,676.27CR
FIRM-ENERGY CHARGE	74	061	6	3,471,000	361,263.74	18	6	8,841,000	946,269.02
SURPLUS-ENERGY CHARG	75	061	47	133,080,000	4,696,618.99	101	33	399,080,000	14,228,330.05
			53	136,551,000	5,057,882.73	119	39	407,921,000	15,174,599.07
EE - RESIDENTIAL	61	090		4.00	4.00				12.00
				4.00	4.00				12.00
RESIDENTIAL	1	095		5,947.79	5,947.79				16,974.45
FIRM-COMMERCIAL	21	095		563.00	563.00				1,482.00
				6,510.79	6,510.79				18,456.45

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF MARCH 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
THEFT OF SERVICE	18	099			1,276.56				4,790.69
MISC-SERVICE REV SNP	83	099			27,924.00				84,971.00
MISC-RENT ELECT PROP	85	099			22,836.69				70,049.21
MISC-OTHER ELECT REV	86	099			262.09				786.27
					52,299.34				160,597.17
SVC TOTALS			212,718	572,881,963	32,795,134.71	637,769	212,589	1,749,757,220	99,881,556.94

Avista Utilities
 WASHINGTON POWER COST DEFERRALS

Line No.

WASHINGTON ACTUALS-2003		Actual Jan-03	Actual Feb-03	Actual Mar-03	Actual Apr-03	Actual May-03	Actual Jun-03	Actual Jul-03	Actual Aug-03	Actual Sep-03	Actual Oct-03	Actual Nov-03	Actual Dec-03
1	555 Purchased Power	\$40,963,325	\$16,118,812	\$13,422,834	\$11,421,679	\$	\$	\$	\$	\$	\$	\$	\$
2	501 Thermal Fuel	\$4,441,979	\$1,619,705	\$1,393,045	\$1,429,229	\$	\$	\$	\$	\$	\$	\$	\$
3	547 CT Fuel	\$384,169	\$223,336	\$99,031	\$61,802	\$	\$	\$	\$	\$	\$	\$	\$
4	447 Sale for Resale	\$16,006,937	\$4,054,918	\$6,518,620	\$5,433,400	\$	\$	\$	\$	\$	\$	\$	\$
5	Actual Net Expense	\$29,782,536	\$13,906,935	\$8,396,291	\$7,479,310	\$0	\$	\$0	\$0	\$0	\$0	\$0	\$0
6	Pollatch 25 aMW directly assigned to ID	(\$1,746,900)	(\$601,710)	(\$543,480)	(\$601,710)	\$	\$	\$	\$	\$	\$	\$	\$
7	Adjusted Actual Net Expense	\$28,035,636	\$13,305,225	\$7,852,811	\$6,877,600	\$	\$	\$	\$	\$	\$	\$	\$
AUTHORIZED NET EXPENSE-SYSTEM													
8	555 Purchased Power	\$66,370,477	\$7,820,601	\$6,873,178	\$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
9	501 Thermal Fuel	\$15,777,429	\$1,497,543	\$1,328,377	\$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
10	547 CT Fuel	\$30,931,880	\$3,209,570	\$2,713,553	\$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
11	447 Sale for Resale	\$49,213,167	\$3,395,816	\$3,610,669	\$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
12	Authorized Net Expense	\$65,866,619	\$9,131,898	\$7,304,439	\$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
13	Actual - Authorized Net Expense	\$3,980,479	\$4,173,327	\$548,372	\$(741,220)	\$	\$	\$	\$	\$	\$	\$	\$
14	Net Fuel Expense not incl in Acct 547 (1)	\$8,197,538	\$2,855,401	\$2,324,474	\$3,017,663	\$	\$	\$	\$	\$	\$	\$	\$
15	Adjusted Actual - Authorized Net Exp	\$12,178,017	\$7,028,728	\$2,872,846	\$2,276,443	\$	\$	\$	\$	\$	\$	\$	\$
16	Washington Alloc. @ 66.29%	\$8,072,808	\$4,659,344	\$1,904,410	\$1,509,054	\$	\$	\$	\$	\$	\$	\$	\$
17	WA Retail Revenue Adjustment	\$675,723	\$323,523	\$(308,964)	\$661,164	\$	\$	\$	\$	\$	\$	\$	\$
18	Net Power Cost Increase (Decrease)	\$8,748,531	\$4,982,867	\$1,595,446	\$2,170,218	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
19	90% of Net Power Cost Change	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

Doc Sheet Only

Avisia Utilities
System Power Supply Expenses
WASHINGTON DEFERRED POWER COST CALCULATION

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
ACTUALS													
555 PURCHASED POWER													
1 Short-Term Purchases	7,498,257	5,301,496	4,022,054										16,821,807
2 Rocky Reach	102,914	57,149	57,548										217,611
3 Wanapum	255,600	255,600	327,932										839,132
4 Priest Rapids	159,450	159,450	237,655										556,555
5 Wells	99,953	99,953	99,953										299,859
6 WNP-3 (1)	2,875,293	2,598,121	1,419,526									(1)	6,892,941
7 Entitlement & Sup Cap	1,722	1,722	1,722										5,166
8 Deer Lake-IP&L	246	213	193										653
9 Small Power	127,591	156,055	124,686										408,334
10 Haleywest - Plummer Forest Prod.		114,258	139,324										
11 WPI Amort													
12 Spokane-Upriver	264,331	509,135	413,292										
13 Douglas Capacity	119,000	121,500	147,500										1,186,758
14 Non-Mon. Accruals	167,556	232,570	11,414										388,000
15 PPLM Wind Power													411,540
16 TransAlta	4,440,338	3,809,057	4,416,291										12,665,686
17 WPM Ancillary Services	6,560	6,555	2,587										15,702
18 Black Creek Index Purchase													
19 Total Account 555	16,118,812	13,422,834	11,421,679	0	0	0	0	0	0	0	0	0	40,709,744
(1) Effective November, 2002, WNP-3 purchase expense has been adjusted to reflect the mid-point price (\$33.37/MWh for the 2002-2003 contract year) per Settlement Agreement, Cause No. U-86-99													
447 SALES FOR RESALE													
20 Short-Term Sales	3,674,440	6,153,976	4,985,727										14,814,143
21 Enron/PGE Capacity Sale	150,000	150,000	150,000										450,000
22 Nichols Pumping Index Sale	142,563	175,630	180,830										499,023
23 Kaiser Load Following	58,284	11,924	91,415										161,623
24 NW Alum DES	171	146	137										454
25 Pend Oreille DES/Box Canyon	27,224	25,384	26,850										79,458
26 PacifiCorp 94 Sale	0												
27 Enron/PGE Cap Fee, employee svcs	(4,323)	(4,996)	(4,146)										(13,465)
28 Merchant Ancillary Services	6,560	6,555	2,587										15,702
29 Total Account 447	4,054,918	6,518,620	5,433,400										16,006,937

Avista Utilities
System Power Supply Expenses
WASHINGTON DEFERRED POWER COST CALCULATION

ACTUALS

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
501 FUEL-DOLLARS													
30 Kettle Falls		572,564	534,885										1,790,227
31 Colstrip	930,723	819,619	862,737										2,613,079
32 Total Coal & Wood	1,613,501	1,392,183	1,397,622										4,403,306
33 Kettle Falls GS	4,835	862	8,723										14,420
34 Colstrip	1,369	0	22,884										24,253
35 Total Oil & Gas	6,204	862	31,607										38,673
36 Total Account 501	1,619,705	1,393,045	1,429,229										4,441,979
501 FUEL-IONS													
37 Kettle Falls	57,361	50,587	46,865										154,813
38 Colstrip	82,890	83,940	81,060										247,890
501 FUEL-COST/PER ION													
39 Kettle Falls	wood \$	11.90 \$	11.32 \$	11.41									\$ 11.56
40 Colstrip	coal \$	11.23 \$	9.76 \$	10.64									\$ 10.54
547 FUEL													
41 NE Combustion Turbine Gas/Oil	28	2,557	285										2,870
42 Boulder Park	21,834	7,244	418										29,496
43 Kettle Falls CT	14,892	29,066	10,263										54,221
44 Rathdrum Gas Storage Fee	40,000	40,000	40,000										120,000
45 Rathdrum Fuel Exp	146,582	20,164	10,836										177,582
46 Total Account 547	223,336	99,031	61,802										384,169
47 TOTAL NET EXPENSE INCLUDING	13,906,935	8,396,291	7,479,310										29,528,955

AVISTA UTILITIES
Washington Electric Jurisdiction
Energy Recovery Mechanism Revenue Credit
Month of March 2003

Description	January	February	March	April	May	June	July	August	September	October	November	December	YTD
Total WA kWhs per Rev Run	588,944,920	587,930,337	572,881,963										1,749,757,220
Deduct Sales for Resale kWhs	(112,642,000)	(158,728,000)	(136,551,000)										(407,921,000)
Deduct Exchange (Sch 29) kWhs	(2,343,583)	(1,181,215)	(1,662,435)										(5,187,233)
Deduct Prior Month Unbilled kWhs Heating	(324,817,836)	(290,121,550)	(296,728,549)										(911,667,935)
Deduct Prior Month Unbilled kWhs Cooling													
Add Current Month Unbilled kWhs Heating	290,121,550	296,728,549	277,811,609										864,661,708
Add Current Month Unbilled kWhs Cooling													
Washington Retail kWhs	<u>439,263,051</u>	<u>434,628,121</u>	<u>415,751,588</u>										<u>1,289,642,760</u>
Test Year Consumption	449,477,904	425,137,067	436,508,558										1,311,123,529
from Attachment 1 Settlement Stipulation													
Difference from Test Year	(10,214,853)	9,491,054	(20,756,970)										(21,480,769)
WA Retail Revenue Credit	0.03208	\$304,473	(\$665,884)										(\$689,103)
Net Wind Revenue Credit	\$4,169	\$4,491	\$4,720										\$13,380
Total Revenue Credit	<u>(\$323,523)</u>	<u>\$308,964</u>	<u>(\$661,164)</u>										<u>(\$675,723)</u>

Schedule 95 Wind Revenue	\$5,750.51	\$6,195.15	\$6,510.79										\$18,456.45
Deduct Admin Expense	\$1,581.39	\$1,703.67	\$1,790.47										\$5,075.52
\$.005 per kwh, 55 kwh per Revenue \$													
Net Wind Revenue Credit	<u>\$4,169.12</u>	<u>\$4,491.48</u>	<u>\$4,720.32</u>										<u>\$13,380.93</u>

Avista Corp.
1411 East Mission PO Box 3727
Spokane, Washington 99220-3727
Telephone 509-489-0500
Toll Free 800-727-9170



May 9, 2003

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 April 2003

Dear Ms. Washburn:

Enclosed are an original and five copies of Avista Corporation's Power Cost Deferral Report for the month of April 2003. The report includes the monthly energy recovery mechanism (ERM) accounting journal together with backup workpapers. Actual net power costs exceeded authorized costs by \$355,833. Of that amount, \$251,469 was applied toward the \$9 million deadband for 2003. At the end of April 2003 there was \$9,000,000 accumulated in the deadband. The 90% factor was then applied to the remainder of \$104,364, which resulted in a deferral entry of \$93,927.

Actual power supply expenses were higher than authorized as a result of higher purchased power expense due in part to reduced thermal generation. Higher purchased power expense was mostly offset by higher than authorized sales for resale. Hydro generation was 148 aMW above authorized levels. Lower thermal generation resulted from Coyote Springs 2 not yet being online and economic dispatch of other gas-fired thermal units. Colstrip generated 116 aMW below the authorized level primarily due to unit 4 being down for maintenance, and Kettle Falls generated 33 aMW above the authorized level. Thermal fuel expense was lower than the authorized level and natural gas fuel expense was above the authorized level. Retail sales were 35 aMW above the authorized level.

There were no new forward long-term power contracts of one year or longer entered into in the month of April 2003. 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 cursive script that reads "Kelly Norwood".

Kelly Norwood
Vice President Rates and Regulation
Avista Corporation

Enclosure
RM

c: Robert Cromwell
S. Bradley Van Cleve

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

MONTH OF APRIL 2003

Avista Corporation - General Ledger Journal Entry

Print Date: 05-05-2003 02:26 PM

Journal ID: **DJ702** Journal Description: WA - ERM Effective Date: 04-30-2003

Corp: WWP Journal Sponsor: RESOURCE \$#: \$ Tran Type: C Error Code: Q Code: G

Control Amount Total: 4,259,441.00 Saved By: Linda Donley Saved Date: 05-05-2003 2:26:13 PM

Edit Date: 05-05-2003 2:04:55 PM

Seq	WO	U	Main	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
5	0000	9186	01	028	EE				251,469.00	0.00	WA ERM YTD COMPANY BAND
<i>Record YTD accumulation of Company Band for WA ERM. Allows tracking of balance on the GL.</i>											
10	0000	9186	02	028	EE			0.00	251,469.00		WA ERM YTD CONTRA ACCOUNT
<i>Contra account for YTD WA ERM Company Band. Offsets 918601 to prevent Balance Sheet Inflation.</i>											
15	2577	0557	28	G55	EE	X	028	0.00	93,927.00		POWER TRANSACTIONS/* WA DEF PWR CO
20	0000	9186	28	028	EE			93,927.00	0.00		WA ERM - CURRENT YEAR
23	2577	0557	29	X55	EE	X	028	2,107,436.00	0.00		POWER TRANSACTIONS /*WA DEF PWR AM
27	0000	9182	35	028	EE			0.00	2,107,436.00		WASHINGTON ERM DEFERRAL BALANCE
43	0000	9182	35	028	EE			462,121.00	0.00		WASHINGTON ERM DEFERRAL BALANCE
<i>Interest income on deferral balance in 18235 authorized for recovery</i>											
45	0000	9186	28	028	EE			226.00	0.00		WA ERM - CURRENT YEAR
<i>Interest income (expense) on deferral balance in 18628</i>											
47	0000	9186	29	028	EE			88,593.00	0.00		WA ERM - LAST YEAR
<i>Interest income (expense) on deferral balance in 18629</i>											
50	Q000	9419	00	Q98	EE	X	098	0.00	550,940.00		NON-UTILITY REVENUE/*INT/DIV INCOME
70	0000	9171	00	FIN	EE			550,940.00	0.00		INTEREST & DIVIDENDS REC
<i>Accrue interest income on deferral balance</i>											
80	0000	9171	00	FIN	EE			0.00	550,940.00		INTEREST & DIVIDENDS REC
<i>Transfer interest income accrual to deferred power costs (in lieu of receipt)</i>											
82	0135	0410	10	X54	EE	X	028	0.00	704,729.00		INCOME TAX /* PRV DFIT DR
<i>DFIT entry includes, power supply deferral, generation options, surcharge amortization</i>											
85	0135	9410	20	X54	EE	X	028	192,829.00	0.00		INCOME TAX /PROV DEFERED IT
<i>DFIT entry for interest income</i>											
89	0000	9283	28	028	EE			511,900.00	0.00		ADFIT-WA ERM CURRENT AND PRIOR YRS

Print Date: 05-05-2003 02:26 PM

Avista Corporation - General Ledger Journal Entry

Journal ID: **DJ702** Journal Description: **WA - ERM** Effective Date: 04-30-2003
 Corp: **WWP** Journal Sponsor: **RESOURCE** \$/ #: **\$** Tran Type: **C** Error Code: **Q** Code: **G**
 Control Amount Total: **4,259,441.00** Saved By: **Linda Donley** Saved Date: 05-05-2003 2:26:13 PM
 Edit Date: 05-05-2003 2:04:55 PM

<u>Seq</u>	<u>WO</u>	<u>UMain</u>	<u>Sub</u>	<u>RC</u>	<u>Cost Code</u>	<u>SL ID</u>	<u>LOC</u>	<u>Debit Amount</u>	<u>Credit Amount</u>	<u>Transaction Description</u>	
Totals:									4,259,441.00	4,259,441.00	Trans: 15 Rows: 15

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

Linda Donley 5/5/03
 Prepared By Date
A Hamilton 5/5/03
 Reviewed By Date

Approved For Entry - Corporate
 Accounting Use Only Date

> GD WWP,0000918628,028

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918628 CENTER: 028
 WA ERM - CURRENT YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	.00	730,862.00	41,555,462.00
02	.00	214,588.82-	48,503,456.00
03	.00	927,912.16-	56,040,731.00
04	94,153.00	640,898.16-	86,458,493.10
05	.00	782,317.25	89,491,142.98
06	.00	4,173,702.11	109,445,519.84
07	.00	.00	152,783,324.57
08	.00	3,462,701.00	178,798,591.27
09	.00	4,591,436.00	199,658,987.12
10	.00	7,990,106.00	151,869,220.71
11	.00	10,046,279.00	156,589,761.03
12	.00	18,418,548.00	8,231,969.75
TOTAL	.00	.00	.00

05/08/03 10:17:47 1 M3LL CIX1 _____

ERM Deferral Balance (Current year - 2003)

Account 9186.28 028

	Amount	Journal ID
Balance 3/31/03	\$0.00	
Deferral	93,927.00	DJ702
Interest	226.00	DJ702
Balance 4/30/03	<u>\$94,153.00</u>	

> GD WWP,0000918629,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918629 CENTER: 028
 WA ERM - LAST YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	18,507,141.00	5,590,562.00-	.00
02	18,595,734.00	.00	.00
03	18,684,327.00	.00	.00
04	18,772,920.00	.00	.00
05	.00	.00	.00
06	.00	.00	.00
07	.00	.00	.00
08	.00	.00	.00
09	.00	.00	.00
10	.00	.00	1,306,498.00-
11	.00	.00	5,365,871.00-
12	.00	.00	.00
TOTAL	.00	.00	.00

05/08/03 10:19:02 1 M3LL CIX1 _____

ERM Deferral Balance (Prior year - 2002)

Account 9186.29 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 3/31/03	\$18,684,327.00	
Interest	88,593.00	DJ702
Balance 4/30/03	<u>\$18,772,920.00</u>	

> GD WWP,0000918235,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
CORP: WWP ACCOUNT: 0000918235 CENTER: 028
WASHINGTON ERM DEFERRAL BALANCE

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	102,120,741.28	132,006,255.17	.00
02	100,387,075.28	122,433,021.17	.00
03	98,579,839.28	118,334,898.17	.00
04	96,934,524.28	115,248,382.17	.00
05	.00	112,494,809.17	.00
06	.00	109,873,441.17	.00
07	.00	111,925,345.28	.00
08	.00	110,453,043.28	.00
09	.00	109,001,480.28	.00
10	.00	107,664,179.28	.00
11	.00	106,072,397.28	.00
12	.00	104,166,540.28	132,006,255.17
TOTAL	.00	.00	.00

05/08/03 10:18:04 1 M3LL CIX1 _____

Recoverable Deferral Balance

Account 9182.35 028

	Amount	Journal ID
Balance 3/31/03	\$98,579,839.28	
Amortization	-2,107,436.00	DJ702
Interest	462,121.00	DJ702
Balance 4/30/03	<u>\$96,934,524.28</u>	

> GD WWP,0000918601,028

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918601 CENTER: 028
 WA ERM YTD COMPANY BAND

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00	.00	.00
02	6,578,313.00	.00	.00
03	8,748,531.00	.00	.00
04	9,000,000.00	.00	.00
05	.00	.00	.00
06	.00	.00	.00
07	.00	4,319,249.00	.00
08	.00	4,500,000.00	.00
09	.00	4,500,000.00	.00
10	.00	4,500,000.00	.00
11	.00	4,500,000.00	.00
12	.00	4,500,000.00	.00
TOTAL	.00	.00	.00

05/08/03 10:18:32 1 M3LL CIX1 _____

ERM Deadband

Account 9186.01 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 3/31/03	\$8,748,531.00	
2003 deadband accumulation	251,469.00	DJ702
Balance 4/30/03	<u>\$9,000,000.00</u>	

> GD WWP,0000918602,028

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918602 CENTER: 028
 WA ERM YTD CONTRA ACCOUNT

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00-	.00	.00
02	6,578,313.00-	.00	.00
03	8,748,531.00-	.00	.00
04	9,000,000.00-	.00	.00
05	.00	.00	.00
06	.00	.00	.00
07	.00	4,319,249.00-	.00
08	.00	4,500,000.00-	.00
09	.00	4,500,000.00-	.00
10	.00	4,500,000.00-	.00
11	.00	4,500,000.00-	.00
12	.00	4,500,000.00-	.00
TOTAL	.00	.00	.00

05/08/03 10:18:49 1 M3LL CIX1 _____

ERM Deadband Contra Account

Account 9186.02 028

	Amount	Journal ID
Balance 3/31/03	-\$8,748,531.00	
2003 deadband contra entry	-251,469.00	DJ702
Balance 4/30/03	<u>-\$9,000,000.00</u>	

> GD WWP,0000928328,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000928328 CENTER: 028
 ADFIT-WA ERM CURRENT AND PRIOR YRS

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	42,219,761.00-	44,235,381.00-	14,544,411.00-
02	41,643,986.00-	42,520,405.00-	16,976,210.00-
03	41,042,461.00-	40,604,160.00-	19,614,256.00-
04	40,530,561.00-	39,702,680.00-	30,259,997.00-
05	.00	39,098,236.00-	31,321,900.00-
06	.00	39,830,678.00-	38,305,932.00-
07	.00	39,003,353.00-	53,474,163.00-
08	.00	39,870,511.00-	62,579,507.00-
09	.00	39,757,522.00-	69,880,645.00-
10	.00	40,479,002.00-	52,696,940.00-
11	.00	40,641,539.00-	52,928,362.00-
12	.00	42,904,783.00-	45,886,954.86-
TOTAL	.00	.00	.00

05/08/03 10:18:18 1 M3LL CIX1 _____

Account 9186.28 028 balance	\$94,153.00
Account 9186.29 028 balance	18,772,920.00
Account 9182.35 028 balance	<u>96,934,524.28</u>
Total	<u>\$115,801,597.28</u>
Federal income tax rate	-35%
Deferred FIT related to deferrals	<u>-\$40,530,559</u>
Rounding	-2
Balance in Account	<u>-\$40,530,561</u>

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.

Actual cost of debt at 12/31/02 is 8.88%.

The monthly rate is:	0.0074	Before Tax
	0.00481	After Tax
	0.35	Tax rate

2003 Interest

12-31-2002	GL Balance	104,166,540					
Jan-03	Surcharge Amortization	(2,540,730)		Jan-03	DFIT Expense	ADFIT	
Jan-03	Interest		494,931	Amortization	(889,256)	Operating 889,256	
01-31-2003	Balance before interest	101,625,810		Interest	173,226	Nonoperating (173,226)	
					(716,030)	Total 716,030	
Feb-03	Surcharge Amortization	(2,222,486)		Feb-03	DFIT Expense	ADFIT	
Feb-03	Interest Recorded		488,820	Amortization	(777,870)	Operating 777,870	
02-28-2003	Balance before interest	99,403,324		Interest	171,087	Nonoperating (171,087)	
Feb-03	Recalculate Interest		483,475		(606,783)	Total 606,783	
Interest not accrued on one half of 2/03 surcharge amortization							
Mar-03	Surcharge Amortization	(2,274,551)		Mar-03	DFIT Expense	ADFIT	
Mar-03	Interest		472,660	Amortization	(796,093)	Operating 796,093	
03-31-2003	Balance before interest	97,128,773		Interest	163,560	Nonoperating (163,560)	
Mar-03	Adjust 2/03 Interest		(5,345)		(632,533)	Total 632,533	
			467,315				
Apr-03	Surcharge Amortization	(2,107,436)		Apr-03	DFIT Expense	ADFIT	
Apr-03	Interest		462,121	Amortization	(737,603)	Operating 737,603	
04-30-2003	Balance before interest	95,021,337		Interest	161,742	Nonoperating (161,742)	
					(575,861)	Total 575,861	

Net ERM Balance	96,934,524	ERM deferral	GL Balance @ 03/31/03	Activity Apr-03	GL Balance @ 04/30/03
ADFIT Balance	(33,927,083)		98,579,839	(1,645,315)	96,934,524

Changes Semiannually on January 1 and July 1 Beginning 7/1/02																													
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		0.35	Tax rate																										
2003 Interest																													
12-31-2002	GL Balance	18,418,548																											
12-31-2002	GL Balance	(18,418,548)	Transfer to 918629																										
01-01-2003	GL Balance	0																											
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Mar-03	Interest	0	Interest	0	Nonoperating 0																								
03-31-2003	Balance before interest	0		0	Total 0																								
<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th colspan="2"></th> <th colspan="2" style="text-align: center;"><u>Apr-03</u></th> <th style="text-align: center;"><u>DFIT Expense</u></th> <th style="text-align: center;"><u>ADFIT</u></th> </tr> </thead> <tbody> <tr> <td>Apr-03</td> <td>ERM Deferral</td> <td>93,927</td> <td>Deferral</td> <td>32,874</td> <td>Operating (32,874)</td> </tr> <tr> <td>Apr-03</td> <td>Interest</td> <td>226</td> <td>Interest</td> <td>79</td> <td>Nonoperating (79)</td> </tr> <tr> <td>04-30-2003</td> <td>Balance before interest</td> <td>93,927</td> <td></td> <td>32,953</td> <td>Total (32,953)</td> </tr> </tbody> </table>								<u>Apr-03</u>		<u>DFIT Expense</u>	<u>ADFIT</u>	Apr-03	ERM Deferral	93,927	Deferral	32,874	Operating (32,874)	Apr-03	Interest	226	Interest	79	Nonoperating (79)	04-30-2003	Balance before interest	93,927		32,953	Total (32,953)
		<u>Apr-03</u>		<u>DFIT Expense</u>	<u>ADFIT</u>																								
Apr-03	ERM Deferral	93,927	Deferral	32,874	Operating (32,874)																								
Apr-03	Interest	226	Interest	79	Nonoperating (79)																								
04-30-2003	Balance before interest	93,927		32,953	Total (32,953)																								
<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th colspan="2"></th> <th style="text-align: center;"><u>GL Balance</u></th> <th style="text-align: center;"><u>Activity</u></th> <th style="text-align: center;"><u>GL Balance</u></th> </tr> <tr> <th colspan="2"></th> <th style="text-align: center;"><u>@ 03/31/03</u></th> <th style="text-align: center;"><u>Apr-03</u></th> <th style="text-align: center;"><u>@ 04/30/03</u></th> </tr> </thead> <tbody> <tr> <td colspan="2">Net ERM Balance</td> <td style="text-align: center;">94,153</td> <td style="text-align: center;">0</td> <td style="text-align: center;">94,153</td> </tr> <tr> <td colspan="2">ADFIT Balance</td> <td style="text-align: center;">(32,954)</td> <td></td> <td style="text-align: center;">94,153</td> </tr> </tbody> </table>								<u>GL Balance</u>	<u>Activity</u>	<u>GL Balance</u>			<u>@ 03/31/03</u>	<u>Apr-03</u>	<u>@ 04/30/03</u>	Net ERM Balance		94,153	0	94,153	ADFIT Balance		(32,954)		94,153				
		<u>GL Balance</u>	<u>Activity</u>	<u>GL Balance</u>																									
		<u>@ 03/31/03</u>	<u>Apr-03</u>	<u>@ 04/30/03</u>																									
Net ERM Balance		94,153	0	94,153																									
ADFIT Balance		(32,954)		94,153																									

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.

Actual cost of debt at 12/31/02 is 8.88%.	
The monthly rate is:	0.0074 Before Tax
	0.00481 After Tax
	0.35 Tax rate

		2003 Interest				
12-31-2002	GL Balance	0				
12-31-2002	Transfer from 918628	18,418,548				
01-01-2003	GL Balance	18,418,548				
Jan-03	ERM Transfer to 18235	0		Jan-03	DFIT Expense	ADFIT
Jan-03	Interest		88,593	Deferral	0	Operating 0
01-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating (31,008)
					31,008	Total (31,008)
Feb-03	ERM Transfer to 18235	0		Feb-03	DFIT Expense	ADFIT
Feb-03	Interest		88,593	Deferral	0	Operating 0
02-28-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating (31,008)
					31,008	Total (31,008)
Mar-03	ERM Transfer to 18235	0		Mar-03	DFIT Expense	ADFIT
Mar-03	Interest		88,593	Deferral	0	Operating 0
03-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating (31,008)
					31,008	Total (31,008)
Apr-03	ERM Transfer to 18235	0		Apr-03	DFIT Expense	ADFIT
Apr-03	Interest		88,593	Deferral	0	Operating 0
04-30-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating (31,008)
					31,008	Total (31,008)

Net ERM Balance	18,772,920	GL Balance @ 03/31/03	Activity Apr-03	GL Balance @ 04/30/03
ADFIT Balance	(6,570,522)	18,684,327	88,593	18,772,920

Tax Rate	35%	DJ702 LTD	DJ702 LTD	DJ702 LTD		DJ702 CURMO			
	928328	928328	928328	928328	928328	928328			
	GL	ADFIT	ADFIT	ADFIT	BALANCE	FOR ALL			
	BALANCE	918235	18628	18629	COMPONENTS	ACCOUNTS			
12-31-2002	(42,904,783)	(36,458,290)	(6,446,493)	0	(42,904,783)				
01-01-2003	(42,904,783)	(36,458,290)	0	(6,446,493)	(42,904,783)				
01-31-2003	(42,219,761)	(35,742,260)	0	(6,477,501)	(42,219,761)		0		
02-28-2003	(41,643,986)	(35,135,477)	0	(6,508,509)	(41,643,986)		0		
03-31-2003	(41,042,461)	(34,502,944)	0	(6,539,517)	(41,042,461)		0		
04-30-2003	(40,530,561)	(33,927,083)	(32,953)	(6,570,525)	(40,530,561)		0		
05-31-2003							0		
06-30-2003							0		
07-31-2003							0		
08-31-2003							0		
09-30-2003							0		
10-31-2003							0		
11-30-2003							0		
12-31-2003							0		
			<u>ADFIT</u>			<u>Interest</u>			
		<u>41010</u>	<u>941020</u>	<u>928328</u>	<u>918235</u>	<u>918628</u>	<u>918629</u>	<u>941900</u>	
12-31-2002	918235	(838,646)	171,596	667,050					
	918628	2,906,640	23,654	(2,930,294)					
Total		2,067,994	195,250	(2,263,244)					
01-31-2003	918235	(889,256)	173,226	716,030	494,931	0	88,593	(583,524)	
	918628	0	0	0					
	918629	0	31,008	(31,008)					
Total		(889,256)	204,234	685,022					
02-28-2003	918235	(777,870)	171,087	606,783	488,820	0	88,593	(577,413)	
	918628	0	0	0					
	918629	0	31,008	(31,008)					
Total		(777,870)	202,095	575,775					
03-31-2003	918235	(796,093)	163,560	632,533	467,315	0	88,593	(555,908)	
	918628	0	0	0					
	918629	0	31,008	(31,008)					
Total		(796,093)	194,568	601,525					
04-30-2003	918235	(737,603)	161,742	575,861	462,121	226	88,593	(550,940)	
	918628	32,874	79	(32,953)					
	918629	0	31,008	(31,008)					
Total		(704,729)	192,829	511,900					

			YTD	YTD		
			WA ERM	WA ERM		
			Company	Contra		Total
			Band	Account		GL
			<u>918601</u>	<u>918602</u>		<u>Impact</u>
12-31-2002	Balance		\$4,500,000	(\$4,500,000)		\$0
	Jan-03 Reverse 2002		(\$4,500,000)	\$4,500,000		\$0
	Jan-03 Activity		\$4,982,867	(\$4,982,867)		\$0
01-31-2003	Balance		\$4,982,867	(\$4,982,867)		\$0
	Feb-03 Activity		\$1,595,446	(\$1,595,446)		\$0
02-28-2003	Balance		\$6,578,313	(\$6,578,313)		\$0
	Mar-03 Activity		\$2,170,218	(\$2,170,218)		\$0
03-31-2003	Balance		\$8,748,531	(\$8,748,531)		\$0
	Apr-03 Activity		\$251,469	(\$251,469)		\$0
04-30-2003	Balance		\$9,000,000	(\$9,000,000)		\$0
	Requirement		\$9,000,000			
	Remainder on DJ290		\$0			

AVISTA CORPORATION
 APRIL 2003 WASHINGTON ELECTRIC SURCHARGE REVENUE & DEFERRAL AMORTIZATION

Schedule (a)	Sch 1 Block Percent (b)	kWh or \$ (c)	Surcharge Rate On/After 01-Jul-02 (d)	Revenue (e) (c)*(d)	Conversion Factor (f)	Deferral Amortization (g) (e)*(f)
1 (0-600 kWh)	52.195%	97,201,913	0.405¢	\$393,668	0.956277	\$376,456
1 (601-1300 kWh)	31.045%	57,814,606	0.607¢	350,935	0.956277	335,591
1 (over 1300 kWh)	16.760%	31,211,880	0.853¢	266,237	0.956277	254,596
Total Sch 1	100.000%	186,228,399		1,010,840		966,643
11		25,567,706	0.788¢	201,474	0.956277	192,665
12		3,356,804	0.788¢	26,452	0.956277	25,295
21		118,480,577	0.549¢	650,458	0.956277	622,018
22		1,849,152	0.549¢	10,152	0.956277	9,708
25		71,010,739	0.352¢	249,958	0.956277	239,029
30		674,120	0.485¢	3,269	0.956277	3,126
31		2,914,429	0.485¢	14,135	0.956277	13,517
32		288,418	0.485¢	1,399	0.956277	1,338
41-46		\$261,488	109.78%	23,295	0.956277	22,276
47		\$81,469	109.78%	7,258	0.956277	6,941
48		\$57,285	109.78%	5,103	0.956277	4,880
Schedule Totals		410,370,344		\$2,203,793		\$2,107,436
kWh not subject to surcharge						-35%
Schedule 28		98,320				(\$737,603)
Schedule 29		3,385,542				DFIT Expense
Sch 41-49		2,317,215				
Schedule 61		247,840,000				
Total kWh		664,011,421				

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF APRIL 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
RESIDENTIAL FIRM-COMMERCIAL INTERDEPARTMENT REV	1 001	21 001	182,906	186,223,025	10,995,607.18	731,530	182,882	829,472,670	48,986,423.33
	80 001		4	5,374	339.27	16	4	24,017	1,496.17
			182,910	186,228,399	10,995,946.45	731,546	182,886	829,496,687	48,987,919.50
RESIDENTIAL FIRM-COMMERCIAL LIGHTING-PUB ST-HIWAY INTERDEPARTMENT REV	1 011	21 011	17,766	25,216,312	2,217,730.90	70,996	17,749	116,395,657	10,170,490.82
	31 011		119	289,498	25,021.97	469	117	1,190,372	105,593.31
	51 011		14	6,550	622.07	56	14	28,730	2,552.96
	80 011		29	55,346	4,686.16	116	29	353,636	29,898.79
			17,928	25,567,706	2,248,061.10	71,637	17,909	117,968,395	10,308,535.88
RESIDENTIAL FIRM-COMMERCIAL	1 012	21 012	6,271	3,356,804	305,743.91	25,027	6,256	14,285,292	1,284,227.97
			6,271	3,356,804	305,743.91	25,027	6,256	14,285,292	1,284,227.97
RESIDENTIAL FIRM-COMMERCIAL FIRM-MISC INDUST INTERDEPARTMENT REV	1 021	21 021	3,036	108,766,914	7,151,702.69	12,135	3,033	438,448,598	28,792,779.91
	31 021		116	8,947,483	582,422.36	475	118	35,728,395	2,333,871.05
	80 021		9	766,180	46,369.95	36	9	3,816,420	234,670.91
			3,161	118,480,577	7,780,495.00	12,646	3,161	477,993,413	31,361,321.87
RESIDENTIAL FIRM-COMMERCIAL	1 022	21 022	56	1,849,152	115,827.40	220	55	7,901,335	486,433.28
			56	1,849,152	115,827.40	220	55	7,901,335	486,433.28
FIRM-COMMERCIAL FIRM-MISC INDUST	21 025	31 025	9	20,925,966	901,917.59	33	8	79,541,064	3,430,334.43
			12	50,084,773	2,139,589.97	49	12	200,288,818	8,572,196.49
			21	71,010,739	3,041,507.56	82	20	279,829,882	12,002,530.92
FIRM-COMMERCIAL FIRM-MISC INDUST	21 028	31 028	1	98,320	3,908.88	4	1	396,080	15,791.22
			1	98,320	14,366.40	1	1	93,360	62,426.76
			1	98,320	18,275.28	5	1	489,440	78,217.98
FIRM-PUMPING-IRRIG	39 029		1	3,385,542	.00	4	1	8,572,775	.00
			1	3,385,542	.00	4	1	8,572,775	.00
RESIDENTIAL FIRM-PUMPING-IRRIG	1 030	39 030	42	674,120	33,852.08	168	42	840,180	42,852.93
			42	674,120	33,852.08	168	42	840,180	42,852.93
FIRM-COMMERCIAL FIRM-MISC INDUST FIRM-PUMPING-IRRIG INTERDEPARTMENT REV	21 031	31 031	451	1,769,426	105,357.53	1,801	450	6,898,699	413,554.97
			126	628,242	38,260.15	504	126	2,532,399	153,459.89
			354	516,701	35,191.11	1,416	354	1,211,598	84,512.94
			2	60	16.03	8	2	250	64.78
			933	2,914,429	178,824.82	3,729	932	10,642,946	651,592.58
RESIDENTIAL FIRM-PUMPING-IRRIG	1 032	39 032	930	251,986	20,568.07	3,715	928	677,732	61,889.68
			111	36,432	2,755.70	446	111	83,274	7,316.80
			1,041	288,418	23,323.77	4,161	1,040	761,006	69,206.48
LIGHTING-PUB ST-HIWAY	51 041		12	16,056	2,727.06	48	12	64,224	10,908.24
			12	16,056	2,727.06	48	12	64,224	10,908.24

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF APRIL 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
LIGHTING-PUB ST-HIWI	51	042	196	1,031,599	233,936.61	780	195	4,102,841	930,248.99
LIGHTING-PUB ST-HIWI	51	044	196	1,031,599	233,936.61	780	195	4,102,841	930,248.99
LIGHTING-PUB ST-HIWI	51	045	12	21,600	1,889.85	48	12	86,400	7,559.40
LIGHTING-PUB ST-HIWI	51	046	12	21,600	1,889.85	48	12	86,400	7,559.40
FIRM-COMMERCIAL	21	047	17	220,010	10,079.70	71	17	879,336	40,281.26
FIRM-MISC INDUST	31	047	17	220,010	10,079.70	71	17	879,336	40,281.26
FIRM-PUMPING-IRRIG	39	047	26	181,691	12,854.92	106	26	727,296	51,455.72
INTERDEPARTMENT REV	80	047	26	181,691	12,854.92	106	26	727,296	51,455.72
RESIDENTIAL	1	048	500,770	78,949.23	78,949.23	1,985,920		1,985,920	313,710.01
RESIDENTIAL	1	056	15,985	2,228.81	2,228.81	64,122		64,122	8,936.54
FIRM-COMMERCIAL	21	056	167	1,256	18.58	668		668	74.32
RESIDENTIAL	1	058	518,178	518,178	81,468.90	2,055,734		2,055,734	323,809.99
FIRM-COMMERCIAL	21	058	328,081	328,081	57,285.07	1,310,459		1,310,459	228,000.27
RESIDENTIAL	1	058	328,081	328,081	57,285.07	1,310,459		1,310,459	228,000.27
FIRM-COMMERCIAL	21	058			.00				10.88CR
RESIDENTIAL	1	058			.00				8.04CR
FIRM-COMMERCIAL	21	058			.00				18.92CR
FIRM-COMMERCIAL	21	058			395,891.99				1,720,856.98
FIRM-MISC INDUST	31	058			439,638.81				1,817,882.81
FIRM-PUMPING-IRRIG	39	058			28,153.63				112,051.56
LIGHTING-PUB ST-HIWI	51	058			119.88				488.76
EE - RESIDENTIAL	61	058			12,278.10				48,900.94
INTERDEPARTMENT REV	80	058			.00				.00
MISC-SERVICE REV SNP	83	058			2.12				10.17
MISC-RENT ELECT PROP	85	058			.00				.00
MISC-OTHER ELECT REV	86	058			1,143.29				4,570.10
RESIDENTIAL	1	058A			16.72				66.88
FIRM-COMMERCIAL	21	058A			877,244.54				3,704,828.20
FIRM-MISC INDUST	31	058A							16,565.71CR
FIRM-PUMPING-IRRIG	39	058A							10,632.32CR
FIRM-ENERGY CHARGE	74	061			2,878.50CR				13,41CR
SURPLUS-ENERGY CHARG	75	061			1,759.11CR				148.55CR
EE - RESIDENTIAL	61	090			.84CR				27,359.99CR
RESIDENTIAL	1	095			4,683.72CR				1,212,500.81
FIRM-COMMERCIAL	21	095			266,231.79				20,963,296.61
FIRM-COMMERCIAL	21	095			1,759.11CR				22,175,797.42
FIRM-COMMERCIAL	21	095			45.27CR				16.00
FIRM-COMMERCIAL	21	095			4,683.72CR				16.00
FIRM-COMMERCIAL	21	095			266,231.79				22,924.36
FIRM-COMMERCIAL	21	095			6,734,966.56				2,300.33
FIRM-COMMERCIAL	21	095			7,001,198.35				25,224.69

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF APRIL 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
THEFT OF SERVICE	18	099			1,625.56				6,416.25
MISC-SERVICE REV SNP	83	099			29,618.00				114,589.00
MISC-RENT ELECT PROP	85	099			24,379.79				94,429.00
MISC-OTHER ELECT REV	86	099			262.09				1,048.36
SVC TOTALS			212,661	664,011,421	33,078,516.33	850,430	212,607	2,413,768,641	132,960,073.27

Avista Utilities
WASHINGTON POWER COST DEFERRALS

WASHINGTON ACTUALS-2003

	Actual Jan-03	Actual Feb-03	Actual Mar-03	Actual Apr-03	Actual May-03	Actual Jun-03	Actual Jul-03	Actual Aug-03	Actual Sep-03	Actual Oct-03	Actual Nov-03	Actual Dec-03
1 555 Purchased Power	\$51,142,135	\$ 16,118,812	\$ 13,422,894	\$ 11,421,679	\$ 10,178,810	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2 501 Thermal Fuel	\$4,800,160	\$ 1,619,705	\$ 1,393,045	\$ 1,429,229	\$ 358,181	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3 547 CT Fuel	\$483,502	\$ 223,336	\$ 99,031	\$ 61,802	\$ 99,333	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
4 447 Sale for Resale	\$23,455,554	\$ 4,054,918	\$ 6,518,820	\$ 5,439,400	\$ 7,448,616	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
5 Actual Net Expense	\$32,970,243	\$ 13,906,935	\$ 8,396,291	\$7,479,310	\$3,187,707	\$ -	\$0	\$0	\$0	\$0	\$0	\$0
6 Pollatch 25 aMW directly assigned to ID	(\$2,328,391)	\$ (601,710)	\$ (543,480)	\$ (601,710)	\$ (581,491)							
7 Adjusted Actual Net Expense	\$30,641,852	\$ 13,305,225	\$ 7,852,811	\$ 6,877,600	\$ 2,606,216	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

AUTHORIZED NET EXPENSE-SYSTEM

	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03
8 555 Purchased Power	\$68,370,477	\$ 7,820,601	\$ 6,873,178	\$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
9 501 Thermal Fuel	\$15,777,429	\$ 1,497,543	\$ 1,328,377	\$1,321,593	\$1,193,467	\$1,103,034	\$1,501,955	\$1,550,936	\$1,519,166	\$1,449,825	\$1,289,090	\$1,455,980
10 547 CT Fuel	\$30,931,880	\$ 3,209,570	\$ 2,713,553	\$2,216,117	\$1,302,967	\$1,720,868	\$3,644,073	\$4,169,327	\$4,111,073	\$2,703,227	\$2,355,980	\$2,142,305
11 447 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
12 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
13 Actual - Authorized Net Expense	\$3,042,005	\$ 4,179,327	\$ 548,372	\$ (741,220)	\$ (938,474)							
14 Net Fuel Expense not incl in Acct 547 (1)	\$ 10,883,860	\$ 2,855,401	\$ 2,324,474	\$ 3,017,663	\$ 2,686,342							
15 Adjusted Actual - Authorized Net Exp	\$ 13,925,885	\$7,028,728	\$2,872,846	\$2,276,443	\$1,747,868							
16 Washington Alloc. @ 66.29%	\$9,231,469	\$4,659,344	\$1,904,410	\$1,509,054	\$1,158,662							
17 WA Retail Revenue Adjustment	\$ (127,106)	\$323,523	(\$308,964)	\$661,164	(\$802,829)							
18 Net Power Cost Increase (Decrease)	\$ 9,104,363	\$4,982,867	\$1,595,446	\$2,170,218	\$355,833	\$0	\$0	\$0	\$0	\$0	\$0	\$0
19 90% of Net Power Cost Change	\$0											
20 100% Net Power Cost Less \$9.0 million Company Band	\$ 104,363											
21 90% Net Power Cost Less \$9.0 million Company Band	\$ 93,927											

Avisia Utilities
System Power Supply Expenses
WASHINGTON DEFERRED POWER COST CALCULATION

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
ACTUALS													
555 PURCHASED POWER													
1 Short-Term Purchases	7,498,257	5,301,496	4,022,054	7,461,770									24,283,577
2 Rocky Reach	102,914	57,149	57,548	85,032									302,643
3 Wanapum	255,600	255,600	327,932	255,600									1,094,732
4 Priest Rapids	159,450	159,450	237,655	159,450									716,005
5 Wells	99,953	99,953	99,953	99,953									399,812
6 WNP-3 (1)	2,875,293	2,598,121	1,419,526	1,374,877									6,267,818
7 Entitlement & Sup Cap	1,722	1,722	1,722	0									5,166
8 Deer Lake-IP&L	246	213	193	211									864
9 Small Power	127,591	156,055	124,688	131,747									540,081
10 Haleywest - Plummer Forest Prod.		114,258	139,324	124,251									
11 WPI Amort													
12 Spokane-Upriver	264,331	509,135	413,292	458,695									1,645,453
13 Douglas Capacity	119,000	121,500	147,500	132,500									520,500
14 Non-Mon. Accruals	167,556	232,570	11,414	-107,280									304,260
15 PPLM Wind Power													
16 TransAlta	4,440,338	3,809,057	4,416,291										12,665,686
17 WPM Ancillary Services	6,560	6,555	2,587	2,004									17,706
18 Black Creek Index Purchase													
19 Total Account 555	16,118,812	13,422,834	11,421,679	10,178,810	0	0	0	0	0	0	0	0	50,764,302
(1) Effective November, 2002, WNP-3 purchase expense has been adjusted to reflect the mid-point price (\$33.37/MWh for the 2002-2003 contract year) per Settlement Agreement, Cause No. U-86-99													
447 SALES FOR RESALE													
20 Short-Term Sales	3,674,440	6,153,976	4,985,727	7,124,140									21,936,283
21 Enron/PGE Capacity Sale	150,000	150,000	150,000	150,000									600,000
22 Nichols Pumping Index Sale	142,563	175,630	180,830	120,643									619,666
23 Kaiser Load Following	58,284	11,924	91,415	31,878									193,502
24 NW Alum DES	171	146	137	98									552
25 Pend Oreille DES/Box Canyon	27,224	25,384	26,850	25,078									104,536
26 PacifiCorp 94 Sale	0												
27 Enron/PGE Cap Fee, employee svcs	(4,323)	(4,996)	(4,146)	(5,226)									(18,691)
28 Merchant Ancillary Services	6,560	6,555	2,587	2,004									17,706
29 Total Account 447	4,054,918	6,518,620	5,433,400	7,448,616									23,455,554

Avista Utilities
 System Power Supply Expenses
 WASHINGTON DEFERRED POWER COST CALCULATION

ACTUALS

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
501 FUEL-DOLLARS													
30													
31	wood	682,778	572,564	534,885	(40,815)								1,749,412
32	coal	930,723	819,619	862,737	385,887								2,998,966
	Total Coal & Wood	1,613,501	1,392,183	1,397,622	345,072								4,748,378
33	gas	4,835	862	8,723	3,277								17,697
34	oil	1,369	0	22,884	9,832								34,085
35	Total Oil & Gas	6,204	862	31,607	13,109								51,782
36	Total Account 501	1,619,705	1,393,045	1,429,229	358,181								4,800,160
501 FUEL-IONS													
37	Kettle Falls	57,361	50,587	46,865	39,752								194,565
38	Colstrip	82,890	83,940	81,060	38,493								286,383
501 FUEL-COST PER ION													
39	wood \$	11.90	\$ 11.32	\$ 11.41	\$ (1.03)								\$ 8.99
40	coal \$	11.23	\$ 9.76	\$ 10.64	\$ 10.02								\$ 10.47
547 FUEL													
41	NE Combustion Turbine Gas/Oil	28	2,557	285	63,339								66,209
42	Boulder Park	21,834	7,244	418	1,299								30,795
43	Kettle Falls CT	14,892	29,066	10,263	811								55,032
44	Rathdrum Gas Storage Fee	40,000	40,000	40,000	40,000								160,000
45	Rathdrum Fuel Exp	146,582	20,164	10,836	(6,116)								171,466
46	Total Account 547	223,336	99,031	61,802	99,333								483,502
47	TOTAL NET EXPENSE INCLUDING	13,906,935	8,396,291	7,479,310	3,187,707								32,592,411

AVISTA UTILITIES
 Washington Electric Jurisdiction
 Energy Recovery Mechanism Revenue Credit
 Month of April 2003

Description	January	February	March	April	May	June	July	August	September	October	November	December	YTD
Total WA kWhs per Rev Run	588,944,920	587,930,337	572,881,963	664,011,421									2,413,768,641
Deduct Sales for Resale kWhs	(112,642,000)	(158,728,000)	(136,551,000)	(247,840,000)									(655,761,000)
Deduct Exchange (Sch 29) kWhs	(2,343,583)	(1,181,215)	(1,662,435)	(3,385,542)									(8,572,775)
Deduct Prior Month Unbilled kWhs Heating	(324,817,836)	(290,121,550)	(296,728,549)	(277,811,609)									(1,189,479,544)
Add Current Month Unbilled kWhs Cooling	290,121,550	296,728,549	277,811,609	278,009,978									1,142,671,686
Add Current Month Unbilled kWhs Heating	439,263,051	434,628,121	415,751,588	412,984,248									1,702,627,008
Washington Retail kWhs	449,477,904	425,137,067	436,508,558	388,111,383									1,699,234,912
Test Year Consumption from Attachment 1 Settlement Stipulation	(10,214,853)	9,491,054	(20,756,970)	24,872,865									3,392,096
WA Retail Revenue Credit	(\$327,692)	\$304,473	(\$665,884)	\$797,922									\$108,818
Net Wind Revenue Credit	\$4,169	\$4,491	\$4,720	\$4,907									\$18,287
Total Revenue Credit	(\$323,523)	\$308,964	(\$661,164)	\$802,829									\$127,105

Schedule 95 Wind Revenue	\$5,750.51	\$6,195.15	\$6,510.79	\$6,768.24									\$25,224.69
Deduct Admin Expense	\$1,581.39	\$1,703.67	\$1,790.47	\$1,861.27									\$6,936.79
Net Wind Revenue Credit	\$4,169.12	\$4,491.48	\$4,720.32	\$4,906.97									\$18,287.90

Avista Corp.
1411 East Mission PO Box 3727
Spokane, Washington 99220-3727
Telephone 509-489-0500
Toll Free 800-727-9170



June 10, 2003

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 May 2003

Dear Ms. Washburn:

Enclosed are an original and five copies of Avista Corporation's Power Cost Deferral Report for the month of May 2003. The report includes the monthly energy recovery mechanism (ERM) accounting journal together with backup workpapers. Actual net power costs exceeded authorized costs by \$1,488,812. Since the \$9 million deadband for 2003 was accumulated at the end of April 2003, the 90% factor was applied, which resulted in a deferral entry of \$1,339,931.

Actual power supply expenses were higher than authorized as a result of higher purchased power expense due in part to reduced thermal generation. Higher purchased power expense was more than offset by higher than authorized sales for resale. Hydro generation was 36 aMW above authorized levels. Lower thermal generation resulted from Coyote Springs 2 not yet being online and economic dispatch of other gas-fired thermal units. Colstrip generated 50 aMW above the authorized level and Kettle Falls generated 36 aMW above the authorized level. Thermal fuel expense was higher than the authorized level and natural gas fuel expense was above the authorized level. Retail sales were 19 aMW above the authorized level.

There were no new forward long-term power contracts of one year or longer entered into in the month of May 2003. 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 cursive script that reads "Kelly Norwood".

Kelly Norwood
Vice President Rates and Regulation
Avista Corporation

Enclosure
RM

c: Robert Cromwell
S. Bradley Van Cleve

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

MONTH OF MAY 2003

Avista Corporation - General Ledger Journal Entry

Print Date: 06-05-2003 11:28 AM

Journal ID: **DJ702** Journal Description: WA - ERM Effective Date: 05-31-2003

Corp: WWP Journal Sponsor: RESOURCE \$/#: \$ Tran Type: C Error Code: Q Code: G

Control Amount Total: 4,606,746.00 Saved By: Linda Donley Saved Date: 06-05-2003 11:28:49 A

Edit Date: 06-05-2003 11:10:20 AM

Seq	WO	U>Main	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
5	0000	9186	01	028	EE			0.00	0.00	WA ERM YTD COMPANY BAND
<i>Record YTD accumulation of Company Band for WA ERM. Allows tracking of balance on the GL.</i>										
10	0000	9186	02	028	EE			0.00	0.00	WA ERM YTD CONTRA ACCOUNT
<i>Contra account for YTD WA ERM Company Band. Offsets 918601 to prevent Balance Sheet inflation.</i>										
15	2577	0557	28	G55	EE	X	028	0.00	1,339,931.00	POWER TRANSACTIONS/* WA DEF PWR CO
20	0000	9186	28	028	EE			1,339,931.00	0.00	WA ERM - CURRENT YEAR
23	2577	0557	29	X55	EE	X	028	1,960,430.00	0.00	POWER TRANSACTIONS /*WA DEF PWR AM
27	0000	9182	35	028	EE			0.00	1,960,430.00	WASHINGTON ERM DEFERRAL BALANCE
43	0000	9182	35	028	EE			452,338.00	0.00	WASHINGTON ERM DEFERRAL BALANCE
<i>Interest income on deferral balance in 18235 authorized for recovery</i>										
45	0000	9186	28	028	EE			3,674.00	0.00	WA ERM - CURRENT YEAR
<i>Interest income (expense) on deferral balance in 18628</i>										
47	0000	9186	29	028	EE			88,593.00	0.00	WA ERM - LAST YEAR
<i>Interest income (expense) on deferral balance in 18629</i>										
50	Q000	9419	00	Q98	EE	X	098	0.00	544,605.00	NON-UTILITY REVENUE/*INT/DIV INCOME
70	0000	9171	00	FIN	EE			544,605.00	0.00	INTEREST & DIVIDENDS REC
<i>Accrue interest income on deferral balance</i>										
80	0000	9171	00	FIN	EE			0.00	544,605.00	INTEREST & DIVIDENDS REC
<i>Transfer interest income accrual to deferred power costs (in lieu of receipt)</i>										
82	0135	0410	10	X54	EE	X	028	0.00	217,175.00	INCOME TAX /* PRV DFIT DR
<i>DFIT entry includes, power supply deferral, generation options, surcharge amortization</i>										
85	0135	9410	20	X54	EE	X	028	190,612.00	0.00	INCOME TAX /PROV DEFERED IT
<i>DFIT entry for interest income</i>										
89	0000	9283	28	028	EE			26,563.00	0.00	ADFIT-WA ERM CURRENT AND PRIOR YRS

Avista Corporation - General Ledger Journal Entry

Print Date: 06-05-2003 11:28 AM

Journal ID: **DJ702** Journal Description: WA - ERM Effective Date: 05-31-2003
 Corp: WWP Journal Sponsor: RESOURCE \$#: \$ Tran Type: C Error Code: Q Code: G
 Control Amount Total: 4,606,746.00 Saved By: Linda Donley Saved Date: 06-05-2003 11:28:49 A
 Edit Date: 06-05-2003 11:10:20 AM

<u>Seq</u>	<u>WO</u>	<u>U</u>	<u>Main</u>	<u>Sub</u>	<u>RC</u>	<u>Cost Code</u>	<u>SL ID</u>	<u>LOC</u>	<u>Debit Amount</u>	<u>Credit Amount</u>	<u>Transaction Description</u>		
Totals:										4,606,746.00	4,606,746.00	Trans: 13	Rows: 15

Prepared By Linda Donley 6/5/03
 Date
 Reviewed By [Signature] 6/5/03
 Date

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

Approved For Entry - Corporate _____ Date _____
 Accounting Use Only

> GD WWP,0000918628,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918628 CENTER: 028
 WA ERM - CURRENT YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	.00	730,862.00	41,555,462.00
02	.00	214,588.82-	48,503,456.00
03	.00	927,912.16-	56,040,731.00
04	94,153.00	640,898.16-	86,458,493.10
05	1,437,758.00	782,317.25	89,491,142.98
06	.00	4,173,702.11	109,445,519.84
07	.00	.00	152,783,324.57
08	.00	3,462,701.00	178,798,591.27
09	.00	4,591,436.00	199,658,987.12
10	.00	7,990,106.00	151,869,220.71
11	.00	10,046,279.00	156,589,761.03
12	.00	18,418,548.00	8,231,969.75
TOTAL	.00	.00	.00

06/06/03 14:40:35 1 M3LL CIX1 _____

ERM Deferral Balance (Current year - 2003)

Account 9186.28 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 4/30/03	\$94,153.00	
Deferral	1,339,931.00	DJ702
Interest	3,674.00	DJ702
Balance 5/31/03	<u>\$1,437,758.00</u>	

> GD WWP,0000918629,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918629 CENTER: 028
 WA ERM - LAST YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	18,507,141.00	5,590,562.00-	.00
02	18,595,734.00	.00	.00
03	18,684,327.00	.00	.00
04	18,772,920.00	.00	.00
05	18,861,513.00	.00	.00
06	.00	.00	.00
07	.00	.00	.00
08	.00	.00	.00
09	.00	.00	.00
10	.00	.00	1,306,498.00-
11	.00	.00	5,365,871.00-
12	.00	.00	.00
TOTAL	.00	.00	.00

06/06/03 14:41:35 1 M3LL CIX1 _____

ERM Deferral Balance (Prior year - 2002)

Account 9186.29 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 4/30/03	\$18,772,920.00	
Interest	88,593.00	DJ702
Balance 5/31/03	<u>\$18,861,513.00</u>	

> GD WWP,0000918235,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918235 CENTER: 028
 WASHINGTON ERM DEFERRAL BALANCE

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	102,120,741.28	132,006,255.17	.00
02	100,387,075.28	122,433,021.17	.00
03	98,579,839.28	118,334,898.17	.00
04	96,934,524.28	115,248,382.17	.00
05	95,426,432.28	112,494,809.17	.00
06	.00	109,873,441.17	.00
07	.00	111,925,345.28	.00
08	.00	110,453,043.28	.00
09	.00	109,001,480.28	.00
10	.00	107,664,179.28	.00
11	.00	106,072,397.28	.00
12	.00	104,166,540.28	132,006,255.17
TOTAL	.00	.00	.00

06/06/03 14:40:49 1 M3LL CIX1 _____

Recoverable Deferral Balance

Account 9182.35 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 4/30/03	\$96,934,524.28	
Amortization	-1,960,430.00	DJ702
Interest	452,338.00	DJ702
Balance 5/31/03	<u>\$95,426,432.28</u>	

> GD WWP,0000918601,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
CORP: WWP ACCOUNT: 0000918601 CENTER: 028
WA ERM YTD COMPANY BAND

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00	.00	.00
02	6,578,313.00	.00	.00
03	8,748,531.00	.00	.00
04	9,000,000.00	.00	.00
05	9,000,000.00	.00	.00
06	.00	.00	.00
07	.00	4,319,249.00	.00
08	.00	4,500,000.00	.00
09	.00	4,500,000.00	.00
10	.00	4,500,000.00	.00
11	.00	4,500,000.00	.00
12	.00	4,500,000.00	.00
TOTAL	.00	.00	.00

06/06/03 14:41:14 1 M3LL CIX1 _____

ERM Deadband

Account 9186.01 028

Balance 4/30/03
2003 deadband accumulation
Balance 5/31/03

<u>Amount</u>	<u>Journal ID</u>
\$9,000,000.00	
0.00	DJ702
<u>\$9,000,000.00</u>	

> GD WWP,0000918602,028

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918602 CENTER: 028
 WA ERM YTD CONTRA ACCOUNT

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00-	.00	.00
02	6,578,313.00-	.00	.00
03	8,748,531.00-	.00	.00
04	9,000,000.00-	.00	.00
05	9,000,000.00-	.00	.00
06	.00	.00	.00
07	.00	4,319,249.00-	.00
08	.00	4,500,000.00-	.00
09	.00	4,500,000.00-	.00
10	.00	4,500,000.00-	.00
11	.00	4,500,000.00-	.00
12	.00	4,500,000.00-	.00
TOTAL	.00	.00	.00

06/06/03 14:41:25 1 M3LL CIX1 _____

ERM Deadband Contra Account

Account 9186.02 028

Balance 4/30/03

2003 deadband contra entry

Balance 5/31/03

<u>Amount</u>	<u>Journal ID</u>
-\$9,000,000.00	
0.00	DJ702
-\$9,000,000.00	

> GD WWP,0000928328,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000928328 CENTER: 028
 ADFIT-WA ERM CURRENT AND PRIOR YRS

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	42,219,761.00-	44,235,381.00-	14,544,411.00-
02	41,643,986.00-	42,520,405.00-	16,976,210.00-
03	41,042,461.00-	40,604,160.00-	19,614,256.00-
04	40,530,561.00-	39,702,680.00-	30,259,997.00-
05	40,503,998.00-	39,098,236.00-	31,321,900.00-
06	.00	39,830,678.00-	38,305,932.00-
07	.00	39,003,353.00-	53,474,163.00-
08	.00	39,870,511.00-	62,579,507.00-
09	.00	39,757,522.00-	69,880,645.00-
10	.00	40,479,002.00-	52,696,940.00-
11	.00	40,641,539.00-	52,928,362.00-
12	.00	42,904,783.00-	45,886,954.86-
TOTAL	.00	.00	.00

06/06/03 14:41:02 1 M3LL CIX1 _____

Account 9186.28 028 balance	\$1,437,758.00
Account 9186.29 028 balance	18,861,513.00
Account 9182.35 028 balance	95,426,432.28
Total	<u>\$115,725,703.28</u>
Federal income tax rate	-35%
Deferred FIT related to deferrals	<u>-\$40,503,996</u>
Rounding	-2
Balance in Account	<u>-\$40,503,998</u>

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.																																																																																				
Actual cost of debt at 12/31/02 is 8.88%.																																																																																				
The monthly rate is:																																																																																				
		0.0074	Before Tax																																																																																	
		0.00481	After Tax																																																																																	
		0.35	Tax rate																																																																																	
2003 Interest																																																																																				
12-31-2002	GL Balance	18,418,548																																																																																		
12-31-2002	GL Balance	(18,418,548)	Transfer to 918629																																																																																	
01-01-2003	GL Balance	0																																																																																		
Jan-03																																																																																				
Jan-03	ERM Deferral	0																																																																																		
Jan-03	Interest	0	0																																																																																	
01-31-2003	Balance before interest	0																																																																																		
Feb-03																																																																																				
Feb-03	ERM Deferral	0																																																																																		
Feb-03	Interest	0	0																																																																																	
02-28-2003	Balance before interest	0																																																																																		
Mar-03																																																																																				
Mar-03	ERM Deferral	0																																																																																		
Mar-03	Interest	0	0																																																																																	
03-31-2003	Balance before interest	0																																																																																		
Apr-03																																																																																				
Apr-03	ERM Deferral	93,927																																																																																		
Apr-03	Interest		226																																																																																	
04-30-2003	Balance before interest	93,927																																																																																		
May-03																																																																																				
May-03	ERM Deferral	1,339,931																																																																																		
May-03	Interest		3,674																																																																																	
05-31-2003	Balance before interest	1,433,858																																																																																		
<table border="1"> <thead> <tr> <th colspan="2"></th> <th>DFIT Expense</th> <th colspan="2">ADFIT</th> </tr> </thead> <tbody> <tr> <td colspan="2"></td> <td>0</td> <td>Operating</td> <td>0</td> </tr> <tr> <td colspan="2"></td> <td>0</td> <td>Nonoperating</td> <td>0</td> </tr> <tr> <td colspan="2"></td> <td>0</td> <td>Total</td> <td>0</td> </tr> <tr> <td colspan="2"></td> <td>0</td> <td>Operating</td> <td>0</td> </tr> <tr> <td colspan="2"></td> <td>0</td> <td>Nonoperating</td> <td>0</td> </tr> <tr> <td colspan="2"></td> <td>0</td> <td>Total</td> <td>0</td> </tr> <tr> <td colspan="2"></td> <td>0</td> <td>Operating</td> <td>0</td> </tr> <tr> <td colspan="2"></td> <td>0</td> <td>Nonoperating</td> <td>0</td> </tr> <tr> <td colspan="2"></td> <td>0</td> <td>Total</td> <td>0</td> </tr> <tr> <td colspan="2"></td> <td>32,874</td> <td>Operating</td> <td>(32,874)</td> </tr> <tr> <td colspan="2"></td> <td>79</td> <td>Nonoperating</td> <td>(79)</td> </tr> <tr> <td colspan="2"></td> <td>32,953</td> <td>Total</td> <td>(32,953)</td> </tr> <tr> <td colspan="2"></td> <td>468,976</td> <td>Operating</td> <td>(468,976)</td> </tr> <tr> <td colspan="2"></td> <td>1,286</td> <td>Nonoperating</td> <td>(1,286)</td> </tr> <tr> <td colspan="2"></td> <td>470,262</td> <td>Total</td> <td>(470,262)</td> </tr> </tbody> </table>							DFIT Expense	ADFIT				0	Operating	0			0	Nonoperating	0			0	Total	0			0	Operating	0			0	Nonoperating	0			0	Total	0			0	Operating	0			0	Nonoperating	0			0	Total	0			32,874	Operating	(32,874)			79	Nonoperating	(79)			32,953	Total	(32,953)			468,976	Operating	(468,976)			1,286	Nonoperating	(1,286)			470,262	Total	(470,262)
		DFIT Expense	ADFIT																																																																																	
		0	Operating	0																																																																																
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ADFIT Balance	(503,215)	94,153	1,343,605																																																																																	

Tax Rate	35%								
		DJ702 LTD	DJ702 LTD	DJ702 LTD		DJ702 CURMO			
	928328	928328	928328	928328	928328	928328			
	GL	ADFIT	ADFIT	ADFIT	BALANCE	FOR ALL			
	BALANCE	918235	18628	18629	COMPONENTS	ACCOUNTS			
12-31-2002	(42,904,783)	(36,458,290)	(6,446,493)	0	(42,904,783)				
01-01-2003	(42,904,783)	(36,458,290)	0	(6,446,493)	(42,904,783)				
01-31-2003	(42,219,761)	(35,742,260)	0	(6,477,501)	(42,219,761)		0		
02-28-2003	(41,643,986)	(35,135,477)	0	(6,508,509)	(41,643,986)		0		
03-31-2003	(41,042,461)	(34,502,944)	0	(6,539,517)	(41,042,461)		0		
04-30-2003	(40,530,561)	(33,927,083)	(32,953)	(6,570,525)	(40,530,561)		0		
05-31-2003	(40,503,998)	(33,399,250)	(503,215)	(6,601,533)	(40,503,998)		0		
06-30-2003							0		
07-31-2003							0		
08-31-2003							0		
09-30-2003							0		
10-31-2003							0		
11-30-2003							0		
12-31-2003							0		
			<u>ADFIT</u>			<u>Interest</u>			
		<u>41010</u>	<u>941020</u>	<u>928328</u>	<u>918235</u>	<u>918628</u>	<u>918629</u>	<u>941900</u>	
12-31-2002	918235	(838,646)	171,596	667,050					
	918628	2,906,640	23,654	(2,930,294)					
Total		2,067,994	195,250	(2,263,244)					
01-31-2003	918235	(889,256)	173,226	716,030	494,931	0	88,593	(583,524)	
	918628	0	0	0					
	918629	0	31,008	(31,008)					
Total		(889,256)	204,234	685,022					
02-28-2003	918235	(777,870)	171,087	606,783	488,820	0	88,593	(577,413)	
	918628	0	0	0					
	918629	0	31,008	(31,008)					
Total		(777,870)	202,095	575,775					
03-31-2003	918235	(796,093)	163,560	632,533	467,315	0	88,593	(555,908)	
	918628	0	0	0					
	918629	0	31,008	(31,008)					
Total		(796,093)	194,568	601,525					
04-30-2003	918235	(737,603)	161,742	575,861	462,121	226	88,593	(550,940)	
	918628	32,874	79	(32,953)					
	918629	0	31,008	(31,008)					
Total		(704,729)	192,829	511,900					
05-31-2003	918235	(686,151)	158,318	527,833	452,338	3,674	88,593	(544,605)	
	918628	468,976	1,286	(470,262)					
	918629	0	31,008	(31,008)					
Total		(217,175)	190,612	26,563					

			YTD		YTD	
			WA ERM		WA ERM	
			Company		Contra	Total
			Band		Account	GL
			918601		918602	Impact
12-31-2002	Balance		\$4,500,000		(\$4,500,000)	\$0
2003 Requirement		\$9,000,000				
Jan-03	Reverse 2002		(\$4,500,000)		\$4,500,000	\$0
Jan-03	Activity		\$4,982,867		(\$4,982,867)	\$0
01-31-2003	Balance		\$4,982,867		(\$4,982,867)	\$0
Feb-03	Activity		\$1,595,446		(\$1,595,446)	\$0
02-28-2003	Balance		\$6,578,313		(\$6,578,313)	\$0
Mar-03	Activity		\$2,170,218		(\$2,170,218)	\$0
03-31-2003	Balance		\$8,748,531		(\$8,748,531)	\$0
Apr-03	Activity		\$251,469		(\$251,469)	\$0
04-30-2003	Balance		\$9,000,000		(\$9,000,000)	\$0
May-03	Activity		\$0		\$0	\$0
05-31-2003	Balance		\$9,000,000		(\$9,000,000)	\$0

AVISTA CORPORATION
MAY 2003 WASHINGTON ELECTRIC SURCHARGE REVENUE & DEFERRAL AMORTIZATION

Schedule (a)	Sch 1 Block Percent (b)	kWh or \$ (c)	Surcharge Rate On/After 01-Jul-02 (d)	Revenue (e) (c)*(d)	Conversion Factor (f)	Deferral Amortization (g) (e)*(f)
1 (0-600 kWh)	58.122%	96,169,641	0.405¢	\$389,487	0.956277	\$372,457
1 (601-1300 kWh)	30.290%	50,118,345	0.607¢	304,218	0.956277	290,917
1 (over 1300 kWh)	11.588%	19,173,700	0.853¢	163,552	0.956277	156,401
Total Sch 1	100.000%	165,461,686		857,257		819,775
11		26,267,360	0.788¢	206,987	0.956277	197,937
12		2,689,011	0.788¢	21,189	0.956277	20,263
21		119,364,860	0.549¢	655,313	0.956277	626,661
22		1,591,312	0.549¢	8,736	0.956277	8,354
25		66,537,128	0.352¢	234,211	0.956277	223,971
30		2,148,360	0.485¢	10,420	0.956277	9,964
31		3,754,373	0.485¢	18,209	0.956277	17,413
32		500,825	0.485¢	2,429	0.956277	2,323
41-46		\$261,202	109.78%	23,270	0.956277	22,253
47		\$78,353	109.78%	6,980	0.956277	6,675
48		\$56,819	109.78%	5,062	0.956277	4,841
Schedule Totals		388,314,915		\$2,050,063		\$1,960,430 Amortization
kWh not subject to surcharge						-35%
Schedule 28		106,930				
Schedule 29		3,112,139				
Sch 41-49		2,277,608				
Schedule 61		305,026,000				
Total kWh		698,837,592				(\$686,151) DFIT Expense

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF MAY 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
RESIDENTIAL	1	001	183,274	165,457,996	9,712,898.62	914,804	182,960	994,930,666	58,699,321.95
FIRM-COMMERCIAL	21	001			.00				.00
INTERDEPARTMENT REV	80	001	5	3,690	233.84	21	4	27,707	1,730.01
			183,279	165,461,686	9,713,132.46	914,825	182,965	994,958,373	58,701,051.96
RESIDENTIAL	1	011			.00				.00
FIRM-COMMERCIAL	21	011	17,796	25,898,214	2,291,921.41	88,792	17,758	142,293,871	12,462,412.23
FIRM-MISC INDUST	31	011	124	298,667	26,573.34	593	118	1,489,039	132,166.65
LIGHTING-PUB ST-HIWAY	51	011	14	5,395	526.54	70	14	34,125	3,079.50
INTERDEPARTMENT REV	80	011	27	65,084	5,544.84	143	28	418,720	35,443.63
			17,961	26,267,360	2,324,566.13	89,598	17,919	144,235,755	12,633,102.01
RESIDENTIAL	1	012	6,294	2,689,011	252,258.13	31,321	6,264	16,974,303	1,536,486.10
FIRM-COMMERCIAL	21	012	6,294	2,689,011	252,258.13	31,321	6,264	16,974,303	1,536,486.10
RESIDENTIAL	1	021			.00				.00
FIRM-COMMERCIAL	21	021	3,035	109,796,413	7,218,341.52	15,170	3,034	548,245,011	36,011,121.43
FIRM-MISC INDUST	31	021	114	8,629,707	565,604.83	589	117	44,322,102	2,899,475.88
INTERDEPARTMENT REV	80	021	8	944,740	57,628.51	44	8	4,761,160	292,299.42
			3,157	119,364,860	7,841,574.86	15,803	3,160	597,358,273	39,202,896.73
RESIDENTIAL	1	022	56	1,591,312	100,365.28	276	55	9,492,647	586,798.56
			56	1,591,312	100,365.28	276	55	9,492,647	586,798.56
FIRM-COMMERCIAL	21	025	8	19,081,572	830,677.65	41	8	98,622,636	4,261,012.08
FIRM-MISC INDUST	31	025	13	47,455,556	2,042,588.44	62	12	247,744,374	10,614,784.93
			21	66,537,128	2,873,266.09	103	20	346,367,010	14,875,797.01
FIRM-COMMERCIAL	21	028	1	105,440	4,230.71	5	1	501,520	20,021.93
FIRM-MISC INDUST	31	028	1	1,490	14,453.43	2	2	94,850	76,880.19
			2	106,930	18,684.14	7	1	596,370	96,902.12
FIRM-PUMPING-IRRIG	39	029	1	3,112,139	.00	5	1	11,684,914	.00
			1	3,112,139	.00	5	1	11,684,914	.00
RESIDENTIAL	1	030			.00				.00
FIRM-PUMPING-IRRIG	39	030	42	2,148,360	107,131.07	210	42	2,988,540	149,984.00
			42	2,148,360	107,131.07	210	42	2,988,540	149,984.00
FIRM-COMMERCIAL	21	031	452	2,019,971	120,808.80	2,253	450	8,918,670	534,363.77
FIRM-MISC INDUST	31	031	126	645,043	39,106.84	630	126	3,177,442	192,566.73
FIRM-PUMPING-IRRIG	39	031	362	1,089,299	70,680.73	1,778	355	2,300,897	155,193.67
INTERDEPARTMENT REV	80	031	2	16,030	16.03	10	2	310	80.81
			942	3,754,373	230,612.40	4,671	934	14,397,319	882,204.98
RESIDENTIAL	1	032	941	468,633	33,249.17	4,656	931	1,146,365	95,138.85
FIRM-PUMPING-IRRIG	39	032	110	32,192	2,431.47	556	111	115,466	9,748.27
			1,051	500,825	35,680.64	5,212	1,042	1,261,831	104,887.12
LIGHTING-PUB ST-HIWAY	51	041	12	16,056	2,727.06	60	12	80,280	13,635.30
			12	16,056	2,727.06	60	12	80,280	13,635.30

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF MAY 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
LIGHTING-PUB ST-HIWAY	51	042	198	1,030,699	233,650.56	978	195	5,133,540	1,163,899.55
			198	1,030,699	233,650.56	978	195	5,133,540	1,163,899.55
LIGHTING-PUB ST-HIWAY	51	044	12	21,600	1,889.85	60	12	108,000	9,449.25
			12	21,600	1,889.85	60	12	108,000	9,449.25
LIGHTING-PUB ST-HIWAY	51	045	17	220,010	10,079.70	88	17	1,099,346	50,360.96
			17	220,010	10,079.70	88	17	1,099,346	50,360.96
LIGHTING-PUB ST-HIWAY	51	046	26	181,691	12,854.92	132	26	908,987	64,310.64
			26	181,691	12,854.92	132	26	908,987	64,310.64
FIRM-COMMERCIAL	21	047		465,123	75,915.61			2,451,043	389,625.62
FIRM-MISC INDUST	31	047		15,257	2,146.35			79,379	11,082.89
FIRM-PUMPING-IRRIG	39	047		167	18.58			835	92.90
INTERDEPARTMENT REV	80	047		1,256	272.28			6,280	1,361.40
				481,803	78,352.82			2,537,537	402,162.81
RESIDENTIAL	1	048		325,749	56,819.00			1,636,208	284,819.27
				325,749	56,819.00			1,636,208	284,819.27
RESIDENTIAL	1	056			18.86				7.98
FIRM-COMMERCIAL	21	056			11.82				3.78
					30.68				11.76
RESIDENTIAL	1	058			349,888.43				2,070,745.41
FIRM-COMMERCIAL	21	058			449,601.05				2,267,483.86
FIRM-MISC INDUST	31	058			27,923.86				139,975.42
FIRM-PUMPING-IRRIG	39	058			103.27				592.03
LIGHTING-PUB ST-HIWAY	51	058			12,296.63				61,197.57
EE - RESIDENTIAL	61	058			.00				.00
INTERDEPARTMENT REV	80	058			8.91				19.08
MISC-RENT ELECT PROP	85	058			1,143.52				5,713.62
MISC-OTHER ELECT REV	86	058			16.72				83.60
					840,982.39				4,545,810.59
RESIDENTIAL	1	058A			2,445.94CR				19,011.65CR
FIRM-COMMERCIAL	21	058A			1,398.72CR				12,031.04CR
FIRM-MISC INDUST	31	058A			.61CR				14.02CR
FIRM-PUMPING-IRRIG	39	058A			40.16CR				188.71CR
					3,885.43CR				31,245.42CR
FIRM-ENERGY CHARGE	74	061	9	3,931,000	292,650.29	33	6	15,347,000	1,505,151.10
SURPLUS-ENERGY CHARGE	75	061	37	301,095,000	6,961,560.17	165	33	945,440,000	27,924,856.78
			46	305,026,000	7,254,210.46	198	39	960,787,000	29,430,007.88
EE - RESIDENTIAL	61	090			4.00				20.00
					4.00				20.00
RESIDENTIAL	1	095			5,977.49				28,901.85
FIRM-COMMERCIAL	21	095			823.00				3,123.33
					6,800.49				32,025.18

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF MAY 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
THEFT OF SERVICE	18	099			2,393.08				8,809.33
MISC-SERVICE REV	83	099			26,731.00				141,320.00
MISC-RENT ELECT PRDP	85	099			24,383.44				118,812.44
MISC-OTHER ELECT REV	86	099			262.09				1,310.45
SVC TOTALS			213,117	698,837,592	32,045,557.31	1,063,547	212,709	3,112,606,233	165,005,630.58

Avista Utilities
 WASHINGTON POWER COST DEFERRALS

WASHINGTON ACTUALS-2003

	Actual Jan-03	Actual Feb-03	Actual Mar-03	Actual Apr-03	Actual May-03	Actual Jun-03	Actual Jul-03	Actual Aug-03	Actual Sep-03	Actual Oct-03	Actual Nov-03	Actual Dec-03
1 555 Purchased Power	\$ 16,118,812	\$ 13,422,834	\$ 11,421,679	\$ 10,178,810	\$ 6,472,115	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2 501 Thermal Fuel	\$ 1,619,705	\$ 1,393,045	\$ 1,429,229	\$ 358,181	\$ 1,323,513	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3 547 CT Fuel	\$ 223,336	\$ 99,031	\$ 61,802	\$ 99,333	\$ 94,493	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
4 447 Sale for Resale	\$ 4,054,918	\$ 6,518,620	\$ 5,433,400	\$ 7,448,616	\$ 8,067,609	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
5 Actual Net Expense	\$ 13,906,935	\$ 8,396,291	\$ 7,479,310	\$ 3,187,707	\$ (177,487)	\$ -	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
6 Pollatch 25 aMW directly assigned to ID	\$ (601,710)	\$ (543,480)	\$ (601,710)	\$ (581,491)	\$ (601,710)							
7 Adjusted Actual Net Expense	\$ 13,305,225	\$ 7,852,811	\$ 6,877,600	\$ 2,606,216	\$ (779,197)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

AUTHORIZED NET EXPENSE-SYSTEM

	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03
8 555 Purchased Power	\$ 7,820,601	\$ 6,873,178	\$ 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
9 501 Thermal Fuel	\$ 1,497,543	\$ 1,328,377	\$ 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
10 547 CT Fuel	\$ 3,209,570	\$ 2,713,553	\$ 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
11 447 Sale for Resale	\$ 3,395,816	\$ 3,610,669	\$ 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
12 Authorized Net Expense	\$ 9,131,898	\$ 7,304,439	\$ 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
3 Actual - Authorized Net Expense	\$ 4,173,327	\$ 548,372	\$ (741,220)	\$ (938,474)	\$ (455,929)							
4 Net Fuel Expense not Incl in Acct 547 (1)	\$ 2,855,401	\$ 2,324,474	\$ 3,017,663	\$ 2,686,342	\$ 3,392,764							
5 Adjusted Actual - Authorized Net Exp	\$ 7,028,728	\$ 2,872,846	\$ 2,276,443	\$ 1,747,868	\$ 2,936,834							
6 Washington Alloc. @ 66.29%	\$ 4,659,344	\$ 1,904,410	\$ 1,509,054	\$ 1,158,662	\$ 1,946,827							
7 WA Retail Revenue Adjustment	\$ (585,121)	\$ (308,964)	\$ 661,164	\$ (802,829)	\$ (458,015)							
8 Net Power Cost Increase (Decrease)	\$ 4,982,867	\$ 1,595,446	\$ 2,170,218	\$ 335,833	\$ 1,488,812	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
9 100% Net Power Cost Less \$9.0 million Company Band	\$ 104,363											
10 90% Net Power Cost Less \$9.0 million Company Band	\$ 1,433,858											
	\$ 93,927	\$ 1,339,931										

Avista Utilities
 System Power Supply Expenses
 WASHINGTON DEFERRED POWER COST CALCULATION

ACTUALS

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
555 PURCHASED POWER													
1 Short-Term Purchases	7,498,257	5,301,496	4,022,054	7,461,770	4,903,146								29,186,723
2 Rocky Reach	102,914	57,149	57,548	85,032	160,305								462,948
3 Wanapum	255,600	255,600	327,932	255,600	255,601								1,350,333
4 Priest Rapids	159,450	159,450	237,655	159,450	159,451								875,456
5 Wells	99,953	99,953	99,953	99,953	99,953								499,765
6 WNP-3 (1)	2,875,293	2,598,121	1,419,526	1,374,877	-							(1)	8,267,818
7 Entitlement & Sup Cap	1,722	1,722	1,722	0	-								5,166
8 Deer Lake-IP&L	246	213	193	211	256								1,120
9 Small Power	127,591	156,055	124,688	131,747	112,100								652,181
10 Haleywest - Plummer Forest Prod.	114,258	114,258	139,324	124,251	122,532								
11 WPI Amort													
12 Spokane-Upriver	264,331	509,135	413,292	458,695	430,498								2,075,951
13 Douglas Capacity	119,000	121,500	147,500	132,500	112,500								633,000
14 Non-Mon. Accruals	167,556	232,570	11,414	-107,280	(23,968)								280,292
15 PPLM Wind Power					135,800								135,800
16 TransAlta	4,440,338	3,809,057	4,416,291	-	-								12,665,686
17 WPM Ancillary Services	6,560	6,555	2,587	2,004	3,941								21,647
18 Black Creek Index Purchase													
19 Total Account 555	16,118,812	13,422,834	11,421,679	10,178,810	6,472,115	0	0	0	0	0	0	0	57,113,885
(1) Effective November, 2002, WNP-3 purchase expense has been adjusted to reflect the mid-point price (\$33.37/MWh for the 2002-2003 contract year) per Settlement Agreement, Cause No. U-86-99													
447 SALES FOR RESALE													
20 Short-Term Sales	3,674,440	6,153,976	4,985,727	7,124,140	7,719,670								29,657,953
21 Enron/PGE Copocopy Sale	150,000	150,000	150,000	150,000	150,000								750,000
22 Nichols Pumping Index Sale	142,563	175,630	180,830	120,643	114,386								734,052
23 Kaiser Load Following	58,284	11,924	91,415	31,878	60,887								254,389
24 NW Alum DES	171	146	137	98	74								626
25 Pend Oreille DES/Box Canyon	27,224	25,384	26,850	25,078	24,399								128,935
26 PacifiCorp 94 Sale	0	-	-	-	-								-
27 Enron/PGE Cap Fee, employee svcs	(4,323)	(4,996)	(4,146)	(5,226)	(5,749)								(24,440)
28 Merchant Ancillary Services	6,560	6,555	2,587	2,004	3,941								21,647
29 Total Account 447	4,054,918	6,518,620	5,433,400	7,448,616	8,067,609								31,523,162

Avista Utilities
System Power Supply Expenses
WASHINGTON DEFERRED POWER COST CALCULATION
\$

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
ACTUALS													
501 FUEL-DOLLARS													
30	wood	682,778	572,564	534,885	(40,815)	522,492							2,271,904
31	coal	930,723	819,619	862,737	385,887	778,135							3,777,101
32	Total Coal & Wood	1,613,501	1,392,183	1,397,622	345,072	1,300,627							6,049,005
33	gas	4,835	862	8,723	3,277	6,566							24,263
34	oil	1,369	0	22,884	9,832	16,320							50,405
35	Total Oil & Gas	6,204	862	31,607	13,109	22,886							74,668
36	Total Account 501	1,619,705	1,393,045	1,429,229	358,181	1,323,513							6,123,673
501 FUEL-TONS													
37	Kettle Falls	57,361	50,587	46,865	39,752	41,586							236,151
38	Colstrip	82,890	83,940	81,060	38,493	65,570							351,953
501 FUEL-COST PER TON													
39	wood \$	11.90	\$ 11.32	\$ 11.41	\$ (1.03)	\$ 12.56							\$ 9.62
40	coal \$	11.23	\$ 9.76	\$ 10.64	\$ 10.02	\$ 11.87							\$ 10.73
547 FUEL													
41	NE Combustion Turbine Gas/Oil	28	2,557	285	63,339								66,209
42	Boulder Park	21,834	7,244	418	1,299	41,073							71,868
43	Kettle Falls CT	14,892	29,066	10,263	811	9,596							64,628
44	Flatdrum Gas Storage Fee	40,000	40,000	40,000	40,000	40,000							200,000
45	Flatdrum Fuel Exp	146,582	20,164	10,836	(6,116)	3,824							175,290
46	Total Account 547	223,336	99,031	61,802	99,333	94,493							577,995
47	TOTAL NET EXPENSE INCLUDING	13,906,935	8,396,291	7,479,310	3,187,707	(177,487)							32,292,391

AVISTA UTILITIES
 Washington Electric Jurisdiction
 Energy Recovery Mechanism Revenue Credit
 Month of May 2003

Description	January	February	March	April	May	June	July	August	September	October	November	December	YTD
Total WA kWhs per Rev Run	588,944,920	587,930,337	572,881,963	664,011,421	698,837,592								3,112,606,233
Deduct Sales for Resale kWhs	(112,642,000)	(158,728,000)	(136,551,000)	(247,840,000)	(305,026,000)								(960,787,000)
Deduct Exchange (Sch 29) kWhs	(2,343,583)	(1,181,215)	(1,662,435)	(3,385,542)	(3,112,139)								(11,684,914)
Deduct Prior Month Unbilled kWhs Heating	(324,817,836)	(280,121,550)	(296,728,549)	(277,811,609)	(278,009,978)								(1,467,489,522)
Deduct Prior Month Unbilled kWhs Cooling													
Add Current Month Unbilled kWhs Heating	290,121,550	296,728,549	277,811,609	278,009,978	276,277,421								1,418,949,107
Add Current Month Unbilled kWhs Cooling													
Washington Retail kWhs	439,263,051	434,628,121	415,751,588	412,984,248	390,595,051								1,628,155
Test Year Consumption	449,477,904	425,137,067	436,508,558	388,111,383	376,471,457								2,093,222,059
from Attachment 1 Settlement Stipulation													2,075,706,369
Difference from Test Year	(10,214,853)	9,491,054	(20,756,970)	24,872,865	14,123,594								17,515,690
WA Retail Revenue Credit	0.03208	\$304,473	(\$665,884)	\$797,922	\$453,085								\$561,903
Net Wind Revenue Credit	\$4,169	\$4,491	\$4,720	\$4,907	\$4,930								\$23,217
Total Revenue Credit	(\$323,523)	\$308,964	(\$661,164)	\$802,829	\$456,015								\$585,120

Schedule 95 Wind Revenue	\$5,750.51	\$6,195.15	\$6,510.79	\$6,768.24	\$6,800.49								\$32,025.18
Deduct Admin Expense	\$1,581.39	\$1,703.67	\$1,790.47	\$1,861.27	\$1,870.13								\$8,806.92
Net Wind Revenue Credit	\$4,169.12	\$4,491.48	\$4,720.32	\$4,906.97	\$4,930.36								\$23,218.26

Avista Corp.
1411 East Mission PO Box 3727
Spokane, Washington 99220-3727
Telephone 509-489-0500
Toll Free 800-727-9170



July 14, 2003

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 June 2003

Dear Ms. Washburn:

Enclosed are an original and five copies of Avista Corporation's Power Cost Deferral Report for the month of June 2003. The report includes the monthly energy recovery mechanism (ERM) accounting journal together with backup workpapers. Actual net power costs exceeded authorized costs by \$4,403,360. Since the \$9 million deadband for 2003 was accumulated at the end of April 2003, the 90% factor was applied, which resulted in a deferral entry of \$3,963,024.

Actual power supply expenses were higher than authorized, as a result of higher purchased power expense due in part to higher than authorized prices. Hydro generation was 6 aMW below authorized levels. Lower gas-fired thermal generation resulted from Coyote Springs 2 not yet being commercial and economic dispatch of other gas-fired thermal units. Coyote Springs 2 generated approximately 24 aMW of test power, which was not included in the power cost deferrals. Colstrip generated 41 aMW above the authorized and Kettle Falls generated 11 aMW above the authorized level. Thermal fuel expense was higher than the authorized level and natural gas fuel expense was above the authorized level. Retail sales were 1 aMW below the authorized level.

There were no new forward long-term power contracts of one year or longer entered into in the month of June 2003. 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 cursive script that reads "Kelly Norwood".

Kelly Norwood
Vice President Rates and Regulation
Avista Corporation

Enclosure
RM

c: Robert Cromwell
S. Bradley Van Cleve

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

MONTH OF JUNE 2003

Corporation - General Ledger Journal Entry

Print Date: 07-07-2003 09:46 AM

Journal ID: **DJ702** Journal Description: WA - ERM Effective Date: 06-30-2003

Corp: WWP Journal Sponsor: RESOURCE \$#: \$ Tran Type: C Error Code: Q Code: G

Control Amount Total: 7,942,580.00 Saved By: Linda Donley Saved Date: 07-07-2003 9:45:57 AM

Edit Date: 07-07-2003 9:45:37 AM

Seq	WO	UMain	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
5	0000	9186	01	028	EE			0.00	0.00	WA ERM YTD COMPANY BAND
<i>Record YTD accumulation of Company Band for WA ERM. Allows tracking of balance on the GL.</i>										
10	0000	9186	02	028	EE			0.00	0.00	WA ERM YTD CONTRA ACCOUNT
<i>Contra account for YTD WA ERM Company Band. Offsets 918601 to prevent Balance Sheet inflation.</i>										
15	2577	0557	28	G55	EE	X	028	0.00	3,963,024.00	POWER TRANSACTIONS/* WA DEF PWR CO
20	0000	9186	28	028	EE			3,963,024.00	0.00	WA ERM - CURRENT YEAR
23	2577	0557	29	X55	EE	X	028	1,950,579.00	0.00	POWER TRANSACTIONS /*WA DEF PWR AM
27	0000	9182	35	028	EE			0.00	1,950,579.00	WASHINGTON ERM DEFERRAL BALANCE
43	0000	9182	35	028	EE			442,932.00	0.00	WASHINGTON ERM DEFERRAL BALANCE
<i>Interest income on deferral balance in 18235 authorized for recovery</i>										
45	0000	9186	28	028	EE			16,678.00	0.00	WA ERM - CURRENT YEAR
<i>Interest income (expense) on deferral balance in 18628</i>										
47	0000	9186	29	028	EE			88,593.00	0.00	WA ERM - LAST YEAR
<i>Interest income (expense) on deferral balance in 18629</i>										
50	0000	9419	00	Q98	EE	X	098	0.00	548,203.00	NON-UTILITY REVENUE/INT/DIV INCOME
70	0000	9171	00	FIN	EE			548,203.00	0.00	INTEREST & DIVIDENDS REC
<i>Accrue interest income on deferral balance</i>										
80	0000	9171	00	FIN	EE			0.00	548,203.00	INTEREST & DIVIDENDS REC
<i>Transfer interest income accrual to deferred power costs (in lieu of receipt)</i>										
82	0135	0410	10	X54	EE	X	028	740,700.00	0.00	INCOME TAX /* PRV DFIT DR
<i>DFIT entry includes, power supply deferral, generation options, surcharge amortization</i>										
85	0135	9410	20	X54	EE	X	028	191,871.00	0.00	INCOME TAX /PROV DEFERED IT
<i>DFIT entry for interest income</i>										
89	0000	9283	28	028	EE			0.00	932,571.00	ADFIT-WA ERM CURRENT AND PRIOR YFS

Avista Corporation - General Ledger Journal Entry

Print Date: 07-07-2003 09:46 AM

Journal ID: **DJ702** Journal Description: WA - ERM Effective Date: 06-30-2003
 Corp: WWP Journal Sponsor: RESOURCE \$/#: \$ Tran Type: C Error Code: Q Code: G
 Control Amount Total: 7,942,580.00 Saved By: Linda Donley Saved Date: 07-07-2003 9:45:57 AM
 Edit Date: 07-07-2003 9:45:37 AM

Seq	WO	U	Main	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description	
Totals:										7,942,580.00	7,942,580.00	Trans: 13 Rows: 15

Prepared By: Linda Donley Date: 7/7/03
 Reviewed By: [Signature] Date: 7/7/03

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

Approved For Entry - Corporate Accounting Use Only _____ Date _____

> GD WWP,0000918628,028

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918628 CENTER: 028
 WA ERM - CURRENT YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	.00	730,862.00	41,555,462.00
02	.00	214,588.82-	48,503,456.00
03	.00	927,912.16-	56,040,731.00
04	94,153.00	640,898.16-	86,458,493.10
05	1,437,758.00	782,317.25	89,491,142.98
06	5,521,304.47	4,173,702.11	109,445,519.84
07	.00	.00	152,783,324.57
08	.00	3,462,701.00	178,798,591.27
09	.00	4,591,436.00	199,658,987.12
10	.00	7,990,106.00	151,869,220.71
11	.00	10,046,279.00	156,589,761.03
12	.00	18,418,548.00	8,231,969.75
TOTAL	.00	.00	.00

07/07/03 13:46:07 1 M3LL CIX1 _____

ERM Deferral Balance (Current year - 2003)

Account 9186.28 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 5/31/03	\$1,437,758.00	
Deferral	3,963,024.00	DJ702
Interest	16,678.00	DJ702
Coyote - reverse test power sales in account 447 deferral	103,844.47	DJ235
Balance 6/30/03	<u>\$5,521,304.47</u>	

> GD WWP,0000918629,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918629 CENTER: 028
 WA ERM - LAST YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	18,507,141.00	5,590,562.00-	.00
02	18,595,734.00	.00	.00
03	18,684,327.00	.00	.00
04	18,772,920.00	.00	.00
05	18,861,513.00	.00	.00
06	18,950,106.00	.00	.00
07	.00	.00	.00
08	.00	.00	.00
09	.00	.00	.00
10	.00	.00	1,306,498.00-
11	.00	.00	5,365,871.00-
12	.00	.00	.00
TOTAL	.00	.00	.00

07/07/03 13:47:23 1 M3LL CIX1 _____

ERM Deferral Balance (Prior year - 2002)

Account 9186.29 028

Balance 5/31/03
 Interest
 Balance 6/30/03

Amount	Journal ID
\$18,861,513.00	
<u>88,593.00</u>	DJ702
\$18,950,106.00	

> GD WWP,0000918235,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918235 CENTER: 028
 WASHINGTON ERM DEFERRAL BALANCE

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	102,120,741.28	132,006,255.17	.00
02	100,387,075.28	122,433,021.17	.00
03	98,579,839.28	118,334,898.17	.00
04	96,934,524.28	115,248,382.17	.00
05	95,426,432.28	112,494,809.17	.00
06	93,918,785.28	109,873,441.17	.00
07	.00	111,925,345.28	.00
08	.00	110,453,043.28	.00
09	.00	109,001,480.28	.00
10	.00	107,664,179.28	.00
11	.00	106,072,397.28	.00
12	.00	104,166,540.28	132,006,255.17
TOTAL	.00	.00	.00

07/07/03 13:46:28 1 M3LL CIX1 _____

Recoverable Deferral Balance

Account 9182.35 028

	Amount	Journal ID
Balance 5/31/03	\$95,426,432.28	
Amortization	-1,950,579.00	DJ702
Interest	442,932.00	DJ702
Balance 6/30/03	<u>\$93,918,785.28</u>	

> GD WWP,0000918601,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918601 CENTER: 028
 WA ERM YTD COMPANY BAND

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00	.00	.00
02	6,578,313.00	.00	.00
03	8,748,531.00	.00	.00
04	9,000,000.00	.00	.00
05	9,000,000.00	.00	.00
06	9,000,000.00	.00	.00
07	.00	4,319,249.00	.00
08	.00	4,500,000.00	.00
09	.00	4,500,000.00	.00
10	.00	4,500,000.00	.00
11	.00	4,500,000.00	.00
12	.00	4,500,000.00	.00
TOTAL	.00	.00	.00

07/07/03 10:36:01 1 M3LL CIX1 _____

ERM Deadband

Account 9186.01 028

Balance 5/31/03
 2003 deadband accumulation
 Balance 6/30/03

<u>Amount</u>	<u>Journal ID</u>
\$9,000,000.00	
0.00	DJ702
<u>\$9,000,000.00</u>	

> GD WWP,0000918602,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918602 CENTER: 028
 WA ERM YTD CONTRA ACCOUNT

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00-	.00	.00
02	6,578,313.00-	.00	.00
03	8,748,531.00-	.00	.00
04	9,000,000.00-	.00	.00
05	9,000,000.00-	.00	.00
06	9,000,000.00-	.00	.00
07	.00	4,319,249.00-	.00
08	.00	4,500,000.00-	.00
09	.00	4,500,000.00-	.00
10	.00	4,500,000.00-	.00
11	.00	4,500,000.00-	.00
12	.00	4,500,000.00-	.00
TOTAL	.00	.00	.00

07/07/03 10:36:10 1 M3LL CIX1 _____

ERM Deadband Contra Account

Account 9186.02 028

	Amount	Journal ID
Balance 5/31/03	-\$9,000,000.00	
2003 deadband contra entry	.00	DJ702
Balance 6/30/03	-\$9,000,000.00	

> GD WWP,0000928328,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000928328 CENTER: 028
 ADFIT-WA ERM CURRENT AND PRIOR YRS

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	42,219,761.00-	44,235,381.00-	14,544,411.00-
02	41,643,986.00-	42,520,405.00-	16,976,210.00-
03	41,042,461.00-	40,604,160.00-	19,614,256.00-
04	40,530,561.00-	39,702,680.00-	30,259,997.00-
05	40,503,998.00-	39,098,236.00-	31,321,900.00-
06	41,436,569.00-	39,830,678.00-	38,305,932.00-
07	.00	39,003,353.00-	53,474,163.00-
08	.00	39,870,511.00-	62,579,507.00-
09	.00	39,757,522.00-	69,880,645.00-
10	.00	40,479,002.00-	52,696,940.00-
11	.00	40,641,539.00-	52,928,362.00-
12	.00	42,904,783.00-	45,886,954.86-
TOTAL	.00	.00	.00

07/07/03 13:46:45 1 M3LL CIX1 _____

Account 9186.28 028 balance	\$5,521,304.47
Account 9186.29 028 balance	18,950,106.00
Account 9182.35 028 balance	<u>93,918,785.28</u>
Total	\$118,390,195.75
Federal income tax rate	-35%
Deferred FIT related to deferrals	<u>-\$41,436,569</u>
Rounding	0
Balance in Account	<u>-\$41,436,569</u>

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.

Actual cost of debt at 12/31/02 is 8.88%.

The monthly rate is:	0.0074	Before Tax
	0.00481	After Tax
	0.35	Tax rate

2003 Interest

12-31-2002	GL Balance	104,166,540					
Jan-03	Surcharge Amortization	(2,540,730)		Jan-03	DFIT Expense		ADFIT
Jan-03	Interest		494,931	Amortization	(889,256)	Operating	889,256
01-31-2003	Balance before interest	101,625,810		Interest	173,226	Nonoperating	(173,226)
					(716,030)	Total	716,030
Feb-03	Surcharge Amortization	(2,222,486)		Feb-03	DFIT Expense		ADFIT
Feb-03	Interest Recorded		488,820	Amortization	(777,870)	Operating	777,870
02-28-2003	Balance before interest	99,403,324		Interest	171,087	Nonoperating	(171,087)
Feb-03	Recalculate Interest		483,475		(606,783)	Total	606,783
Interest not accrued on one half of 2/03 surcharge amortization							
Mar-03	Surcharge Amortization	(2,274,551)		Mar-03	DFIT Expense		ADFIT
Mar-03	Interest		472,660	Amortization	(796,093)	Operating	796,093
03-31-2003	Balance before interest	97,128,773		Interest	163,560	Nonoperating	(163,560)
Mar-03	Adjust 2/03 Interest		(5,345)		(632,533)	Total	632,533
			467,315				
Apr-03	Surcharge Amortization	(2,107,436)		Apr-03	DFIT Expense		ADFIT
Apr-03	Interest		462,121	Amortization	(737,603)	Operating	737,603
04-30-2003	Balance before interest	95,021,337		Interest	161,742	Nonoperating	(161,742)
					(575,861)	Total	575,861
May-03	Surcharge Amortization	(1,960,430)		May-03	DFIT Expense		ADFIT
May-03	Interest		452,338	Amortization	(686,151)	Operating	686,151
05-31-2003	Balance before interest	93,060,907		Interest	158,318	Nonoperating	(158,318)
					(527,833)	Total	527,833
Jun-03	Surcharge Amortization	(1,950,579)		Jun-03	DFIT Expense		ADFIT
Jun-03	Interest		442,932	Amortization	(682,703)	Operating	682,703
06-30-2003	Balance before Interest	91,110,328		Interest	155,026	Nonoperating	(155,026)
					(527,677)	Total	527,677

Net ERM Balance	93,918,785		GL Balance @ 05/31/03	Activity Jun-03	GL Balance @ 06/30/03
ADFIT Balance	(32,871,575)	ERM deferral	95,426,432	(1,507,647)	93,918,785

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.

Actual cost of debt at 12/31/02 is 8.88%.

The monthly rate is:

0.0074	Before Tax
0.00481	After Tax
0.35	Tax rate

2003 Interest

12-31-2002	GL Balance	18,418,548				
12-31-2002	GL Balance	(18,418,548)	Transfer to 918629			
01-01-2003	GL Balance	0				
Jan-03						
	ERM Deferral	0		DFIT Expense	ADFIT	
Jan-03	Interest	0	0	Deferral	Operating	0
01-31-2003	Balance before interest	0		Interest	Nonoperating	0
					Total	0
Feb-03						
	ERM Deferral	0		DFIT Expense	ADFIT	
Feb-03	Interest	0	0	Deferral	Operating	0
02-28-2003	Balance before interest	0		Interest	Nonoperating	0
					Total	0
Mar-03						
	ERM Deferral	0		DFIT Expense	ADFIT	
Mar-03	Interest	0	0	Deferral	Operating	0
03-31-2003	Balance before interest	0		Interest	Nonoperating	0
					Total	0
Apr-03						
	ERM Deferral	93,927		DFIT Expense	ADFIT	
Apr-03	Interest		226	Deferral	Operating	(32,874)
04-30-2003	Balance before interest	93,927		Interest	Nonoperating	(79)
					Total	(32,953)
May-03						
	ERM Deferral	1,339,931		DFIT Expense	ADFIT	
May-03	Interest		3,674	Deferral	Operating	(468,976)
05-31-2003	Balance before interest	1,433,858		Interest	Nonoperating	(1,286)
					Total	(470,262)
Jun-03						
	ERM Deferral	3,963,024		DFIT Expense	ADFIT	
Jun-03	Interest		16,678	Deferral	Operating	(1,387,058)
				Interest	Nonoperating	(5,837)
Jun-03 CS2 Test Power Reversal						
		103,844	Reversal	36,345	Operating	(36,345)
06-30-2003	Balance before interest	5,500,726			Total	(1,429,240)

Sales by Avista for CS2 test power recorded in 447 reduced the PCA deferral and reduced CWIP for CS2. See Dj235.

Net ERM Balance	5,521,304	GL Balance @ 05/31/03	Activity Jun-03	GL Balance @ 06/30/03
ADFIT Balance	(1,932,456)	1,437,758	4,083,546	5,521,304

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.

Actual cost of debt at 12/31/02 is 8.88%.

The monthly rate is:	0.0074	Before Tax
	0.00481	After Tax
	0.35	Tax rate

2003 Interest

12-31-2002	GL Balance	0				
12-31-2002	Transfer from 918628	18,418,548				
01-01-2003	GL Balance	18,418,548				
Jan-03	ERM Transfer to 18235	0		Jan-03	DFIT Expense	ADFIT
Jan-03	Interest		88,593	Deferral	0	Operating 0
01-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating (31,008)
					31,008	Total (31,008)
Feb-03	ERM Transfer to 18235	0		Feb-03	DFIT Expense	ADFIT
Feb-03	Interest		88,593	Deferral	0	Operating 0
02-28-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating (31,008)
					31,008	Total (31,008)
Mar-03	ERM Transfer to 18235	0		Mar-03	DFIT Expense	ADFIT
Mar-03	Interest		88,593	Deferral	0	Operating 0
03-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating (31,008)
					31,008	Total (31,008)
Apr-03	ERM Transfer to 18235	0		Apr-03	DFIT Expense	ADFIT
Apr-03	Interest		88,593	Deferral	0	Operating 0
04-30-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating (31,008)
					31,008	Total (31,008)
May-03	ERM Transfer to 18235	0		May-03	DFIT Expense	ADFIT
May-03	Interest		88,593	Deferral	0	Operating 0
05-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating (31,008)
					31,008	Total (31,008)
Jun-03	ERM Transfer to 18235	0		Jun-03	DFIT Expense	ADFIT
Jun-03	Interest		88,593	Deferral	0	Operating 0
06-30-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating (31,008)
					31,008	Total (31,008)

Net ERM Balance	18,950,106	GL Balance @ 05/31/03	Activity Jun-03	GL Balance @ 06/30/03
ADFIT Balance	(6,632,537)	18,861,513	88,593	18,950,106

Tax Rate	35%							
		DJ702 LTD	DJ702 LTD	DJ702 LTD		DJ702 CURMO		
	928328	928328	928328	928328	928328	928328		
	GL	ADFIT	ADFIT	ADFIT	BALANCE	FOR ALL		
	BALANCE	918235	18628	18629	COMPONENTS	ACCOUNTS		
12-31-2002	(42,904,783)	(36,458,290)	(6,446,493)	0	(42,904,783)			
01-01-2003	(42,904,783)	(36,458,290)	0	(6,446,493)	(42,904,783)			
01-31-2003	(42,219,761)	(35,742,260)	0	(6,477,501)	(42,219,761)	0		
02-28-2003	(41,643,986)	(35,135,477)	0	(6,508,509)	(41,643,986)	0		
03-31-2003	(41,042,461)	(34,502,944)	0	(6,539,517)	(41,042,461)	0		
04-30-2003	(40,530,561)	(33,927,083)	(32,953)	(6,570,525)	(40,530,561)	0		
05-31-2003	(40,503,998)	(33,399,250)	(503,215)	(6,601,533)	(40,503,998)	0		
06-30-2003	(41,436,569)	(32,871,573)	(1,932,455)	(6,632,541)	(41,436,569)	0		
07-31-2003						0		
08-31-2003						0		
09-30-2003						0		
10-31-2003						0		
11-30-2003						0		
12-31-2003						0		
			ADFIT			Interest		
		41010	941020	928328	918235	918628	918629	941900
12-31-2002	918235	(838,646)	171,596	667,050				
	918628	2,906,640	23,654	(2,930,294)				
Total		2,067,994	195,250	(2,263,244)				
01-31-2003	918235	(889,256)	173,226	716,030	494,931	0	88,593	(583,524)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(889,256)	204,234	685,022				
02-28-2003	918235	(777,870)	171,087	606,783	488,820	0	88,593	(577,413)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(777,870)	202,095	575,775				
03-31-2003	918235	(796,093)	163,560	632,533	467,315	0	88,593	(555,908)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(796,093)	194,568	601,525				
04-30-2003	918235	(737,603)	161,742	575,861	462,121	226	88,593	(550,940)
	918628	32,874	79	(32,953)				
	918629	0	31,008	(31,008)				
Total		(704,729)	192,829	511,900				
05-31-2003	918235	(686,151)	158,318	527,833	452,338	3,674	88,593	(544,605)
	918628	468,976	1,286	(470,262)				
	918629	0	31,008	(31,008)				
Total		(217,175)	190,612	26,563				
06-30-2003	918235	(682,703)	155,026	527,677	442,932	16,678	88,593	(548,203)
	918628	1,423,403	5,837	(1,429,240)				
	918629	0	31,008	(31,008)				
Total		740,700	191,871	(932,571)				

			YTD	YTD	
			WA ERM	WA ERM	
			Company	Contra	Total
			Band	Account	GL
			<u>918601</u>	<u>918602</u>	<u>Impact</u>
12-31-2002	Balance		\$4,500,000	(\$4,500,000)	\$0
2003 Requirement		\$9,000,000			
Jan-03	Reverse 2002		(\$4,500,000)	\$4,500,000	
Jan-03	Activity		\$4,982,867	(\$4,982,867)	
01-31-2003	Balance		\$4,982,867	(\$4,982,867)	\$0
Feb-03	Activity		\$1,595,446	(\$1,595,446)	
02-28-2003	Balance		\$6,578,313	(\$6,578,313)	\$0
Mar-03	Activity		\$2,170,218	(\$2,170,218)	
03-31-2003	Balance		\$8,748,531	(\$8,748,531)	\$0
Apr-03	Activity		\$251,469	(\$251,469)	
04-30-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
May-03	Activity		\$0	\$0	
05-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
May-03	Activity		\$0	\$0	
06-30-2003	Balance		\$9,000,000	(\$9,000,000)	\$0

AVISTA CORPORATION
 JUNE 2003 WASHINGTON ELECTRIC SURCHARGE REVENUE & DEFERRAL AMORTIZATION

Schedule (a)	Sch 1 Block Percent (b)	kWh or \$ (c)	Surcharge Rate On/After 01-Jul-02 (d)	Revenue (e) (c)*(d)	Conversion Factor (f)	Deferral Amortization (g) (e)*(f)
1 (0-600 kWh)	60.893%	92,352,557	0.405¢	\$374,028	0.956277	\$357,674
1 (601-1300 kWh)	28.909%	43,844,450	0.607¢	266,136	0.956277	254,500
1 (over 1300 kWh)	10.198%	15,466,661	0.853¢	131,931	0.956277	126,163
Total Sch 1	100.000%	151,663,668		772,095		738,337
11		26,411,562	0.788¢	208,123	0.956277	199,023
12		2,624,892	0.788¢	20,684	0.956277	19,780
21		124,719,322	0.549¢	684,709	0.956277	654,771
22		1,435,382	0.549¢	7,880	0.956277	7,535
25		71,027,934	0.352¢	250,018	0.956277	239,086
30		4,183,120	0.485¢	20,288	0.956277	19,401
31		7,127,264	0.485¢	34,567	0.956277	33,056
32		1,144,648	0.485¢	5,552	0.956277	5,309
41-46		\$264,007	109.78%	23,520	0.956277	22,492
47		\$81,444	109.78%	7,256	0.956277	6,939
48		\$56,938	109.78%	5,072	0.956277	4,850
Schedule Totals		390,337,792		\$2,039,764		\$1,950,579 Amortization
kWh not subject to surcharge						-35%
Schedule 28		109,760				(\$682,703) DFIT Expense
Schedule 29		3,496,245				
Sch 41-49		2,323,307				
Schedule 61		360,805,000				
Total kWh		757,072,104				

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF JUNE 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
RESIDENTIAL	1	001	182,965	151,661,528	8,883,767.07	1,097,769	182,961	1,146,592,194	67,583,089.02
FIRM-COMMERCIAL	21	001							
INTERDEPARTMENT REV	80	001	3	2,140	136.25	24	4	29,847	1,866.26
			182,968	151,663,668	8,883,903.32	1,097,793	182,965	1,146,622,041	67,584,955.28
RESIDENTIAL	1	011							
FIRM-COMMERCIAL	21	011	17,888	26,074,555	2,279,684.87	106,680	17,780	168,368,426	14,742,097.10
FIRM-MISC INDUST	31	011	129	284,197	25,571.00	722	120	1,773,236	157,737.65
LIGHTING-PUB ST-HIWAY	51	011	14	5,948	572.29	84	14	40,073	3,651.79
INTERDEPARTMENT REV	80	011	27	46,862	4,030.84	170	28	465,582	39,474.47
			18,058	26,411,562	2,309,859.00	107,656	17,942	170,647,317	14,942,961.01
RESIDENTIAL	1	012	6,288	2,624,892	247,460.91	37,609	6,268	19,599,195	1,783,947.01
FIRM-COMMERCIAL	21	012	6,288	2,624,892	247,460.91	37,609	6,268	19,599,195	1,783,947.01
RESIDENTIAL	1	021							
FIRM-COMMERCIAL	21	021	3,034	115,248,104	7,571,293.54	18,204	3,034	663,493,115	43,582,414.97
FIRM-MISC INDUST	31	021	112	8,570,438	562,006.51	701	116	52,922,540	3,461,482.39
INTERDEPARTMENT REV	80	021	8	900,780	54,359.47	52	8	5,661,940	346,658.89
			3,154	124,719,322	8,187,659.52	18,957	3,159	722,077,595	47,390,556.25
RESIDENTIAL	1	022	56	1,435,382	92,918.10	332	55	10,928,029	679,716.66
			56	1,435,382	92,918.10	332	55	10,928,029	679,716.66
FIRM-COMMERCIAL	21	025	8	20,677,580	898,604.44	49	8	119,300,216	5,159,616.52
FIRM-MISC INDUST	31	025	12	50,350,354	2,291,983.98	74	12	298,094,728	12,906,768.91
			20	71,027,934	3,190,588.42	123	20	417,394,944	18,066,385.43
FIRM-COMMERCIAL	21	028	1	109,760	4,520.59	6	1	611,280	24,542.52
FIRM-MISC INDUST	31	028	1	109,760	14,366.40	2	1	94,850	91,246.59
			1	109,760	18,886.99	8	1	706,130	115,789.11
FIRM-PUMPING-IRRIG	39	029	1	3,496,245	.00	6	1	15,181,159	.00
			1	3,496,245	.00	6	1	15,181,159	.00
RESIDENTIAL	1	030							
FIRM-PUMPING-IRRIG	39	030	42	4,183,120	208,313.96	252	42	7,171,660	358,297.96
			42	4,183,120	208,313.96	252	42	7,171,660	358,297.96
FIRM-COMMERCIAL	21	031	454	3,733,333	213,848.72	2,707	451	12,652,003	748,212.49
FIRM-MISC INDUST	31	031	127	830,697	49,573.19	757	126	4,008,139	242,139.92
FIRM-PUMPING-IRRIG	39	031	364	2,553,644	151,379.49	2,142	357	4,854,541	306,573.16
INTERDEPARTMENT REV	80	031	2	9,590	547.86	12	2	9,900	628.67
			947	7,127,264	415,349.26	5,618	936	21,524,583	1,297,554.24
RESIDENTIAL	1	032	936	1,093,823	67,863.34	5,592	932	2,240,188	163,002.19
FIRM-PUMPING-IRRIG	39	032	109	50,825	3,682.87	665	110	166,291	13,431.14
			1,045	1,144,648	71,546.21	6,257	1,042	2,406,479	176,433.33
LIGHTING-PUB ST-HIWAY	51	041	12	16,056	2,727.06	72	12	96,336	16,362.36
			12	16,056	2,727.06	72	12	96,336	16,362.36

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF JUNE 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
LIGHTING-PUB ST-HIWI	51	042	208	1,041,473	236,455.90	1,186	197	6,175,013	1,400,355.45
			208	1,041,473	236,455.90	1,186	197	6,175,013	1,400,355.45
LIGHTING-PUB ST-HIWI	51	044	12	21,600	1,889.85	72	12	129,600	11,339.10
			12	21,600	1,889.85	72	12	129,600	11,339.10
LIGHTING-PUB ST-HIWI	51	045	17	220,010	10,079.70	105	17	1,319,356	60,440.66
			17	220,010	10,079.70	105	17	1,319,356	60,440.66
LIGHTING-PUB ST-HIWI	51	046	26	181,691	12,854.92	158	26	1,090,678	77,165.56
			26	181,691	12,854.92	158	26	1,090,678	77,165.56
FIRM-COMMERCIAL	21	047	499,249	79,014.80	79,014.80			2,950,292	468,640.42
FIRM-MISC INDUST	31	047	15,339	2,138.48	2,138.48			94,718	13,221.37
FIRM-PUMPING-IRRIG	39	047	167	18.58	18.58			1,002	111.48
INTERDEPARTMENT REV	80	047	1,256	272.28	272.28			7,536	1,633.68
			516,011	81,444.14	81,444.14			3,053,548	483,606.95
RESIDENTIAL	1	048	326,466	56,937.83	56,937.83			1,962,674	341,757.10
			326,466	56,937.83	56,937.83			1,962,674	341,757.10
RESIDENTIAL	1	056		.00	.00				7.98
FIRM-COMMERCIAL	21	056		.00	.00				3.78
				.00	.00				11.76
RESIDENTIAL	1	058		318,813.99	318,813.99				2,389,559.40
FIRM-COMMERCIAL	21	058		474,760.67	474,760.67				2,742,244.53
FIRM-MISC INDUST	31	058		28,653.92	28,653.92				168,629.34
FIRM-PUMPING-IRRIG	39	058		329.92	329.92				921.95
LIGHTING-PUB ST-HIWI	51	058		12,343.03	12,343.03				73,540.60
EE - RESIDENTIAL	61	058		.00	.00				.00
INTERDEPARTMENT REV	80	058		6.41	6.41				25.49
MISC-RENT ELECT PROP	85	058		1,143.52	1,143.52				6,857.14
MISC-OTHER ELECT REV	86	058		16.72	16.72				100.32
				836,068.18	836,068.18				5,381,878.77
RESIDENTIAL	1	058A		2,063.04CR	2,063.04CR				21,074.69CR
FIRM-COMMERCIAL	21	058A		1,444.87CR	1,444.87CR				13,475.91CR
FIRM-MISC INDUST	31	058A		.76CR	.76CR				14.78CR
FIRM-PUMPING-IRRIG	39	058A		3,584.64CR	3,584.64CR				264.68CR
									34,830.06CR
FIRM-ENERGY CHARGE	74	061	16	4,513,000	671,908.21	49	8	19,860,000	2,177,059.31
SURPLUS-ENERGY CHARG	75	061	45	356,292,000	8,686,388.69	210	35	1,301,732,000	36,611,245.47
			61	360,805,000	9,358,296.90	259	43	1,321,592,000	38,788,304.78
EE - RESIDENTIAL	61	090		4.00	4.00				24.00
				4.00	4.00				24.00
RESIDENTIAL	1	095		5,894.09	5,894.09				34,795.94
FIRM-COMMERCIAL	21	095		823.00	823.00				3,946.33
				6,717.09	6,717.09				38,742.27

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF JUNE 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
THEFT OF SERVICE	18	099			2,412.32				11,221.65
MISC-SERVICE REV SNP	83	099			27,237.00				168,557.00
MISC-RENT ELECT PROP	85	099			24,383.44				143,195.88
MISC-OTHER ELECT REV	86	099			262.09				1,572.54
SVC TOTALS			212,916	757,072,104	34,280,671.47	1,276,463	212,743	3,869,678,337	199,286,302.05

Line No.	Description	WASHINGTON ACTUALS-2003												Actual Nov-03	Actual Dec	
		Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Actual				
1	555 Purchased Power	\$65,643,435	\$16,118,812	\$13,422,834	\$11,421,679	\$10,178,810	\$6,472,115	\$8,029,186	\$	\$	\$	\$	\$	\$	\$	\$
2	501 Thermal Fuel	\$7,577,572	\$1,619,705	\$1,393,045	\$1,429,229	\$358,181	\$1,323,513	\$1,453,899	\$	\$	\$	\$	\$	\$	\$	\$
3	547 CT Fuel	\$742,009	\$223,336	\$99,031	\$61,802	\$99,333	\$94,493	\$164,014	\$	\$	\$	\$	\$	\$	\$	\$
4	447 Sale for Resale	\$41,465,900	\$4,054,918	\$6,518,620	\$5,433,400	\$7,448,616	\$8,067,609	\$9,942,738	\$	\$	\$	\$	\$	\$	\$	\$
5	Actual Net Expense	\$32,497,116	\$13,906,935	\$8,396,291	\$7,479,310	\$3,187,707	\$1,774,877	\$2,952,640	\$	\$	\$	\$	\$	\$	\$	\$
6	Pollatch 25 aMW directly assigned to ID	(\$3,512,401)	(\$601,710)	(\$543,480)	(\$601,710)	(\$581,491)	(\$601,710)	(\$582,300)	\$	\$	\$	\$	\$	\$	\$	\$
7	Adjusted Actual Net Expense	\$28,984,715	\$13,305,225	\$7,852,811	\$6,877,600	\$2,606,216	(\$779,197)	(\$877,940)	\$	\$	\$	\$	\$	\$	\$	\$

Line No.	Description	WASHINGTON ACTUALS-2003												Actual Nov-03	Actual Dec
		Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Actual			
8	555 Purchased Power	\$68,370,477	\$7,820,601	\$6,873,178	\$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	\$8,175,17	
9	501 Thermal Fuel	\$15,777,429	\$1,497,543	\$1,328,377	\$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	\$1,455,1	
10	547 CT Fuel	\$30,931,880	\$3,209,570	\$2,713,553	\$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	\$2,142,1	
11	447 Sale for Resale	\$49,213,167	\$3,395,816	\$3,610,669	\$2,796,420	\$1,922,246	\$2,752,769	\$8,044,786	\$9,136,979	\$5,227,838	\$4,654,564	\$1,545,341	\$2,563,932	\$3,561,7	
12	Authorized Net Expense	\$65,866,619	\$9,131,898	\$7,304,439	\$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,	
13	Actual - Authorized Net Expense	\$6,147,498	\$4,173,327	\$548,372	(\$741,220)	(\$938,474)	(\$455,929)	\$3,561,422	\$	\$	\$	\$	\$	\$	
14	Net Fuel Expense not incl in Acct 547 (1)	\$17,330,013	\$2,855,401	\$2,324,474	\$3,017,663	\$2,686,342	\$3,392,764	\$3,053,369	\$	\$	\$	\$	\$	\$	
15	Adjusted Actual - Authorized Net Exp	\$23,477,511	\$7,028,728	\$2,872,846	\$2,276,443	\$1,747,868	\$2,936,834	\$6,614,792	\$	\$	\$	\$	\$	\$	
16	Washington Alloc. @ 66.29%	\$15,563,242	\$4,659,344	\$1,904,410	\$1,509,054	\$1,158,662	\$1,946,827	\$4,384,945	\$	\$	\$	\$	\$	\$	
17	WA Retail Revenue Adjustment	(\$566,706)	\$323,523	(\$308,964)	\$661,164	(\$802,829)	(\$458,015)	\$18,415	\$	\$	\$	\$	\$	\$	
18	Net Power Cost Increase (Decrease)	\$14,996,536	\$4,982,867	\$1,595,446	\$2,170,218	\$355,833	\$1,488,812	\$4,403,360	\$	\$	\$	\$	\$	\$	
19	100% Net Power Cost Less \$9.0 million Company Band	\$104,363	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	
20	90% Net Power Cost Less \$9.0 million Company Band	\$5,396,882	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	

AUTHORIZED NET EXPENSE-SYSTEM	
19	100% Net Power Cost Less \$9.0 million Company Band
20	90% Net Power Cost Less \$9.0 million Company Band
	\$93,927
	\$1,339,931
	\$3,963,024

07-03-2003 10:22 AM sw

Avista Utilities
 System Power Supply Expenses
 WASHINGTON DEFERRED POWER COST CALCULATION

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
555. PURCHASED POWER													
1	7,498,257	5,301,496	4,022,054	7,461,770	4,903,146	6,084,658							35,271,381
2	102,914	57,149	57,548	85,032	160,305	856,370							1,319,318
3	255,600	255,600	327,932	255,600	255,601	255,601							1,605,934
4	159,450	159,450	237,655	159,450	159,451	159,449							1,034,905
5	99,953	99,953	99,953	99,953	99,953	99,953							599,718
6	2,875,293	2,598,121	1,419,526	1,374,877	-	99,953							8,267,818
7	1,722	1,722	1,722	0	-	-							(1)
8	246	213	193	211	256	602							5,166
9	127,591	156,055	124,688	131,747	112,100	108,053							1,722
10		114,258	139,324	124,251	122,532	72,629							760,234
11													
12	264,331	509,135	413,292	458,695	430,498	226,045							2,301,996
13	119,000	121,500	147,500	132,500	112,500	135,000							768,000
14	167,556	232,570	11,414	(107,280)	(23,968)	41,033							321,324
15					135,800	140,000							275,800
16	4,440,338	3,809,057	4,416,291	-	-	(154,698)							12,510,988
17	6,560	6,555	2,587	2,004	3,941	4,491							26,138
18													
19	16,118,812	13,422,834	11,421,679	10,178,810	6,472,115	8,029,186	0	0	-	-	-	-	65,070,442

(1) Effective November, 2002, WNP-3 purchase expense has been adjusted to reflect the mid-point price (\$33.37/MWh for the 2002-2003 contract year) per Settlement Agreement, Cause No. U-86-99

447. SALES FOR RESALE													
20	3,674,440	6,153,976	4,985,727	7,124,140	7,719,670	8,590,709							38,248,662
21	150,000	150,000	150,000	150,000	150,000	150,000							900,000
22	142,563	175,630	180,830	120,643	114,386	133,863							867,915
23	58,284	11,924	91,415	31,878	60,887	81,157							335,546
24	171	146	137	98	74	68							694
25	27,224	25,384	26,850	25,078	24,399	23,915							152,850
26	0	-	(4,146)	(5,226)	(5,749)	971,277							971,277
27	(4,323)	(4,996)	2,587	2,004	3,941	(12,742)							(37,182)
28	6,560	6,555	2,587	2,004	3,941	4,491							26,138
29	4,054,918	6,518,620	5,433,400	7,448,616	8,067,609	9,942,738							41,465,900

2003 WA & ID Actual Deferrals WA monthly-03

Avista Utilities
 System Power Supply Expenses
 WASHINGTON DEFERRED POWER COST CALCULATION

Line No.		Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
ACTUALS														
501 FUEL-DOLLARS														
30	Kettle Falls	682,778	572,564	534,885	(40,815)	522,492	291,704							2,563,608
31	Colstrip	930,723	819,619	862,737	385,887	778,135	1,132,680							4,909,781
32	Total Coal & Wood	1,613,501	1,392,183	1,397,622	345,072	1,300,627	1,424,384							7,473,389
33	Kettle Falls GS	4,835	862	8,723	3,277	6,566	5,136							29,399
34	Colstrip	1,369	0	22,884	9,832	16,320	24,379							74,784
35	Total Oil & Gas	6,204	862	31,607	13,109	22,886	29,515							104,183
36	Total Account 501	1,619,705	1,393,045	1,429,229	358,181	1,323,513	1,453,899							7,577,572
501 FUEL-IONS														
37	Kettle Falls	57,361	50,587	46,865	39,752	41,586	23,837							259,988
38	Colstrip	82,890	83,940	81,060	38,493	65,570	97,461							449,414
501 FUEL-COST PER ION														
39	Kettle Falls	wood \$	11.90 \$	11.32 \$	11.41 \$	(1.03) \$	12.56 \$							\$ 9.86
40	Colstrip	coal \$	11.23 \$	9.76 \$	10.64 \$	10.02 \$	11.87 \$	12.24 \$	11.62 \$					\$ 10.92
547 FUEL														
41	NE Combustion Turbine Gas/Oil	28	2,557	285	63,339									66,209
42	Boulder Park	21,834	7,244	418	1,299	41,073	34,488							106,356
43	Kettle Falls CT	14,892	29,066	10,263	811	9,596	25,115							89,743
44	Rathdrum Gas Storage Fee	40,000	40,000	40,000	40,000	40,000	40,000							240,000
45	Rathdrum Fuel Exp	146,582	20,164	10,836	(6,116)	3,824	64,411							239,701
46	Total Account 547	223,336	99,031	61,802	99,333	94,493	164,014							742,009
47	TOTAL NET EXPENSE INCLUDING	13,906,935	8,396,291	7,479,310	3,187,707	(177,487)	(295,640)							31,924,123

AVISTA UTILITIES
Washington Electric Jurisdiction
Energy Recovery Mechanism Revenue Credit
Month of June 2003

Description	January	February	March	April	May	June	July	August	September	October	November	December	YTD
Total WA kWhs per Rev Run	588,944,920	567,930,337	572,881,963	664,011,421	698,837,592	757,072,104							3,869,678,337
Deduct Sales for Resale kWhs	(112,642,000)	(158,728,000)	(136,551,000)	(247,840,000)	(305,026,000)	(360,805,000)							(1,321,592,000)
Deduct Exchange (Sch 29) kWhs	(2,343,583)	(1,181,215)	(1,662,435)	(3,385,542)	(3,112,139)	(3,496,245)							(15,181,159)
Deduct Prior Month Unbilled kWhs Heating	(324,817,836)	(290,121,550)	(296,728,549)	(277,811,609)	(278,009,978)	(276,277,421)							(1,743,766,943)
Deduct Prior Month Unbilled kWhs Cooling						(1,628,155)							(1,628,155)
Add Current Month Unbilled kWhs Heating	290,121,550	296,728,549	277,811,609	278,009,978	276,277,421	255,668,749							1,674,617,856
Add Current Month Unbilled kWhs Cooling					1,628,155	6,180,449							7,808,604
Washington Retail kWhs	439,263,051	434,628,121	415,751,588	412,984,248	390,595,051	376,714,481							2,469,936,540
Test Year Consumption	449,477,904	425,137,067	436,508,558	388,111,383	376,471,457	377,440,327							2,453,146,696
from Attachment 1 Settlement Stipulation													
Difference from Test Year	(10,214,853)	9,491,054	(20,756,970)	24,872,865	14,123,594	(725,846)							16,789,844
WA Retail Revenue Credit	(\$327,692)	\$304,473	(\$665,884)	\$797,922	\$453,085	(\$23,285)							\$538,618
Net Wind Revenue Credit	\$4,169	\$4,491	\$4,720	\$4,907	\$4,930	\$4,870							\$28,087
Total Revenue Credit	(\$323,523)	\$308,964	(\$661,164)	\$802,829	\$458,015	(\$18,415)							\$566,705

Schedule 95 Wind Revenue	\$5,750.51	\$6,195.15	\$6,510.79	\$6,768.24	\$6,800.49	\$6,717.09							\$38,742.27
Deduct Admin Expense	\$1,581.39	\$1,703.67	\$1,780.47	\$1,861.27	\$1,870.13	\$1,847.20							\$10,654.12
\$.005 per kwh, \$5 kwh per Revenue \$													
Net Wind Revenue Credit	\$4,169.12	\$4,491.48	\$4,720.32	\$4,906.97	\$4,930.36	\$4,869.89							\$28,088.15

Avista Corporation - General Ledger Journal Entry

Print Date: 07-07-2003 10:55 AM

Journal ID: **DJ235** Journal Description: Coyote Springs 2 (CS2) Effective Date: 06-30-2003

Corp: WWP Journal Sponsor: RESOURCE \$#: \$ Tran Type: C Error Code: Q Code: G

Control Amount Total: 1,028,020.17 Saved By: Rick Lloyd Saved Date: 07-03-2003 10:40:01 A

Edit Date: 07-02-2003 1:29:42 PM

Seq	WO	UMain	Sub	RC	Cost Code	SLID	LOC	Debit Amount	Credit Amount	Transaction Description
10	9608	9186	20	E55	EE			48,745.83	0.00	COYOTE SPRINGS 2 /MISC DEF DEBITS
<i>Test gas expense</i>										
20	3472	0557	00	E55	EE	X	098	35,153.95	0.00	WHLSE POWR MKTNG P/OTHER PS EXP
30	2709	0547	20	H55	EE	X	610	0.00	0.00	COMB TURB GEN PLNT /CT SALES GAS
40	0000	9165	34	FIN	EE			4,473.61	0.00	IMBALANCE CS2
50	0000	9143	21	FIN	EE			0.00	25,123.61	OTHER AVR-POWER TRANSACTIONS
<i>Defer 100% imbalance until commercial</i>										
60	0000	9232	62	FIN	EE			0.00	63,249.78	AVP - TURBINE GAS
70	9608	9186	20	E55	EE			767,408.02	0.00	COYOTE SPRINGS 2 /MISC DEF DEBITS
80	2577	0557	16	X55	EE	X	610	0.00	767,408.02	POWER TRANSACTIONS /TEST POWER EXP
90	2577	0557	16	X55	EE	X	610	0.00	172,238.76	POWER TRANSACTIONS /TEST POWER EXP
100	0000	9186	28	028	EE			103,844.47	0.00	WA ERM - CURRENT YEAR
110	0000	9186	38	038	EE			51,434.00	0.00	IDAHO DEFERRED POWER COSTS
120	2577	0557	27	X55	EE	X	028	11,361.70	0.00	POWER TRANSACTIONS /* WA DEF PWR CO
130	2577	0557	37	X55	EE	X	038	5,598.59	0.00	POWER TRANSACTIONS/* ID PCA-DISALL

CS2
TEST POWER

	100 %GAS	AVA 50%	VAR GAS TRAMP	VAR SALES (-)	AVA PURCH (-)	TRANSM	AVA/BPA HL INAD	MIDCOL NF HL	AVA/BPA HL INAD	MIDCOL NF LL	TOTAL
06-01-2003	\$18,947.61						8	6.03	5	7.80	\$87.24
06-02-2003	\$26,750.00						12	18.29	9	16.23	\$19,313.16
06-03-2003	\$7,802.39						34	25.00	26	14.89	\$27,987.14
06-04-2003	\$58,968.75						3	26.76	23	14.00	\$8,204.67
06-05-2003	\$82,187.50				\$12,750.30		18	26.28	11	12.12	\$47,518.70
06-06-2003	\$61,030.66				\$2,651.85	\$3,343.89	27	45.63	8	21.30	\$81,484.46
06-07-2003	\$52,500.00				\$733.11	\$546.40	33	22.82	3	18.61	\$61,207.73
06-08-2003	\$52,500.00					\$101.29	16	21.29	8	16.67	\$52,974.00
06-09-2003	\$15,313.10						10	18.58	5	15.23	\$52,761.95
06-10-2003	\$0.00				\$4,098.91	\$3,622.82	3	10.69	3	10.41	\$1,688.05
06-11-2003	\$54,718.75				\$1,813.86	\$840.63	6	13.82	0	10.33	\$1,970.31
06-12-2003	\$58,301.51				\$2,289.20	\$445.90	1	14.61	0	10.71	\$52,890.06
06-13-2003	\$63,147.86				\$4,604.58	\$1,869.67	0	16.43	2	11.46	\$16,176.17
06-14-2003	\$68,355.00				\$6,427.46	\$4,371.18	4	17.11	7	12.67	\$51,573.71
06-15-2003	\$68,355.00				\$5,892.84	\$6,600.91	7	23.63	2	15.18	\$42,508.84
06-16-2003	\$19,936.88						11	50.12	6	33.00	\$69,104.32
06-17-2003	\$51,531.25				\$22,447.95	\$8,700.12	0	36.30	14	23.00	\$46,669.95
06-18-2003	\$55,430.70						13	37.55	7	27.00	\$52,208.40
06-19-2003	\$14,088.05						8	38.83	5	35.50	\$55,918.84
06-20-2003	\$0.00						0	39.98	3	30.82	\$14,180.51
06-21-2003	\$0.00						10	29.59	1	27.93	\$323.83
06-22-2003	\$0.00						9	25.28	6	25.69	\$381.66
06-23-2003	\$0.00						8	27.11	8	23.31	\$37,950.34
06-24-2003	\$53,656.25				\$15,845.18	\$6,293.98	2	30.07	3	24.81	\$18,433.69
06-25-2003	\$57,509.85				\$41,901.83	\$11,963.32	6	36.16	9	28.00	\$55,157.50
06-26-2003	\$50,035.42				\$0.00	\$3,178.69	15	39.70	7	36.10	\$49,387.25
06-27-2003	\$44,932.86				\$0.00	\$1,240.63	15	38.60	10	35.36	\$45,865.46
06-28-2003	\$12,490.63						16	39.03	1	35.25	\$13,150.36
06-29-2003	\$15,022.00						6	40.24	4	37.97	\$393.32
06-30-2003	\$941,031.11				\$22,447.95	\$8,700.12	0	41.21	0	36.88	(\$15.02)
					\$172,238.76	\$141,457.07		\$8,953.93		\$4,103.84	\$767,408.02
											check
											\$0.00

\$767,408.02	D9608/9186/20/E55/610
(\$767,408.02)	2577/0557/16/X55/610
\$0.00	
(\$172,238.76)	2577/0557/16/X55/610
\$103,844.47	0000/9186/28/028
\$51,433.94	0000/9186/38/038
\$11,361.74	2577/0557/27/X55/028
\$5,598.61	2577/0557/37/X55/038
\$0.00	

35% DFIT
36,345

Test power
Offset
WA Def
ID Def
10% WA
10% ID

Agrees to Trades \$1,014,808.65

Avista Corp.
1411 East Mission PO Box 3727
Spokane, Washington 99220-3727
Telephone 509-489-0500
Toll Free 800-727-9170



August 13, 2003

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 July 2003

Dear Ms. Washburn:

Enclosed are an original and five copies of Avista Corporation's Power Cost Deferral Report for the month of July 2003. The report includes the monthly energy recovery mechanism (ERM) accounting journal together with backup workpapers. Actual net power costs exceeded authorized costs by \$5,931,132. Since the \$9 million deadband for 2003 was accumulated at the end of April 2003, the 90% factor was applied, which resulted in a deferral entry of \$5,338,019.

Actual power supply expenses were higher than authorized as a result of higher purchased power expense due in large part to lower hydro generation. Hydro generation was 173 aMW below authorized levels. Coyote Springs 2 began commercial operation July 1 and generated approximately 115 aMW, which was 18 aMW above the authorized level. Colstrip and Kettle Falls generated 4 aMW and 11 aMW above the authorized levels, respectively. Thermal and natural gas fuel expense were both higher than the authorized level. Washington retail sales were 14 aMW below the authorized level.

See "Confidential Attachment A" filed under seal, which is a long-term power transaction entered into in the month of July 2003. Workpapers supporting the semi-annual update of the carrying charge are included in the enclosed report at pages 24-26. 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 cursive script that reads "Kelly Norwood".

Kelly Norwood
Vice President Rates and Regulation
Avista Corporation

Enclosure
RM

c: Robert Cromwell
S. Bradley Van Cleve

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

MONTH OF JULY 2003

Avista Corporation - General Ledger Journal Entry

Print Date: 08-0, --03 08:52 AM

Journal ID: **DJ702** Journal Description: WA - ERM Effective Date: 07-31-2003

Corp: WWP Journal Sponsor: RESOURCE \$/#: \$ Tran Type: C Error Code: Q Code: G

Control Amount Total: 9,789,213.00 Saved By: Linda Donley Saved Date: 08-07-2003 8:52:43 AM

Edit Date: 08-07-2003 8:52:37 AM

Seq	WO	U	Main	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
5	0000	9186	01	028		EE			0.00	0.00	WA ERM YTD COMPANY BAND
<i>Record YTD accumulation of Company Band for WA ERM. Allows tracking of balance on the GL.</i>											
10	0000	9186	02	028		EE			0.00	0.00	WA ERM YTD CONTRA ACCOUNT
<i>Contra account for YTD WA ERM Company Band. Offsets 918601 to prevent Balance Sheet inflation.</i>											
15	2577	0557	28	G55		EE	X	028	0.00	5,338,019.00	POWER TRANSACTIONS/* WA DEF PWR CO
20	0000	9186	28	028		EE			5,338,019.00	0.00	WA ERM - CURRENT YEAR
23	2577	0557	29	X55		EE	X	028	1,898,581.00	0.00	POWER TRANSACTIONS /*WA DEF PWR AM
27	0000	9182	35	028		EE			0.00	1,898,581.00	WASHINGTON ERM DEFERRAL BALANCE
43	0000	9182	35	028		EE			444,394.00	0.00	WASHINGTON ERM DEFERRAL BALANCE
<i>Interest income on deferral balance in 18235 authorized for recovery</i>											
45	0000	9186	28	028		EE			39,147.00	0.00	WA ERM - CURRENT YEAR
<i>Interest income/(expense) on deferral balance in 18628</i>											
47	0000	9186	29	028		EE			90,582.00	0.00	WA ERM - LAST YEAR
<i>Interest income/(expense) on deferral balance in 18629</i>											
50	Q000	9419	00	Q98		EE	X	098	0.00	574,123.00	NON-UTILITY REVENUE/INT/DIV INCOME
70	0000	9171	00	FIN		EE			574,123.00	0.00	INTEREST & DIVIDENDS REC
<i>Accrue interest income on deferral balance</i>											
80	0000	9171	00	FIN		EE			0.00	574,123.00	INTEREST & DIVIDENDS REC
<i>Transfer interest income accrual to deferred power costs (in lieu of receipt)</i>											
82	0135	0410	10	X54		EE	X	028	1,203,424.00	0.00	INCOME TAX /* PRV DFIT DR
<i>DFIT entry includes, power supply deferral, generation options, surcharge amortization</i>											
85	0135	9410	20	X54		EE	X	028	200,943.00	0.00	INCOME TAX /PROV DEFERED IT
<i>DFIT entry for interest income</i>											
89	0000	9283	28	028		EE			0.00	1,404,367.00	ADFIT-WA ERM CURRENT AND PRIOR YRS

ta Corporation - General Ledger Journal Entry

Print Date: 08-07-2003 08:52 AM

Journal ID: **DJ702** Journal Description: WA - ERM Effective Date: 07-31-2003
 Corp: WWP Journal Sponsor: RESOURCE \$/ #: \$ Tran Type: C Error Code: Q Code: G
 Control Amount Total: 9,789,213.00 Saved By: Linda Donley Saved Date: 08-07-2003 8:52:43 AM
 Edit Date: 08-07-2003 8:52:37 AM

Seg	WO	U	Main	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
Totals:									9,789,213.00	9,789,213.00	Trans: 13 Rows: 15

Prepared By: Linda Donley Date: 8/7/03
 Reviewed By: [Signature] Date: 8/7/03

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

Approved For Entry - Corporate Accounting Use Only _____ Date _____

> GD WWP,0000918628,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918628 CENTER: 028
 WA ERM - CURRENT YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	.00	730,862.00	41,555,462.00
02	.00	214,588.82-	48,503,456.00
03	.00	927,912.16-	56,040,731.00
04	94,153.00	640,898.16-	86,458,493.10
05	1,437,758.00	782,317.25	89,491,142.98
06	5,521,304.47	4,173,702.11	109,445,519.84
07	10,897,385.37	.00	152,783,324.57
08	.00	3,462,701.00	178,798,591.27
09	.00	4,591,436.00	199,658,987.12
10	.00	7,990,106.00	151,869,220.71
11	.00	10,046,279.00	156,589,761.03
12	.00	18,418,548.00	8,231,969.75
TOTAL	.00	.00	.00

08/11/03 08:41:26 1 M3LL CIX1 _____

ERM Deferral Balance (Current year - 2003)

Account 9186.28 028

	Amount	Journal ID
Balance 6/30/03	\$5,521,304.47	
Deferral	5,338,019.00	DJ702
Interest	39,147.00	DJ702
Coyote test power correction	-1,085.10	SJN07
Balance 7/31/03	<u>\$10,897,385.37</u>	

> C WWP,0000918629,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918629 CENTER: 028
 WA ERM - LAST YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	18,507,141.00	5,590,562.00-	.00
02	18,595,734.00	.00	.00
03	18,684,327.00	.00	.00
04	18,772,920.00	.00	.00
05	18,861,513.00	.00	.00
06	18,950,106.00	.00	.00
07	19,040,688.00	.00	.00
08	.00	.00	.00
09	.00	.00	.00
10	.00	.00	1,306,498.00-
11	.00	.00	5,365,871.00-
12	.00	.00	.00
TOTAL	.00	.00	.00
A205W-END OF LIST			

08/11/03 08:42:44 1 M3LL CIX1 _____

ERM Deferral Balance (Prior year - 2002)

Account 9186.29 028

Balance 6/30/03
 Interest
 Balance 7/31/03

Amount	Journal ID
\$18,950,106.00	
90,582.00	DJ702
<u>\$19,040,688.00</u>	

> C WWP,0000918235,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918235 CENTER: 028
 WASHINGTON ERM DEFERRAL BALANCE

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	102,120,741.28	132,006,255.17	.00
02	100,387,075.28	122,433,021.17	.00
03	98,579,839.28	118,334,898.17	.00
04	96,934,524.28	115,248,382.17	.00
05	95,426,432.28	112,494,809.17	.00
06	93,918,785.28	109,873,441.17	.00
07	92,464,598.28	111,925,345.28	.00
08	.00	110,453,043.28	.00
09	.00	109,001,480.28	.00
10	.00	107,664,179.28	.00
11	.00	106,072,397.28	.00
12	.00	104,166,540.28	132,006,255.17
TOTAL	.00	.00	.00

A205W-END OF LIST

08/11/03 08:41:53 1 M3LL CIX1 _____

Recoverable Deferral Balance

Account 9182.35 028

Balance 6/30/03

Amortization

Interest

Balance 7/31/03

Amount	Journal ID
\$93,918,785.28	
-1,898,581.00	DJ702
444,394.00	DJ702
<u>\$92,464,598.28</u>	

> C WWP,0000918601,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918601 CENTER: 028
 WA ERM YTD COMPANY BAND

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00	.00	.00
02	6,578,313.00	.00	.00
03	8,748,531.00	.00	.00
04	9,000,000.00	.00	.00
05	9,000,000.00	.00	.00
06	9,000,000.00	.00	.00
07	9,000,000.00	4,319,249.00	.00
08	.00	4,500,000.00	.00
09	.00	4,500,000.00	.00
10	.00	4,500,000.00	.00
11	.00	4,500,000.00	.00
12	.00	4,500,000.00	.00
TOTAL	.00	.00	.00
A205W-END OF LIST			

08/11/03 08:42:23 1 M3LL CIX1 _____

ERM Deadband

Account 9186.01 028

Balance 6/30/03

2003 deadband accumulation

Balance 7/31/03

Amount	Journal ID
\$9,000,000.00	
0.00	DJ702
<u>\$9,000,000.00</u>	

> C WWP,0000918602,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918602 CENTER: 028
 WA ERM YTD CONTRA ACCOUNT

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00-	.00	.00
02	6,578,313.00-	.00	.00
03	8,748,531.00-	.00	.00
04	9,000,000.00-	.00	.00
05	9,000,000.00-	.00	.00
06	9,000,000.00-	.00	.00
07	9,000,000.00-	4,319,249.00-	.00
08	.00	4,500,000.00-	.00
09	.00	4,500,000.00-	.00
10	.00	4,500,000.00-	.00
11	.00	4,500,000.00-	.00
12	.00	4,500,000.00-	.00
TOTAL	.00	.00	.00

A205W-END OF LIST

08/11/03 08:42:33 1 M3LL CIX1 _____

ERM Deadband Contra Account
Account 9186.02 028
 Balance 6/30/03
 2003 deadband contra entry
 Balance 7/31/03

Amount	Journal ID
-\$9,000,000.00	
0.00	DJ702
-\$9,000,000.00	

> C WWP,0000928328,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000928328 CENTER: 028
 ADFIT-WA ERM CURRENT AND PRIOR YRS

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	42,219,761.00-	44,235,381.00-	14,544,411.00-
02	41,643,986.00-	42,520,405.00-	16,976,210.00-
03	41,042,461.00-	40,604,160.00-	19,614,256.00-
04	40,530,561.00-	39,702,680.00-	30,259,997.00-
05	40,503,998.00-	39,098,236.00-	31,321,900.00-
06	41,436,569.00-	39,830,678.00-	38,305,932.00-
07	42,840,936.00-	39,003,353.00-	53,474,163.00-
08	.00	39,870,511.00-	62,579,507.00-
09	.00	39,757,522.00-	69,880,645.00-
10	.00	40,479,002.00-	52,696,940.00-
11	.00	40,641,539.00-	52,928,362.00-
12	.00	42,904,783.00-	45,886,954.86-
TOTAL	.00	.00	.00

A205W-END OF LIST

08/11/03 08:42:09 1 M3LL CIX1 _____

Account 9186.28 028 balance	\$10,897,385.37
Account 9186.29 028 balance	19,040,688.00
Account 9182.35 028 balance	92,464,598.28
Total	<u>\$122,402,671.65</u>
Federal income tax rate	-35%
Deferred FIT related to deferrals	<u>-\$42,840,935</u>
Rounding	-1
Balance in Account	<u>-\$42,840,936</u>

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.

Actual cost of debt at 12/31/02 is 8.88%.

The monthly rate is:

0.00740 Before Tax
0.004810 After Tax
0.35 Tax rate

Actual cost of debt at 6/30/03 is 8.83%.

The monthly rate is:

0.00736 Before Tax
0.00478 After Tax
0.35 Tax rate

2003 Interest

Date	Description	Amount	Interest	Month	DFIT Expense	Operating	Nonoperating	Total	ADFIT
12-31-2002	GL Balance including interest	104,166,540							
Jan-03	Surcharge Amortization	(2,540,730)		Jan-03	DFIT Expense				ADFIT
Jan-03	Interest		494,931	Amortization	(889,256)	Operating		889,256	
01-31-2003	Balance before interest	101,625,810		Interest	173,226	Nonoperating		(173,226)	
					(716,030)	Total		716,030	
Feb-03	Surcharge Amortization	(2,222,486)		Feb-03	DFIT Expense				ADFIT
Feb-03	Interest Recorded		488,820	Amortization	(777,870)	Operating		777,870	
02-28-2003	Balance before interest	99,403,324		Interest	171,087	Nonoperating		(171,087)	
Feb-03	Recalculate Interest		483,475		(606,783)	Total		606,783	
Interest not accrued on one half of 2/03 surcharge amortization									
Mar-03	Surcharge Amortization	(2,274,551)		Mar-03	DFIT Expense				ADFIT
Mar-03	Interest		472,660	Amortization	(796,093)	Operating		796,093	
03-31-2003	Balance before interest	97,128,773		Interest	163,560	Nonoperating		(163,560)	
Mar-03	Adjust 2/03 Interest		(5,345)		(632,533)	Total		632,533	
			467,315						
Apr-03	Surcharge Amortization	(2,107,436)		Apr-03	DFIT Expense				ADFIT
Apr-03	Interest		462,121	Amortization	(737,603)	Operating		737,603	
04-30-2003	Balance before interest	95,021,337		Interest	161,742	Nonoperating		(161,742)	
					(575,861)	Total		575,861	
May-03	Surcharge Amortization	(1,960,430)		May-03	DFIT Expense				ADFIT
May-03	Interest		452,338	Amortization	(686,151)	Operating		686,151	
05-31-2003	Balance before interest	93,060,907		Interest	158,318	Nonoperating		(158,318)	
					(527,833)	Total		527,833	
Jun-03	Surcharge Amortization	(1,950,579)		Jun-03	DFIT Expense				ADFIT
Jun-03	Interest		442,932	Amortization	(682,703)	Operating		682,703	
06-30-2003	Balance before interest	91,110,328		Interest	155,026	Nonoperating		(155,026)	
					(527,677)	Total		527,677	
06-30-2003	GL Balance including interest	93,918,785							
Jul-03	Surcharge Amortization	(1,898,581)		Jul-03	DFIT Expense				ADFIT
Jul-03	Interest		444,394	Amortization	(664,503)	Operating		664,503	
07-31-2003	Balance before interest	92,020,204		Interest	155,538	Nonoperating		(155,538)	
					(508,965)	Total		508,965	

Net ERM Balance	92,464,598		GL Balance @ 06/30/03	Activity Jul-03	GL Balance @ 07/31/03
ADFIT Balance	(32,362,609)	ERM deferral	93,918,785	(1,454,187)	92,464,598

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.

Actual cost of debt at 12/31/02 is 8.88%.

The monthly rate is:

0.0074 Before Tax
 0.00481 After Tax
 0.35 Tax rate

Actual cost of debt at 6/30/03 is 8.83%.

The monthly rate is:

0.00736 Before Tax
 0.00478 After Tax
 0.35 Tax rate

2003 Interest

12-31-2002	GL Balance including interest	18,418,548					
12-31-2002	GL Balance	(18,418,548)	Transfer to 918629				
01-01-2003	GL Balance	0					
				Jan-03	DFIT Expense		ADFIT
Jan-03	ERM Deferral	0		Deferral	0	Operating	0
Jan-03	Interest	0	0	Interest	0	Nonoperating	0
01-31-2003	Balance before interest	0			0	Total	0
				Feb-03	DFIT Expense		ADFIT
Feb-03	ERM Deferral	0		Deferral	0	Operating	0
Feb-03	Interest	0	0	Interest	0	Nonoperating	0
02-28-2003	Balance before interest	0			0	Total	0
				Mar-03	DFIT Expense		ADFIT
Mar-03	ERM Deferral	0		Deferral	0	Operating	0
Mar-03	Interest	0	0	Interest	0	Nonoperating	0
03-31-2003	Balance before interest	0			0	Total	0
				Apr-03	DFIT Expense		ADFIT
Apr-03	ERM Deferral	93,927		Deferral	32,874	Operating	(32,874)
Apr-03	Interest		226	Interest	79	Nonoperating	(79)
04-30-2003	Balance before interest	93,927			32,953	Total	(32,953)
				May-03	DFIT Expense		ADFIT
May-03	ERM Deferral	1,339,931		Deferral	468,976	Operating	(468,976)
May-03	Interest		3,674	Interest	1,286	Nonoperating	(1,286)
05-31-2003	Balance before interest	1,433,858			470,262	Total	(470,262)
				Jun-03	DFIT Expense		ADFIT
Jun-03	ERM Deferral	3,963,024		Deferral	1,387,058	Operating	(1,387,058)
Jun-03	Interest		16,678	Interest	5,837	Nonoperating	(5,837)
Jun-03	CS2 Test Power Reversal	103,844		Reversal	36,345	Operating	(36,345)
06-30-2003	Balance before interest	5,500,726			1,429,240	Total	(1,429,240)
06-30-2003	GL Balance including interest	5,521,304					
				Jul-03	DFIT Expense		ADFIT
Jul-03	ERM Deferral	5,338,019		Deferral	1,868,307	Operating	(1,868,307)
Jul-03	Interest		39,147	Interest	13,701	Nonoperating	(13,701)
Jul-03	CS2 Test Power Reversal	(1,085)		Reversal	(380)	Operating	380
07-31-2003	Balance before interest	10,858,238			1,881,628	Total	(1,881,628)

Sales by Avista for CS2 test power recorded in 447 reduced the PCA deferral and reduced CWIP for CS2. See DJ235.

Adjustment to prior month entry. See SJN07.

Net ERM Balance	10,897,385	GL Balance @ 06/30/03	Activity Jul-03	GL Balance @ 07/31/03
ADFIT Balance	(3,814,085)	5,521,304	5,376,081	10,897,385

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.						
Actual cost of debt at 12/31/02 is 8.88%.				Actual cost of debt at 6/30/03 is 8.83%.		
The monthly rate is:		0.0074	Before Tax	The monthly rate is:		0.00736 Before Tax
		0.00481	After Tax			0.00478 After Tax
		0.35	Tax rate			0.35 Tax rate
2003 Interest						
12-31-2002	GL Balance including interest	0				
12-31-2002	Transfer from 918628	18,418,548				
01-01-2003	GL Balance	18,418,548				
Jan-03	ERM Transfer to 18235	0		Jan-03	DFIT Expense	ADFIT
Jan-03	Interest		88,593	Deferral	0	Operating 0
01-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating (31,008)
					31,008	Total (31,008)
Feb-03	ERM Transfer to 18235	0		Feb-03	DFIT Expense	ADFIT
Feb-03	Interest		88,593	Deferral	0	Operating 0
02-28-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating (31,008)
					31,008	Total (31,008)
Mar-03	ERM Transfer to 18235	0		Mar-03	DFIT Expense	ADFIT
Mar-03	Interest		88,593	Deferral	0	Operating 0
03-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating (31,008)
					31,008	Total (31,008)
Apr-03	ERM Transfer to 18235	0		Apr-03	DFIT Expense	ADFIT
Apr-03	Interest		88,593	Deferral	0	Operating 0
04-30-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating (31,008)
					31,008	Total (31,008)
May-03	ERM Transfer to 18235	0		May-03	DFIT Expense	ADFIT
May-03	Interest		88,593	Deferral	0	Operating 0
05-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating (31,008)
					31,008	Total (31,008)
Jun-03	ERM Transfer to 18235	0		Jun-03	DFIT Expense	ADFIT
Jun-03	Interest		88,593	Deferral	0	Operating 0
06-30-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating (31,008)
					31,008	Total (31,008)
06-30-2003	GL Balance including interest	18,950,106				
Jul-03	ERM Transfer to 18235	0		Jul-03	DFIT Expense	ADFIT
Jul-03	Interest		90,582	Deferral	0	Operating 0
07-31-2003	Balance before interest	18,950,106		Interest	31,704	Nonoperating (31,704)
					31,704	Total (31,704)
	Net ERM Balance	19,040,688		GL Balance @ 06/30/03	Activity Jul-03	GL Balance @ 07/31/03
	ADFIT Balance	(6,664,241)		18,950,106	90,582	19,040,688

Tax Rate	35%								
		DJ702 LTD	DJ702 LTD	DJ702 LTD		DJ702 CURMO			
	928328	928328	928328	928328	928328	928328			
	GL	ADFIT	ADFIT	ADFIT	BALANCE	FOR ALL			
	BALANCE	918235	18628	18629	COMPONENTS	ACCOUNTS			
12-31-2002	(42,904,783)	(36,458,290)	(6,446,493)	0	(42,904,783)				
01-01-2003	(42,904,783)	(36,458,290)	0	(6,446,493)	(42,904,783)				
01-31-2003	(42,219,761)	(35,742,260)	0	(6,477,501)	(42,219,761)	0			
02-28-2003	(41,643,986)	(35,135,477)	0	(6,508,509)	(41,643,986)	0			
03-31-2003	(41,042,461)	(34,502,944)	0	(6,539,517)	(41,042,461)	0			
04-30-2003	(40,530,561)	(33,927,083)	(32,953)	(6,570,525)	(40,530,561)	0			
05-31-2003	(40,503,998)	(33,399,250)	(503,215)	(6,601,533)	(40,503,998)	0			
06-30-2003	(41,436,569)	(32,871,573)	(1,932,455)	(6,632,541)	(41,436,569)	0			
07-31-2003	(42,840,936)	(32,362,608)	(3,814,083)	(6,664,245)	(42,840,936)	0			
08-31-2003						0			
09-30-2003						0			
10-31-2003						0			
11-30-2003						0			
12-31-2003						0			
			ADFIT			Interest			
		41010	941020	928328	918235	918628	918629	941900	
12-31-2002	918235	(838,646)	171,596	667,050					
	918628	2,906,640	23,654	(2,930,294)					
Total		2,067,994	195,250	(2,263,244)					
01-31-2003	918235	(889,256)	173,226	716,030	494,931	0	88,593	(583,524)	
	918628	0	0	0					
	918629	0	31,008	(31,008)					
Total		(889,256)	204,234	685,022					
02-28-2003	918235	(777,870)	171,087	606,783	488,820	0	88,593	(577,413)	
	918628	0	0	0					
	918629	0	31,008	(31,008)					
Total		(777,870)	202,095	575,775					
03-31-2003	918235	(796,093)	163,560	632,533	467,315	0	88,593	(555,908)	
	918628	0	0	0					
	918629	0	31,008	(31,008)					
Total		(796,093)	194,568	601,525					
04-30-2003	918235	(737,603)	161,742	575,861	462,121	226	88,593	(550,940)	
	918628	32,874	79	(32,953)					
	918629	0	31,008	(31,008)					
Total		(704,729)	192,829	511,900					
05-31-2003	918235	(686,151)	158,318	527,833	452,338	3,674	88,593	(544,605)	
	918628	468,976	1,286	(470,262)					
	918629	0	31,008	(31,008)					
Total		(217,175)	190,612	26,563					
06-30-2003	918235	(682,703)	155,026	527,677	442,932	16,678	88,593	(548,203)	
	918628	1,423,403	5,837	(1,429,240)					
	918629	0	31,008	(31,008)					
Total		740,700	191,871	(932,571)					
07-31-2003	918235	(664,503)	155,538	508,965	444,394	39,147	90,582	(574,123)	
	918628	1,867,927	13,701	(1,881,628)					
	918629	0	31,704	(31,704)					
Total		1,203,424	200,943	(1,404,367)					

			YTD	YTD	
			WA ERM	WA ERM	
			Company	Contra	Total
			Band	Account	GL
			<u>918601</u>	<u>918602</u>	<u>Impact</u>
12-31-2002	Balance		\$4,500,000	(\$4,500,000)	\$0
2003 Requirement		\$9,000,000			
Jan-03	Reverse 2002		(\$4,500,000)	\$4,500,000	
Jan-03	Activity		\$4,982,867	(\$4,982,867)	
01-31-2003	Balance		\$4,982,867	(\$4,982,867)	\$0
Feb-03	Activity		\$1,595,446	(\$1,595,446)	
02-28-2003	Balance		\$6,578,313	(\$6,578,313)	\$0
Mar-03	Activity		\$2,170,218	(\$2,170,218)	
03-31-2003	Balance		\$8,748,531	(\$8,748,531)	\$0
Apr-03	Activity		\$251,469	(\$251,469)	
04-30-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
May-03	Activity		\$0	\$0	
05-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Jun-03	Activity		\$0	\$0	
06-30-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Jul-03	Activity		\$0	\$0	
07-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0

AVISTA CORPORATION
 JULY 2003 WASHINGTON ELECTRIC SURCHARGE REVENUE & DEFERRAL AMORTIZATION

Schedule (a)	Sch 1 Block Percent (b)	kWh or \$ (c)	Surcharge Rate On/After 01-Jul-02 (d)	Revenue (e) (c)*(d)	Conversion Factor (f)	Deferral Amortization (g) (e)*(f)
1 (0-600 kWh)	62.955%	90,374,068	0.405¢	\$366,015	0.956277	\$350,012
1 (601-1300 kWh)	28.066%	40,289,708	0.607¢	244,559	0.956277	233,866
1 (over 1300 kWh)	8.979%	12,889,663	0.853¢	109,949	0.956277	105,142
Total Sch 1	100.000%	143,553,439		720,523		689,020
11		26,558,808	0.788¢	209,283	0.956277	200,133
12		2,338,580	0.788¢	18,428	0.956277	17,622
21		120,611,155	0.549¢	662,155	0.956277	633,204
22		1,357,756	0.549¢	7,454	0.956277	7,128
25		71,130,793	0.352¢	250,380	0.956277	239,433
30		4,893,300	0.485¢	23,733	0.956277	22,695
31		10,093,338	0.485¢	48,953	0.956277	46,813
32		1,800,913	0.485¢	8,734	0.956277	8,352
41-46		\$263,929	109.78%	23,513	0.956277	22,485
47		\$81,082	109.78%	7,223	0.956277	6,907
48		\$56,218	109.78%	5,008	0.956277	4,789
Schedule Totals		382,338,082		\$1,985,387		\$1,898,581 Amortization

✓
 (\$664,503) DFIT Expense
 -35%

kWh not subject to surcharge	Total kWh
Schedule 28	1,193,210
Schedule 29	6,822,017
Sch 41-49	2,316,231
Schedule 61	123,286,000
Total kWh	515,955,540

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF JULY 03

DESCRIPTION	CLS	SCH	CUSTOMERS		CURRENT MONTH		CUSTOMERS		YEAR TO DATE		AMOUNT
			CUSTOMERS	QUANTITY	AMOUNT	AMOUNT	AVG CUST	QUANTITY	AMOUNT		
RESIDENTIAL	1	001	183,303	143,553,399	8,441,729.94	1,281,072	183,010	1,290,145,593	76,024,818.96		
FIRM-COMMERCIAL	21	001			.00				.00		
INTERDEPARTMENT REV	80	001	2	40	16.90	26	3	29,887	1,883.16		
			183,305	143,553,439	8,441,746.84	1,281,098	183,014	1,290,175,480	76,026,702.12		
RESIDENTIAL	1	011			.00				.00		
FIRM-COMMERCIAL	21	011	17,871	26,242,446	2,312,206.15	124,551	17,793	194,610,872	17,054,303.25		
FIRM-MISC INDUST	31	011	127	257,748	23,798.46	849	121	2,030,984	181,536.11		
LIGHTING-PUB ST-HIWI	51	011	14	5,388	525.98	98	14	45,461	4,177.77		
INTERDEPARTMENT REV	80	011	25	53,226	4,539.52	195	27	518,808	44,013.99		
			18,037	26,558,808	2,341,070.11	125,693	17,956	197,206,125	17,284,031.12		
RESIDENTIAL	1	012	6,326	2,338,580	224,949.14	43,935	6,276	21,937,775	2,008,896.15		
FIRM-COMMERCIAL	21	012	6,326	2,338,580	224,949.14	43,935	6,276	21,937,775	2,008,896.15		
FIRM-COMMERCIAL	21	021	3,024	111,378,985	7,365,414.77	21,228	3,032	774,872,100	50,947,829.74		
FIRM-MISC INDUST	31	021	114	8,386,530	551,994.10	815	116	61,309,070	4,013,476.49		
INTERDEPARTMENT REV	80	021	8	845,640	52,621.11	60	8	6,507,580	399,280.00		
			3,146	120,611,155	7,970,029.98	22,103	3,157	842,688,750	55,360,586.23		
RESIDENTIAL	1	022	56	1,357,756	88,227.74	388	55	12,285,785	767,944.40		
FIRM-COMMERCIAL	21	025	56	1,357,756	88,227.74	388	55	12,285,785	767,944.40		
FIRM-MISC INDUST	31	025	8	21,513,130	931,547.01	57	8	140,813,346	6,091,163.53		
INTERDEPARTMENT REV	80	025	12	49,617,663	2,125,748.71	86	12	347,712,391	15,032,517.62		
			20	71,130,793	3,057,295.72	143	20	488,525,737	21,123,681.15		
FIRM-COMMERCIAL	21	028	1	130,320	5,227.88	7	1	741,600	29,770.40		
FIRM-MISC INDUST	31	028	1	1,062,890	76,449.80	3	1	1,157,740	167,696.39		
			2	1,193,210	81,677.68	10	1	1,899,340	197,466.79		
FIRM-PUMPING-IRRIG	39	029	1	6,822,017	.00	7	1	22,003,176	.00		
FIRM-PUMPING-IRRIG	39	030	42	4,893,300	243,582.89	294	42	12,064,960	601,880.85		
			42	4,893,300	243,582.89	294	42	12,064,960	601,880.85		
FIRM-COMMERCIAL	21	031	455	5,070,480	284,154.61	3,162	451	17,722,483	1,032,367.10		
FIRM-MISC INDUST	31	031	127	1,367,915	77,439.79	884	126	5,376,054	319,579.71		
FIRM-PUMPING-IRRIG	39	031	362	3,642,343	208,347.12	2,504	357	8,496,884	514,920.28		
INTERDEPARTMENT REV	80	031	2	12,600	696.09	14	2	22,500	1,324.76		
			946	10,093,338	570,637.61	6,564	937	31,617,921	1,868,191.85		
RESIDENTIAL	1	032	948	1,541,362	89,261.34	6,540	934	3,781,550	252,263.53		
FIRM-PUMPING-IRRIG	39	032	107	259,551	14,951.58	772	110	425,842	28,382.72		
			1,055	1,800,913	104,212.92	7,312	1,044	4,207,392	280,646.25		
LIGHTING-PUB ST-HIWI	51	041	12	16,056	2,727.06	84	12	112,392	19,089.42		
			12	16,056	2,727.06	84	12	112,392	19,089.42		
LIGHTING-PUB ST-HIWI	51	042	209	1,041,208	236,377.51	1,395	199	7,216,221	1,636,732.96		
			209	1,041,208	236,377.51	1,395	199	7,216,221	1,636,732.96		

AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF JULY 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
LIGHTING-PUB ST-HIWI	51	044	13	21,600	1,889.85	85	12	151,200	13,228.95
LIGHTING-PUB ST-HIWI	51	045	17	220,010	10,079.70	122	17	1,539,366	70,520.36
LIGHTING-PUB ST-HIWI	51	046	26	181,691	12,854.92	184	26	1,272,369	90,020.48
FIRM-COMMERCIAL	21	047	497,671	78,677.15				3,447,963	547,317.57
FIRM-MISC INDUST	31	047	15,133	2,114.43				109,851	15,335.80
FIRM-PUMPING-IRRIG	39	047	167	18.58				1,169	130.06
INTERDEPARTMENT REV	80	047	1,256	272.28				8,792	1,905.96
RESIDENTIAL	1	048	514,227	81,082.44				3,567,775	564,689.39
RESIDENTIAL	1	056	321,433	56,218.25				2,284,113	397,975.35
FIRM-COMMERCIAL	21	056	321,433	56,218.25				2,284,113	397,975.35
RESIDENTIAL	1	058							7.98
FIRM-COMMERCIAL	21	058							3.78
FIRM-MISC INDUST	31	058							11.76
FIRM-PUMPING-IRRIG	39	058							2,683,660.91
LIGHTING-PUB ST-HIWI	51	058							3,216,679.37
EE - RESIDENTIAL	61	058							198,564.68
INTERDEPARTMENT REV	80	058							1,210.67
MISC-RENT ELECT PROP	85	058							85,875.00
MISC-OTHER ELECT REV	86	058							.00
RESIDENTIAL	1	058A							25.49
FIRM-COMMERCIAL	21	058A							8,000.66
FIRM-MISC INDUST	31	058A							117.04
FIRM-PUMPING-IRRIG	39	058A							6,194,133.82
FIRM-ENERGY CHARGE	74	061							22,916.53CR
SURPLUS-ENERGY CHARG	75	061							15,104.94CR
EE - RESIDENTIAL	61	090							15.29CR
RESIDENTIAL	1	095							377.60CR
FIRM-COMMERCIAL	21	095							38,414.36CR
THEFT OF SERVICE	18	099							6,580,578.68
MISC-SERVICE REV SNP	83	099							39,487,366.43
									46,067,945.11
									28.00
									28.00
									41,214.77
									4,769.33
									45,984.10
									13,710.63
									195,653.00

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF JULY 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
MISC-RENT ELECT PROP	85	099			24,383.44				167,579.32
MISC-OTHER ELECT REV	86	099			262.09				1,834.63
					54,230.51				378,777.58
SVC TOTALS			213,247	515,955,540	31,674,447.78	1,489,710	212.815	4,385,633,877	230,960,749.83

Avista Utilities
 WASHINGTON POWER COST DEFERRALS

Line No.

WASHINGTON ACTUALS-2003		Actual Jan-03	Actual Feb-03	Actual Mar-03	Actual Apr-03	Actual May-03	Actual Jun-03	Actual Jul-03	Actual Aug-03	Actual Sep-03	Actual Oct-03	Actual Nov-03	Actual Dec-03
1	555 Purchased Power	\$79,568,911	\$ 16,118,812	\$ 13,422,834	\$ 11,421,679	\$ 10,178,810	\$ 6,472,115	\$ 8,029,186	\$ 13,925,476	\$ -	\$ -	\$ -	\$ -
2	501 Thermal Fuel	\$9,128,222	\$ 1,619,705	\$ 1,393,045	\$ 1,429,229	\$ 358,181	\$ 1,323,513	\$ 1,453,899	\$ 1,550,650	\$ -	\$ -	\$ -	\$ -
3	547 CT Fuel	\$5,512,611	\$ 223,336	\$ 99,031	\$ 61,802	\$ 99,333	\$ 94,493	\$ 164,014	\$ 4,770,602	\$ -	\$ -	\$ -	\$ -
4	447 Sale for Resale	\$49,946,533	\$ 4,054,918	\$ 6,518,620	\$ 5,433,400	\$ 7,448,616	\$ 8,067,609	\$ 9,942,738	\$ 8,480,633	\$ -	\$ -	\$ -	\$ -
5	Actual Net Expense	\$44,263,211	\$ 13,906,935	\$ 8,396,291	\$7,479,310	\$3,187,707	\$ (177,487)	\$ (295,640)	\$11,766,095	\$0	\$0	\$0	\$0
6	Pollatch 25 aMW directly assigned to ID	(\$4,114,111)	\$ (601,710)	\$ (543,460)	\$ (601,710)	\$ (581,491)	\$ (601,710)	\$ (582,300)	\$ (601,710)				
7	Pollatch 62 aMW directly assigned to ID	(\$1,827,064)						\$ (1,827,064)					
8	Adjusted Actual Net Expense	\$38,322,036	\$ 13,305,225	\$ 7,852,811	\$ 6,877,600	\$ 2,606,216	\$ (779,197)	\$ (877,940)	\$ 9,337,321	\$ -	\$ -	\$ -	\$ -

AUTHORIZED NET EXPENSE-SYSTEM		Actual Jan-03	Actual Feb-03	Actual Mar-03	Actual Apr-03	Actual May-03	Actual Jun-03	Actual Jul-03	Actual Aug-03	Actual Sep-03	Actual Oct-03	Actual Nov-03	Actual Dec-03
9	555 Purchased Power	\$68,370,477	\$ 7,820,601	\$ 6,873,178	\$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
10	501 Thermal Fuel	\$15,777,429	\$ 1,497,543	\$ 1,328,377	\$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
11	547 CT Fuel	\$30,931,880	\$ 3,209,570	\$ 2,713,553	\$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
12	447 Sale for Resale	\$49,213,167	\$ 3,395,816	\$ 3,610,669	\$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
13	Authorized Net Expense	\$65,866,619	\$ 9,131,898	\$ 7,304,439	\$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
14	Actual - Authorized Net Expense	\$14,059,640	\$ 4,173,327	\$ 548,372	\$ (741,220)	\$ (938,474)	\$ (455,929)	\$ 3,561,422	\$ 7,912,142				
15	Net Fuel Expense not incl in Acct 547 (1)	\$ 18,885,483	\$ 2,855,401	\$ 2,324,474	\$ 3,017,663	\$ 2,686,342	\$ 3,392,764	\$ 3,053,369	\$ 1,555,471				
16	Adjusted Actual - Authorized Net Exp	\$ 32,945,123	\$7,028,728	\$2,872,846	\$2,276,443	\$1,747,868	\$2,936,834	\$6,614,792	\$9,487,613				
17	Washington Alloc. @ 66.29%	\$21,839,322	\$4,659,344	\$1,904,410	\$1,509,054	\$1,158,662	\$1,946,827	\$4,384,945	\$6,276,080				
18	WA Retail Revenue Adjustment	\$ (911,654)	\$323,523	(\$308,964)	\$661,164	(\$802,829)	(\$458,015)	\$18,415	(\$344,948)				
19	Net Power Cost Increase (Decrease)	\$ 20,927,668	\$4,982,867	\$1,595,446	\$2,170,218	\$355,833	\$1,488,812	\$4,403,360	\$5,931,132	\$0	\$0	\$0	\$0
20	100% Net Power Cost Less \$9.0 million Company Band	\$ 104,363			\$104,363								
21	90% Net Power Cost Less \$9.0 million Company Band	\$ 10,734,901			\$93,927	\$1,339,931	\$3,963,024	\$5,338,019					

Avisia Utilities
 System Power Supply Expenses
 WASHINGTON DEFERRED POWER COST CALCULATION

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
ACTUALS													
1	7,498,257	5,301,496	4,022,054	7,461,770	4,903,146	6,084,658	7,199,108						42,470,489
2	102,914	57,149	57,548	85,032	160,305	856,370	114,538						1,433,856
3	255,600	255,600	327,932	255,600	255,601	255,601	255,601						1,861,535
4	159,450	159,450	237,655	159,450	159,451	159,449	159,449						1,194,354
5	99,953	99,953	99,953	99,953	99,953	99,953	99,953						699,671
6	2,875,293	2,598,121	1,419,526	1,374,877	-	-	-						8,267,818
7	1,722	1,722	1,722	0	-	-	-						(1)
8	246	213	193	211	256	602	265						5,166
9	127,591	156,055	124,688	131,747	112,100	108,053	104,884						1,987
10		114,258	139,324	124,251	122,532	72,629	160,351						865,118
11													733,345
12	264,331	509,135	413,292	458,695	430,498	226,045	(263,906)						2,038,090
13							1,827,064						1,827,064
14	119,000	121,500	147,500	132,500	112,500	135,000	180,000						948,000
15	167,556	232,570	11,414	(107,280)	(23,968)	41,033	(135,330)						185,994
16					135,800	140,000	(30,240)						245,560
17	4,440,338	3,809,057	4,416,291	-	-	(154,698)	4,249,539						16,760,527
18	6,560	6,555	2,587	2,004	3,941	4,491	4,200						30,338
19													
20	16,118,812	13,422,834	11,421,679	10,178,810	6,472,115	8,029,186	13,925,476	0					79,568,911

(1) Effective November, 2002, WNP-3 purchase expense has been adjusted to reflect the mid-point price (\$33.37/MWh for the 2002-2003 contract year) per Settlement Agreement, Cause No. U-86-99

447 SALES FOR RESALE

21	3,674,440	6,153,976	4,985,727	7,124,140	7,719,670	8,590,709	5,263,958						43,512,620
22	150,000	150,000	150,000	150,000	150,000	150,000	150,000						1,050,000
23	142,563	175,630	180,830	120,643	114,386	133,863	225,775						1,093,690
24	58,284	11,924	91,415	31,878	60,887	81,157	73,438						408,984
25	171	146	137	98	74	68	72						766
26	27,224	25,384	26,850	25,078	24,399	23,915	24,712						177,562
27	0	-	-	-	-	-	-						
28	(4,323)	(4,996)	(4,146)	(5,226)	(5,749)	(12,742)	(12,140)						3,656,807
29													(49,322)
30	6,560	6,555	2,587	2,004	3,941	4,491	4,200						65,088
31	4,054,918	6,518,620	5,433,400	7,448,616	8,067,609	9,942,738	8,480,633						49,946,533

Avista Utilities
System Power Supply Expenses
WASHINGTON DEFERRED POWER COST CALCULATION

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
ACTUALS													
501 FUEL-DOLLARS													
32	wood	682,778	572,564	534,885	(40,815)	291,704	607,645						3,171,253
33	coal	930,723	819,619	862,737	385,887	1,132,680	936,278						5,846,059
34	Total Coal & Wood	1,613,501	1,392,183	1,397,622	345,072	1,424,384	1,543,923						9,017,312
35	gas	4,835	862	8,723	3,277	5,136	3,792						33,191
36	oil	1,369	0	22,884	9,832	24,379	2,935						77,719
37	Total Oil & Gas	6,204	862	31,607	13,109	29,515	6,727						110,910
38	Total Account 501	1,619,705	1,393,045	1,429,229	358,181	1,453,899	1,550,650						9,128,222
501 FUEL-IONS													
39	Kettle Falls	57,361	50,587	46,865	39,752	23,837	49,247						309,235
40	Colstrip	82,890	83,940	81,060	38,493	97,461	90,544						539,958
501 FUEL-COST PER ION													
41	wood \$	11.90	\$ 11.32	\$ 11.41	\$ (1.03)	\$ 12.24	\$ 12.34						\$ 10.26
42	coal \$	11.23	\$ 9.76	\$ 10.64	\$ 10.02	\$ 11.87	\$ 10.34						\$ 10.83
547 FUEL													
43	NE Combustion Turbine Gas/Oil	28	2,557	285	63,339		2,346						68,555
44	Boulder Park	21,834	7,244	418	1,299	34,488	345,927						452,283
45	Kettle Falls CT	14,892	29,066	10,263	811	25,115	140,200						229,943
46	Coyote Springs2						3,325,054						3,325,054
47	Rathdrum Gas Storage Fee	40,000	40,000	40,000	40,000	40,000	40,000						280,000
48	Rathdrum Fuel Exp	146,582	20,164	10,836	(6,116)	64,411	917,075						1,156,776
49	Total Account 547	223,336	99,031	61,802	99,333	164,014	4,770,602						5,512,611
50	TOTAL NET EXPENSE INCLUDING	13,906,935	8,396,291	7,479,310	3,187,707	(295,640)	11,766,095						44,263,211

AVISTA UTILITIES
Washington Electric Jurisdiction
Energy Recovery Mechanism Revenue Credit
Month of July 2003

Description	January	February	March	April	May	June	July	August	September	October	November	December	YTD
Total WA kWhs per Rev Run	588,944,920	587,930,337	572,881,963	664,011,421	698,837,592	757,072,104	515,955,540						4,385,633,877
Deduct Sales for Resale kWhs	(112,642,000)	(158,728,000)	(136,551,000)	(247,840,000)	(305,026,000)	(360,805,000)	(123,288,000)						(1,444,878,000)
Deduct Exchange (Sch 29) kWhs	(2,343,583)	(1,181,215)	(1,662,435)	(3,385,542)	(3,112,138)	(3,486,245)	(6,822,017)						(22,003,176)
Deduct Prior Month Unbilled kWhs Heating	(324,817,836)	(290,121,550)	(296,728,549)	(277,811,609)	(278,009,978)	(276,277,421)	(255,668,749)						(1,999,435,892)
Deduct Prior Month Unbilled kWhs Cooling	290,121,550	296,728,549	277,811,609	278,009,978	276,277,421	(1,628,155)	(6,180,449)						(7,808,604)
Add Current Month Unbilled kWhs Heating					1,628,155	6,180,449	30,016,405						1,929,758,510
Add Current Month Unbilled kWhs Cooling	439,263,051	434,628,121	415,751,588	412,984,248	390,595,051	376,714,481	409,155,384						37,825,009
Washington Retail kWhs	449,477,904	425,137,067	436,508,558	388,111,383	376,471,457	377,440,327	398,566,301						2,851,712,998
Test Year Consumption from Attachment 1 Settlement Stipulation	(10,214,853)	9,491,054	(20,756,970)	24,872,865	14,123,594	(725,846)	10,589,083						27,378,926
WA Retail Revenue Credit	(\$327,692)	\$304,473	(\$665,884)	\$797,922	\$453,085	(\$23,285)	\$339,698						\$876,316
Net Wind Revenue Credit	\$4,169	\$4,491	\$4,720	\$4,907	\$4,930	\$4,870	\$5,250						\$33,337
Total Revenue Credit	(\$323,523)	\$308,964	(\$661,164)	\$802,829	\$458,015	(\$18,415)	\$344,948						\$911,653

Schedule 95 Wind Revenue	\$5,750.51	\$6,195.15	\$6,510.79	\$6,768.24	\$6,800.49	\$6,717.09	\$7,241.83						\$45,984.10
Deduct Admin Expense	\$1,581.39	\$1,703.67	\$1,790.47	\$1,861.27	\$1,870.13	\$1,847.20	\$1,991.50						\$12,645.63
Net Wind Revenue Credit	\$4,169.12	\$4,491.48	\$4,720.32	\$4,906.97	\$4,930.36	\$4,869.89	\$5,250.33						\$33,338.47

Journal ID: **SJN07** Journal Description: CS2 Test Power Corrections Effective Date: 07-31-2003

Corp: WWP Journal Sponsor: RESOURCE \$#: \$ Tran Type: C Error Code: Q Code: G

Control Amount Total: 356,875.23 Saved By: Rick Lloyd Saved Date: 08-05-2003 3:55:33 PM

Edit Date: 08-05-2003 11:12:22 AM

Seq	WO	UMain	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
10	2577	0557	16	X55	EE	X	610	1,014,806.65	0.00	POWER TRANSACTIONS /*TEST POWER EXP
20	0000	9232	62	FIN	EE			0.00	1,014,806.65	A/P - TURBINE GAS
30	0000	9186	28	028	EE			0.00	1,085.10	WA ERM - CURRENT YEAR
40	2577	0557	27	X55	EE	X	028	0.00	11,361.74	POWER TRANSACTIONS /* WA DEF PWR CO
50	2577	0557	37	X55	EE	X	038	0.00	5,598.61	POWER TRANSACTIONS/* ID PCA-DISALL
60	2577	0557	16	X55	EE	X	610	18,045.45	0.00	POWER TRANSACTIONS /*TEST POWER EXP
70	9608	9186	20	E55	EE			6,982.28	0.00	COYOTE SPRINGS 2 /MISC DEF DEBITS
80	0000	9232	62	FIN	EE			0.00	6,982.28	A/P - TURBINE GAS
Totals:								1,039,834.38	1,039,834.38	Trans: 6 Rows: 8

Explanation:

To correct and true up CS2 test power entries for June 2002

Prepared By: *[Signature]* Date: 8/5/03
 Reviewed By: *[Signature]* Date: 8/5/03
 Approved For Entry - Corporate: *[Signature]* Date: 8-4-03
 Accounting Use Only

CS2

TEST POWER

RECORDED	ACTUAL	CORRECTION
\$767,408.02 (\$767,408.02) \$0.00	D9608/9186/20/E55/610 2577/0557/16/X55/610 \$767,408.02 (\$767,408.02) \$0.00	D9608/9186/20/E55/610 2577/0557/16/X55/610 \$0.00 \$0.00
66.99%	\$172,238.76 \$103,844.47 \$51,433.94 \$11,361.74 \$5,598.61 \$0.00	2577/0557/16/X55/610 0000/9186/28/028 0000/9186/38/038 2577/0557/27/X55/028 2577/0557/37/X55/038 2577/0557/16/X55/610 \$0.00 (\$1,085.10) \$0.00 (\$11,361.74) (\$5,598.61) \$18,045.45 \$0.00

OTHER TEST CHARGES

(\$4.85) COMMODITY
(\$2,563.82) TRUE UP ✓
(\$2,568.67)
\$8,299.60 TRANSP
\$1,251.35 TRUE UP ✓
\$9,550.95
\$6,982.28 D9608/9186/20/E55/610
(\$6,982.28) 0000/9232/62/FIN

AVISTA RP.

Total Debt Capital as of June 30, 2003

Line No.	Rating S&P, M, Fitch	Coupon Rate	Maturity Date	Settlement Date	Principal Amount	Issuance Costs	Loss/Reacq Expenses	Net Proceeds	Yield to Maturity	Principal Outstanding 06-30-2003	Effective Cost	Line No.
SECURED MEDIUM TERM NOTES, SERIES A (A FORM OF FIRST MORTGAGE BOND) Ratings S&P BBB-, Moody's Baa3, Fitch BBB-												
1	BBB-,Baa3,BBB-	6.25%	11-19-2003	11-19-1993	5,000,000	31,250		4,968,750	6.335	5,000,000	316,766	1
2	BBB-,Baa3,BBB-	6.25%	11-24-2003	11-24-1993	10,000,000	62,500		9,937,500	6.335	10,000,000	633,533	2
3	BBB-,Baa3,BBB-	6.39%	07-08-2005	07-08-1993	1,500,000	9,375		1,490,625	6.466	1,500,000	96,985	3
4	BBB-,Baa3,BBB-	6.67%	07-12-2010	07-12-1993	5,000,000	33,750		4,966,250	6.737	5,000,000	336,865	4
5	BBB-,Baa3,BBB-	6.89%	06-04-2008	06-04-1993	10,000,000	67,500		9,932,500	6.963	10,000,000	696,323	5
6	BBB-,Baa3,BBB-	6.95%	06-03-2008	06-03-1993	10,000,000	67,500		9,932,500	7.024	10,000,000	702,351	6
7	BBB-,Baa3,BBB-	7.18%	08-11-2023	08-12-1993	7,000,000	52,500		6,947,500	7.242	7,000,000	506,910	7
8	BBB-,Baa3,BBB-	7.26%	07-23-2018	07-22-1993	5,000,000	37,500		4,962,500	7.326	5,000,000	366,290	8
9	BBB-,Baa3,BBB-	7.30%	08-11-2023	08-12-1993	10,000,000	75,000		9,925,000	7.362	10,000,000	736,231	9
10	BBB-,Baa3,BBB-	7.37%	05-10-2012	05-10-1993	7,000,000	47,250		6,952,750	7.437	7,000,000	520,584	10
11	BBB-,Baa3,BBB-	7.39%	05-11-2018	05-11-1993	7,000,000	52,500		6,947,500	7.457	7,000,000	521,962	11
12	BBB-,Baa3,BBB-	7.44%	07-07-2023	07-08-1993	1,000,000	7,500		992,500	7.503	1,000,000	75,032	12
13	BBB-,Baa3,BBB-	7.45%	06-11-2018	06-09-1993	15,500,000	116,250		15,383,750	7.517	15,500,000	1,165,118	13
14	BBB-,Baa3,BBB-	7.53%	05-05-2023	05-06-1993	5,500,000	45,000		5,455,000	7.600	5,500,000	417,977	14
15	BBB-,Baa3,BBB-	7.54%	05-05-2023	05-07-1993	1,000,000	7,500		992,500	7.604	1,000,000	76,038	15
16	BBB-,Baa3,BBB-	7.90%	08-25-2006	08-25-1994	4,000,000	25,000		3,975,000	7.982	4,000,000	319,276	16
17								103,762,125	7.166	104,500,000	7,488,241	17
TOTAL SECURED MEDIUM TERM NOTES, SERIES A (A FORM OF FIRST MORTGAGE BOND)												
SECURED MEDIUM TERM NOTES, SERIES B (A FORM OF FIRST MORTGAGE BOND) Ratings S&P BBB-, Moody's Baa3, Fitch BBB-												
18	BBB-,Baa3,BBB-	6.50%	11-28-2005	11-28-1995	15,000,000	93,750		14,906,250	6.586	15,000,000	987,947	18
19	BBB-,Baa3,BBB-	6.50%	11-15-2005	11-28-1995	5,000,000	31,250		4,968,750	6.586	5,000,000	329,302	19
20	BBB-,Baa3,BBB-	6.67%	06-09-2005	06-09-1995	5,000,000	31,250		4,968,750	6.757	5,000,000	337,849	20
21	BBB-,Baa3,BBB-	6.68%	06-09-2005	06-09-1995	3,000,000	18,750		2,981,250	6.767	3,000,000	203,011	21
22	BBB-,Baa3,BBB-	6.90%	07-01-2010	06-09-1995	5,000,000	33,750		4,966,250	6.972	5,000,000	348,621	22
23	BBB-,Baa3,BBB-	7.89%	08-25-2006	08-25-1994	26,000,000	162,500		25,837,500	7.972	26,000,000	2,072,685	23
24								58,628,750	7.253	59,000,000	4,279,415	24
TOTAL SECURED MEDIUM TERM NOTES, SERIES B (A FORM OF FIRST MORTGAGE BOND)												
25	RATINGS											
26	BBB-,Baa3,BBB-	7.75%	01-01-2007	12-19-2001	150,000,000	1,875,000		148,125,000	8.056	150,000,000	12,083,720	26
27	Annualized amortization for both issuance and loss/reacq expenses											
28	TOTAL DEBT SECURED BY MORTGAGE											
27									8.613	313,500,000	3,149,222	27
28										27,000,598		28
POLLUTION CONTROL BONDS												
29	AAA,Aaa	6.00%	12-01-2023	07-01-1993	4,100,000	187,000		3,913,000	6.340	4,100,000	259,924	29
30	AAA,Aaa	5.00%	10-01-2032	09-01-1999	66,700,000	5,087,634		61,612,366	5.503	66,700,000	3,670,475	30
31	AAA,Aaa	5.125%	03-01-2034	09-01-1999	17,000,000	1,351,892		15,648,108	5.651	17,000,000	960,734	31
32								81,173,474		87,800,000	4,891,133	32

Paul Kimball
 Treasury Trust

Page 1 of 3

07-17-2003
 Cost of Capital 603.xls

AVI CORP.

Total Debt Capital as of June 30, 2003

Line No.	Rating S&P,M,Fitch	Coupon Rate	Maturity Date	Settlement Date	Principal Amount	Issuance Costs	Loss/Reacq Expenses	Net Proceeds	Yield to Maturity	Principal Outstanding 06-30-2003	Effective Cost	Line No.
33	RATINGS BB+,Ba1,BB+	7.94%	01-22-2007	01-22-1992	3,000,000	20,250		2,979,750	8.018	3,000,000	240,545	33
34			Total Medium Term Notes - Series A					2,979,750	8.018	3,000,000	240,545	34
35	RATINGS BB+,Ba1,BB+	7.42%	08-09-2004	08-07-1992	28,500,000	178,125		28,321,875	7.500	28,500,000	2,137,437	35
36	BB+,Ba1,BB+	7.90%	01-22-2007	01-22-1992	9,000,000	60,750		8,939,250	7.978	9,000,000	718,017	36
37	BB+,Ba1,BB+	7.99%	02-03-2023	02-03-1993	5,000,000	37,500		4,962,500	8.057	5,000,000	402,833	37
38	BB+,Ba1,BB+	8.05%	09-10-2012	09-10-1992	12,000,000	90,000		11,910,000	8.127	12,000,000	975,180	38
39	BB+,Ba1,BB+	8.14%	12-16-2006	12-17-1991	8,000,000	54,000		7,946,000	8.219	8,000,000	657,524	39
40	BB+,Ba1,BB+	8.15%	09-15-2022	09-15-1992	5,000,000	37,500		4,962,500	8.218	5,000,000	410,884	40
41			Total Medium Term Notes - Series E					67,042,125	7.855	67,500,000	5,301,875	41
42	RATINGS BB+,Ba1,BB+	6.37%	06-19-2028	06-19-1998	15,000,000	93,750		14,906,250	6.417	15,000,000	962,581	42
43	BB+,Ba1,BB+	6.37%	06-19-2028	06-19-1998	10,000,000	62,500		9,937,500	6.417	10,000,000	641,720	43
44	BB+,Ba1,BB+	5.99%	12-10-2007	12-10-1998	13,850,000	83,100		13,766,900	6.078	13,850,000	841,739	44
45	BB+,Ba1,BB+	6.06%	12-10-2008	12-10-1998	25,000,000	156,250		24,843,750	6.145	25,000,000	1,536,146	45
46	BB+,Ba1,BB+	8.02%	10-26-2010	10-26-1999	25,000,000	156,250		24,843,750	8.107	25,000,000	2,026,735	46
47			Total Medium Term Notes - Series C					88,298,150	6.763	88,850,000	6,008,921	47
48	RATINGS BB+,Ba1,BB+	9.125%	09-01-2003	08-28-2000	45,950,000	160,825		45,789,175	9.260	45,950,000	4,255,105	48
49			Total Medium Term Notes - Series D					45,789,175	9.260	45,950,000	4,255,105	49
50	RATINGS BB+,Ba1,BB+	9.750%	06-01-2008	04-03-2001	329,655,000	6,593,100		323,061,900	10.144	329,655,000	33,441,384	50
51			Total Corporate Notes					323,061,900	10.144	329,655,000	33,441,384	51
52		Annualized amortization for both issuance and loss/reacq expenses										
53		TOTAL MEDIUM TERM NOTES										
54		TOTAL LONG-TERM DEBT										

AVI CORP.

Total Debt Capital as of June 30, 2003

Line No.	Rating S&P, M, Fitch	Coupon Rate	Maturity Date	Settlement Date	Principal Amount	Issuance Costs	Loss/Reacq Expenses	Net Proceeds	Yield to Maturity	Principal Outstanding 06-30-2003	Effective Cost	Line No.
55												55
56					35,000,000			35,000,000	3.853	35,000,000	1,348,550	56
57									N/A	N/A	2,151,137	57
58								0		0	0	58
59									9.999	35,000,000	3,499,687	59
60									8.833	971,255,000	85,789,984	60
									8.83			

TOTAL SHORT-TERM DEBT

TOTAL DEBT OUTSTANDING AND COST OF DEBT AT JUNE 30, 2003

Confidential Attachment A

Avista Corporation
Monthly Power Cost Deferral Report
Month of July 2003

Long-term Power Transaction
(See attached)

**Exhibit No. ____ (RLM-2C)
Pages 172 through 194 are
CONFIDENTIAL PER PROTECTIVE ORDER IN
WUTC DOCKET NO. 011595**

Avista Corp.
1411 East Mission PO Box 3727
Spokane, Washington 99220-3727
Telephone 509-489-0500
Toll Free 800-727-9170



September 12, 2003

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 August 2003

Dear Ms. Washburn:

Enclosed are an original and five copies of Avista Corporation's Power Cost Deferral Report for the month of August 2003. The report includes the monthly energy recovery mechanism (ERM) accounting journal together with backup workpapers. Actual net power costs exceeded authorized costs by \$4,355,234. Since the \$9 million deadband for 2003 was accumulated at the end of April 2003, the 90% factor was applied, which resulted in a deferral entry of \$3,919,711.

Actual power supply expenses were higher than authorized as a result of higher purchased power expense due in large part to lower hydro generation. Hydro generation was 190 aMW below authorized levels. Coyote Springs generated 26 aMW above the authorized level. Other gas-fired resources generated 64 aMW below the authorized level. Colstrip and Kettle Falls generated 2 aMW and 17 aMW above the authorized levels, respectively. Thermal and natural gas fuel expense and sales for resale were all higher than the authorized level. Washington retail sales were 35 aMW below the authorized level.

There were no new forward long-term power contracts of one year or longer entered into in the month of August 2003. 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". The signature is written in a cursive, flowing style.

Kelly Norwood
Vice President State and Federal Regulation
Avista Corporation

Enclosure

RM

c: Robert Cromwell
S. Bradley Van Cleve

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

MONTH OF AUGUST 2003

Ista Corporation - General Ledger Journal Entry

Journal ID: **DJ702** Journal Description: WA - ERM Effective Date: 08-31-2003
 Corp: WWP Journal Sponsor: RESOURCE \$#: \$ Tran Type: C Error Code: Q Code: G
 Control Amount Total: 8,060,097.00 Saved By: Linda Donley Saved Date: 09-08-2003 9:18:46 AM
 Edit Date: 09-07-2003 3:03:58 PM

Seq	WO	UMain	Sub	RC	Cost Code	SLID	LOC	Debit Amount	Credit Amount	Transaction Description
5	0000	9186	01	028	EE			0.00	0.00	WA ERM YTD COMPANY BAND
<i>Record YTD accumulation of Company Band for WA ERM. Allows tracking of balance on the GL.</i>										
10	0000	9186	02	028	EE			0.00	0.00	WA ERM YTD CONTRA ACCOUNT
<i>Contra account for YTD WA ERM Company Band. Offsets 918601 to prevent Balance Sheet inflation.</i>										
15	2577	0557	28	G55	EE	X	028	0.00	3,919,711.00	POWER TRANSACTIONS /* WA DEF PWR CO
20	0000	9186	28	028	EE			3,919,711.00	0.00	WA ERM - CURRENT YEAR
23	2577	0557	29	X55	EE	X	028	2,138,432.00	0.00	POWER TRANSACTIONS /*WA DEF PWR AM
27	0000	9182	35	028	EE			0.00	2,138,432.00	WASHINGTON ERM DEFERRAL BALANCE
43	0000	9182	35	028	EE			434,746.00	0.00	WASHINGTON ERM DEFERRAL BALANCE
<i>Interest income on deferral balance in 18235 authorized for recovery</i>										
45	0000	9186	28	028	EE			61,270.00	0.00	WA ERM - CURRENT YEAR
<i>Interest income/(expense) on deferral balance in 18628</i>										
47	0000	9186	29	028	EE			90,582.00	0.00	WA ERM - LAST YEAR
<i>Interest income/(expense) on deferral balance in 18629</i>										
50	Q000	9419	00	Q98	EE	X	098	0.00	586,598.00	NON-UTILITY REVENUE/INT/DIV INCOME
70	0000	9171	00	FIN	EE			586,598.00	0.00	INTEREST & DIVIDENDS REC
<i>Accrue interest income on deferral balance</i>										
80	0000	9171	00	FIN	EE			0.00	586,598.00	INTEREST & DIVIDENDS REC
<i>Transfer interest income accrual to deferred power costs (in lieu of receipt)</i>										
82	0135	0410	10	X54	EE	X	028	623,448.00	0.00	INCOME TAX /* PRV DFIT DR
<i>DFIT entry includes, power supply deferral, generation options, surcharge amortization</i>										
85	0135	9410	20	X54	EE	X	028	205,310.00	0.00	INCOME TAX /PROV DEFERED IT
<i>DFIT entry for interest income</i>										
89	0000	9283	28	028	EE			0.00	828,758.00	ADFIT-WA ERM CURRENT AND PRIOR YRS

Avista Corporation - General Ledger Journal Entry

Print Date: 09-01-2003 09:18 AM

Journal ID: **DJ702** Journal Description: WA - ERM Effective Date: 08-31-2003
 Corp: WWP Journal Sponsor: RESOURCE \$/ #: \$ Tran Type: C Error Code: Q Code: G
 Control Amount Total: 8,060,097.00 Saved By: Linda Donley Saved Date: 09-08-2003 9:18:46 AM
 Edit Date: 09-07-2003 3:03:58 PM

Seq	WO	U	Main	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
Totals:											
									8,060,097.00	8,060,097.00	
Trans: 13 Rows: 15											

Prepared By: Linda Donley Date: 9/8/03
 Reviewed By: [Signature] Date: 9/8/03

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

Approved For Entry - Corporate Accounting Use Only _____ Date _____

> GD WWP,0000918628,028

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918628 CENTER: 028
 WA ERM - CURRENT YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	.00	730,862.00	41,555,462.00
02	.00	214,588.82-	48,503,456.00
03	.00	927,912.16-	56,040,731.00
04	94,153.00	640,898.16-	86,458,493.10
05	1,437,758.00	782,317.25	89,491,142.98
06	5,521,304.47	4,173,702.11	109,445,519.84
07	10,897,385.37	.00	152,783,324.57
08	14,878,366.37	3,462,701.00	178,798,591.27
09	.00	4,591,436.00	199,658,987.12
10	.00	7,990,106.00	151,869,220.71
11	.00	10,046,279.00	156,589,761.03
12	.00	18,418,548.00	8,231,969.75
TOTAL	.00	.00	.00

09/09/03 14:19:58 1 M3LL CIX1 _____

ERM Deferral Balance (Current year - 2003)

Account 9186.28 028

	Amount	Journal ID
Balance 7/31/03	\$10,897,385.37	
Deferral	3,919,711.00	DJ702
Interest	61,270.00	DJ702
Balance 8/31/03	<u>\$14,878,366.37</u>	

> GD WWP,0000918629,028

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918629 CENTER: 028
 WA ERM - LAST YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	18,507,141.00	5,590,562.00-	.00
02	18,595,734.00	.00	.00
03	18,684,327.00	.00	.00
04	18,772,920.00	.00	.00
05	18,861,513.00	.00	.00
06	18,950,106.00	.00	.00
07	19,040,688.00	.00	.00
08	19,131,270.00	.00	.00
09	.00	.00	.00
10	.00	.00	1,306,498.00-
11	.00	.00	5,365,871.00-
12	.00	.00	.00
TOTAL	.00	.00	.00

09/09/03 14:25:26 1 M3LL CIX1 _____

ERM Deferral Balance (Prior year - 2002)

Account 9186.29 028

Balance 7/31/03
 Interest
 Balance 8/31/03

Amount	Journal ID
\$19,040,688.00	
90,582.00	DJ702
<u>\$19,131,270.00</u>	

> GD WWP,0000918235,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918235 CENTER: 028
 WASHINGTON ERM DEFERRAL BALANCE

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	102,120,741.28	132,006,255.17	.00
02	100,387,075.28	122,433,021.17	.00
03	98,579,839.28	118,334,898.17	.00
04	96,934,524.28	115,248,382.17	.00
05	95,426,432.28	112,494,809.17	.00
06	93,918,785.28	109,873,441.17	.00
07	92,464,598.28	111,925,345.28	.00
08	90,760,912.28	110,453,043.28	.00
09	.00	109,001,480.28	.00
10	.00	107,664,179.28	.00
11	.00	106,072,397.28	.00
12	.00	104,166,540.28	132,006,255.17
TOTAL	.00	.00	.00

09/09/03 14:24:32 1 M3LL CIX1 _____

Recoverable Deferral Balance

Account 9182.35 028

Balance 7/31/03

Amortization

Interest

Balance 8/31/03

Amount	Journal ID
\$92,464,598.28	
-2,138,432.00	DJ702
434,746.00	DJ702
<u>\$90,760,912.28</u>	

> GD WWP,0000918601,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918601 CENTER: 028
 WA ERM YTD COMPANY BAND

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00	.00	.00
02	6,578,313.00	.00	.00
03	8,748,531.00	.00	.00
04	9,000,000.00	.00	.00
05	9,000,000.00	.00	.00
06	9,000,000.00	.00	.00
07	9,000,000.00	4,319,249.00	.00
08	9,000,000.00	4,500,000.00	.00
09	.00	4,500,000.00	.00
10	.00	4,500,000.00	.00
11	.00	4,500,000.00	.00
12	.00	4,500,000.00	.00
TOTAL	.00	.00	.00

09/09/03 14:25:05 1 M3LL CIX1 _____

ERM Deadband

Account 9186.01 028

Balance 7/31/03

2003 deadband accumulation

Balance 8/31/03

Amount	Journal ID
\$9,000,000.00	
<u>0.00</u>	DJ702
\$9,000,000.00	

> GD WWP,0000918602,028

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918602 CENTER: 028
 WA ERM YTD CONTRA ACCOUNT

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00-	.00	.00
02	6,578,313.00-	.00	.00
03	8,748,531.00-	.00	.00
04	9,000,000.00-	.00	.00
05	9,000,000.00-	.00	.00
06	9,000,000.00-	.00	.00
07	9,000,000.00-	4,319,249.00-	.00
08	9,000,000.00-	4,500,000.00-	.00
09	.00	4,500,000.00-	.00
10	.00	4,500,000.00-	.00
11	.00	4,500,000.00-	.00
12	.00	4,500,000.00-	.00
TOTAL	.00	.00	.00

09/09/03 14:25:16 1 M3LL CIX1 _____

ERM Deadband Contra Account

Account 9186.02 028

Balance 7/31/03
 2003 deadband contra entry
 Balance 8/31/03

Amount	Journal ID
-\$9,000,000.00	
0.00	DJ702
-\$9,000,000.00	

> GD WWP,0000928328,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000928328 CENTER: 028
 ADFIT-WA ERM CURRENT AND PRIOR YRS

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	42,219,761.00-	44,235,381.00-	14,544,411.00-
02	41,643,986.00-	42,520,405.00-	16,976,210.00-
03	41,042,461.00-	40,604,160.00-	19,614,256.00-
04	40,530,561.00-	39,702,680.00-	30,259,997.00-
05	40,503,998.00-	39,098,236.00-	31,321,900.00-
06	41,436,569.00-	39,830,678.00-	38,305,932.00-
07	42,840,936.00-	39,003,353.00-	53,474,163.00-
08	43,669,694.00-	39,870,511.00-	62,579,507.00-
09	.00	39,757,522.00-	69,880,645.00-
10	.00	40,479,002.00-	52,696,940.00-
11	.00	40,641,539.00-	52,928,362.00-
12	.00	42,904,783.00-	45,886,954.86-
TOTAL	.00	.00	.00

09/09/03 14:24:49 1 M3LL CIX1 _____

Account 9186.28 028 balance	\$14,878,366.37
Account 9186.29 028 balance	19,131,270.00
Account 9182.35 028 balance	90,760,912.28
Total	<u>\$124,770,548.65</u>
Federal income tax rate	-35%
Deferred FIT related to deferrals	<u>-\$43,669,692</u>
Rounding	-2
Balance in Account	<u>-\$43,669,694</u>

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.

Actual cost of debt at 12/31/02 is 8.88%.			Actual cost of debt at 6/30/03 is 8.83%.		
The monthly rate is:	0.00740	Before-Tax	The monthly rate is:	0.00736	Before-Tax
	0.004810	After-Tax		0.00478	After-Tax
	0.35	Tax rate		0.35	Tax rate

2003 Interest					
12-31-2002	GL Balance including interest	104,166,540			
Jan-03	Surcharge Amortization	(2,540,730)	Jan-03	DFIT Expense	ADFIT
Jan-03	Interest	494,931	Amortization	(889,256)	Operating 889,256
01-31-2003	Balance before interest	101,625,810	Interest	173,226	Nonoperating (173,226)
				(716,030)	Total 716,030
Feb-03	Surcharge Amortization	(2,222,486)	Feb-03	DFIT Expense	ADFIT
Feb-03	Interest Recorded	488,820	Amortization	(777,870)	Operating 777,870
02-28-2003	Balance before interest	99,403,324	Interest	171,087	Nonoperating (171,087)
Feb-03	Recalculate Interest	483,475		(606,783)	Total 606,783
Interest not accrued on one half of 2/03 surcharge amortization					
Mar-03	Surcharge Amortization	(2,274,551)	Mar-03	DFIT Expense	ADFIT
Mar-03	Interest	472,660	Amortization	(796,093)	Operating 796,093
03-31-2003	Balance before interest	97,128,773	Interest	163,560	Nonoperating (163,560)
Mar-03	Adjust 2/03 Interest	(5,345)		(632,533)	Total 632,533
		467,315			
Apr-03	Surcharge Amortization	(2,107,436)	Apr-03	DFIT Expense	ADFIT
Apr-03	Interest	462,121	Amortization	(737,603)	Operating 737,603
04-30-2003	Balance before interest	95,021,337	Interest	161,742	Nonoperating (161,742)
				(575,861)	Total 575,861
May-03	Surcharge Amortization	(1,960,430)	May-03	DFIT Expense	ADFIT
May-03	Interest	452,338	Amortization	(686,151)	Operating 686,151
05-31-2003	Balance before interest	93,060,907	Interest	158,318	Nonoperating (158,318)
				(527,833)	Total 527,833
Jun-03	Surcharge Amortization	(1,950,579)	Jun-03	DFIT Expense	ADFIT
Jun-03	Interest	442,932	Amortization	(682,703)	Operating 682,703
06-30-2003	Balance before interest	91,110,328	Interest	155,026	Nonoperating (155,026)
				(527,677)	Total 527,677
06-30-2003	GL Balance including interest	93,918,785	Jul-03	DFIT Expense	ADFIT
Jul-03	Surcharge Amortization	(1,898,581)	Amortization	(664,503)	Operating 664,503
Jul-03	Interest	444,394	Interest	155,538	Nonoperating (155,538)
07-31-2003	Balance before interest	92,020,204		(508,965)	Total 508,965
			Aug-03	DFIT Expense	ADFIT
Aug-03	Surcharge Amortization	(2,138,432)	Amortization	(748,451)	Operating 748,451
Aug-03	Interest	434,746	Interest	152,161	Nonoperating (152,161)
08-31-2003	Balance before Interest	89,881,772		(596,290)	Total 596,290

Net ERM Balance	90,760,912		GL Balance @ 07/31/03	Activity Aug-03	GL Balance @ 08/31/03
ADFIT Balance	(31,766,319)	ERM deferral	92,464,598	(1,703,686)	90,760,912

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.									
Actual cost of debt at 12/31/02 is 8.88%.				Actual cost of debt at 6/30/03 is 8.83%.					
The monthly rate is:		0.0074	Before Tax	The monthly rate is:		0.00736	Before Tax		
		0.00481	After Tax			0.00478	After Tax		
		0.35	Tax rate			0.35	Tax rate		
2003 Interest									
12-31-2002	GL Balance including interest	0							
12-31-2002	Transfer from 918628	18,418,548							
01-01-2003	GL Balance	18,418,548							
Jan-03	ERM Transfer to 18235	0		Jan-03	DFIT Expense		ADFIT		
Jan-03	Interest		88,593	Deferral	0	Operating	0		
01-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)		
					31,008	Total	(31,008)		
Feb-03	ERM Transfer to 18235	0		Feb-03	DFIT Expense		ADFIT		
Feb-03	Interest		88,593	Deferral	0	Operating	0		
02-28-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)		
					31,008	Total	(31,008)		
Mar-03	ERM Transfer to 18235	0		Mar-03	DFIT Expense		ADFIT		
Mar-03	Interest		88,593	Deferral	0	Operating	0		
03-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)		
					31,008	Total	(31,008)		
Apr-03	ERM Transfer to 18235	0		Apr-03	DFIT Expense		ADFIT		
Apr-03	Interest		88,593	Deferral	0	Operating	0		
04-30-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)		
					31,008	Total	(31,008)		
May-03	ERM Transfer to 18235	0		May-03	DFIT Expense		ADFIT		
May-03	Interest		88,593	Deferral	0	Operating	0		
05-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)		
					31,008	Total	(31,008)		
Jun-03	ERM Transfer to 18235	0		Jun-03	DFIT Expense		ADFIT		
Jun-03	Interest		88,593	Deferral	0	Operating	0		
06-30-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)		
					31,008	Total	(31,008)		
06-30-2003	GL Balance including interest	18,950,106		Jul-03	DFIT Expense		ADFIT		
Jul-03	ERM Transfer to 18235	0		Deferral	0	Operating	0		
Jul-03	Interest		90,582	Interest	31,704	Nonoperating	(31,704)		
07-31-2003	Balance before interest	18,950,106			31,704	Total	(31,704)		
Jul-03	ERM Transfer to 18235	0		Jul-03	DFIT Expense		ADFIT		
Jul-03	Interest		90,582	Deferral	0	Operating	0		
07-31-2003	Balance before interest	18,950,106		Interest	31,704	Nonoperating	(31,704)		
					31,704	Total	(31,704)		
Net ERM Balance		19,131,270		GL Balance @ 07/31/03	19,040,688	Activity Aug-03	90,582	GL Balance @ 08/31/03	19,131,270
ADFIT Balance		(6,695,945)							

Tax Rate	35%								
		DJ702 LTD	DJ702 LTD	DJ702 LTD		DJ702 CURMO			
	928328	928328	928328	928328	928328	928328			
	GL	ADFIT	ADFIT	ADFIT	BALANCE	FOR ALL			
	BALANCE	918235	18628	18629	COMPONENTS	ACCOUNTS			
12-31-2002	(42,904,783)	(36,458,290)	(6,446,493)	0	(42,904,783)				
01-01-2003	(42,904,783)	(36,458,290)	0	(6,446,493)	(42,904,783)				
01-31-2003	(42,219,761)	(35,742,260)	0	(6,477,501)	(42,219,761)	0			
02-28-2003	(41,643,986)	(35,135,477)	0	(6,508,509)	(41,643,986)	0			
03-31-2003	(41,042,461)	(34,502,944)	0	(6,539,517)	(41,042,461)	0			
04-30-2003	(40,530,561)	(33,927,083)	(32,953)	(6,570,525)	(40,530,561)	0			
05-31-2003	(40,503,998)	(33,399,250)	(503,215)	(6,601,533)	(40,503,998)	0			
06-30-2003	(41,436,569)	(32,871,573)	(1,932,455)	(6,632,541)	(41,436,569)	0			
07-31-2003	(42,840,936)	(32,362,608)	(3,814,083)	(6,664,245)	(42,840,936)	0			
08-31-2003	(43,669,694)	(31,766,318)	(5,207,427)	(6,695,949)	(43,669,694)	0			
09-30-2003						0			
10-31-2003						0			
11-30-2003						0			
12-31-2003						0			
		41010	ADFIT 941020	928328	918235	Interest 918628	918629	941900	
12-31-2002	918235	(838,646)	171,596	667,050					
	918628	2,906,640	23,654	(2,930,294)					
Total		2,067,994	195,250	(2,263,244)					
01-31-2003	918235	(889,256)	173,226	716,030	494,931	0	88,593	(583,524)	
	918628	0	0	0					
	918629	0	31,008	(31,008)					
Total		(889,256)	204,234	685,022					
02-28-2003	918235	(777,870)	171,087	606,783	488,820	0	88,593	(577,413)	
	918628	0	0	0					
	918629	0	31,008	(31,008)					
Total		(777,870)	202,095	575,775					
03-31-2003	918235	(796,093)	163,560	632,533	467,315	0	88,593	(555,908)	
	918628	0	0	0					
	918629	0	31,008	(31,008)					
Total		(796,093)	194,568	601,525					
04-30-2003	918235	(737,603)	161,742	575,861	462,121	226	88,593	(550,940)	
	918628	32,874	79	(32,953)					
	918629	0	31,008	(31,008)					
Total		(704,729)	192,829	511,900					
05-31-2003	918235	(686,151)	158,318	527,833	452,338	3,674	88,593	(544,605)	
	918628	468,976	1,286	(470,262)					
	918629	0	31,008	(31,008)					
Total		(217,175)	190,612	26,563					
06-30-2003	918235	(682,703)	155,026	527,677	442,932	16,678	88,593	(548,203)	
	918628	1,423,403	5,837	(1,429,240)					
	918629	0	31,008	(31,008)					
Total		740,700	191,871	(932,571)					
07-31-2003	918235	(664,503)	155,538	508,965	444,394	39,147	90,582	(574,123)	
	918628	1,867,927	13,701	(1,881,628)					
	918629	0	31,704	(31,704)					
Total		1,203,424	200,943	(1,404,367)					
08-31-2003	918235	(748,451)	152,161	596,290	434,746	61,270	90,582	(586,598)	
	918628	1,371,899	21,445	(1,393,344)					
	918629	0	31,704	(31,704)					
Total		623,448	205,310	(828,758)					

			YTD	YTD	
			WA ERM	WA ERM	
			Company	Contra	Total
			Band	Account	GL
			918601	918602	Impact
12-31-2002	Balance		\$4,500,000	(\$4,500,000)	\$0
	2003 Requirement	\$9,000,000			
Jan-03	Reverse 2002		(\$4,500,000)	\$4,500,000	
Jan-03	Activity		\$4,982,867	(\$4,982,867)	
01-31-2003	Balance		\$4,982,867	(\$4,982,867)	\$0
Feb-03	Activity		\$1,595,446	(\$1,595,446)	
02-28-2003	Balance		\$6,578,313	(\$6,578,313)	\$0
Mar-03	Activity		\$2,170,218	(\$2,170,218)	
03-31-2003	Balance		\$8,748,531	(\$8,748,531)	\$0
Apr-03	Activity		\$251,469	(\$251,469)	
04-30-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
May-03	Activity		\$0	\$0	
05-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Jun-03	Activity		\$0	\$0	
06-30-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Jul-03	Activity		\$0	\$0	
07-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Aug-03	Activity		\$0	\$0	
08-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0

AVISTA CORPORATION
 AUGUST 2003 WASHINGTON ELECTRIC SURCHARGE REVENUE & DEFERRAL AMORTIZATION

Schedule (a)	Sch 1 Block Percent (b)	kWh or \$ (c)	Surcharge Rate On/After 01-Jul-02 (d)	Revenue (e) (c)*(d)	Conversion Factor (f)	Deferral Amortization (g) (e)*(f)
1 (0-600 kWh)	55.674%	93,372,775	0.405¢	\$378,160	0.956277	\$361,626
1 (601-1300 kWh)	30.828%	51,702,696	0.607¢	313,835	0.956277	300,113
1 (over 1300 kWh)	13.498%	22,637,959	0.853¢	193,102	0.956277	184,659
Total Sch 1	100.000%	167,713,430		885,097		846,398
11		29,374,843	0.788¢	231,474	0.956277	221,353
12		2,451,601	0.788¢	19,319	0.956277	18,474
21		126,514,173	0.549¢	694,563	0.956277	664,195
22		1,902,938	0.549¢	10,447	0.956277	9,990
25		74,685,467	0.352¢	262,893	0.956277	251,399
30		5,912,220	0.485¢	28,674	0.956277	27,420
31		11,461,333	0.485¢	55,587	0.956277	53,157
32		2,543,879	0.485¢	12,338	0.956277	11,799
41-46		\$264,024	109.78%	23,521	0.956277	22,493
47		\$81,272	109.78%	7,240	0.956277	6,923
48		\$56,703	109.78%	5,052	0.956277	4,831
Schedule Totals		422,559,884		\$2,236,205		\$2,138,432 Amortization
kWh not subject to surcharge						-35%
Schedule 28		2,494,150				(\$748,451) DFIT Expense
Schedule 29		7,489,665				
Sch 41-49		2,319,804				
Schedule 61		108,819,000				
Total kWh		543,682,503				

WCIP7 . . .) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF AUGUST 03

DESCRIPTION	CLS	SCH	CUSTOMERS		CURRENT MONTH		YEAR TO DATE		AMOUNT
			CUSTOMERS	QUANTITY	AMOUNT	AMOUNT	CUSTOMERS	QUANTITY	
RESIDENTIAL	1	001	183,165	167,710,067	9,917,198.54	183,029	1,457,855,660	85,942,017.50	
FIRM-COMMERCIAL	21	001			.00			.00	
INTERDEPARTMENT REV	80	001	3	3,363	199.36	3	33,250	2,082.52	
			183,168	167,713,430	9,917,397.90	183,033	1,457,888,910	85,944,100.02	
RESIDENTIAL	1	011			.00			.00	
FIRM-COMMERCIAL	21	011	17,848	29,042,229	2,549,973.96	17,799	223,653,101	19,604,277.21	
FIRM-MISC INDUST	31	011	122	270,114	24,554.08	121	2,301,098	206,090.19	
LIGHTING-PUB ST-HIWI	51	011	14	5,181	508.85	14	50,642	4,686.62	
INTERDEPARTMENT REV	80	011	25	57,319	4,926.96	27	576,127	48,940.95	
			18,009	29,374,843	2,579,963.86	17,962	226,580,968	19,863,994.97	
RESIDENTIAL	1	012	6,341	2,451,601	233,633.81	6,284	24,389,376	2,242,529.96	
FIRM-COMMERCIAL	21	012			.00			.00	
			6,341	2,451,601	233,633.81	6,284	24,389,376	2,242,529.96	
RESIDENTIAL	1	021			.00			.00	
FIRM-COMMERCIAL	21	021	3,024	117,021,997	7,699,038.56	3,031	891,894,097	58,646,868.30	
FIRM-MISC INDUST	31	021	114	8,689,596	569,034.17	116	69,998,666	4,582,510.66	
INTERDEPARTMENT REV	80	021	8	802,580	50,249.35	8	7,310,160	449,529.35	
			3,146	126,514,173	8,318,322.08	3,156	969,202,923	63,678,908.31	
RESIDENTIAL	1	022	57	1,902,938	114,816.74	55	14,188,723	882,761.14	
			57	1,902,938	114,816.74	55	14,188,723	882,761.14	
FIRM-COMMERCIAL	21	025	8	22,553,330	975,762.84	8	163,366,676	7,066,926.37	
FIRM-MISC INDUST	31	025	12	52,132,137	2,219,149.91	12	399,844,528	17,251,667.53	
			20	74,685,467	3,194,912.75	20	563,211,204	24,318,593.90	
FIRM-COMMERCIAL	21	028	1	131,200	5,279.80	1	872,800	35,050.20	
FIRM-MISC INDUST	31	028	1	2,362,950	165,219.71	4	3,520,690	332,916.10	
			2	2,494,150	170,499.51	1	4,393,490	367,966.30	
FIRM-PUMPING-IRRIG	39	029	1	7,489,665	.00	1	29,492,841	.00	
			1	7,489,665	.00	1	29,492,841	.00	
FIRM-PUMPING-IRRIG	39	030	43	5,912,220	294,201.27	42	17,977,180	896,082.12	
			43	5,912,220	294,201.27	42	17,977,180	896,082.12	
FIRM-COMMERCIAL	21	031	460	6,324,639	348,375.12	452	24,047,122	1,380,742.22	
FIRM-MISC INDUST	31	031	127	1,449,393	81,958.79	126	6,925,447	401,538.50	
FIRM-PUMPING-IRRIG	39	031	363	3,672,171	209,914.07	358	12,169,055	724,834.35	
INTERDEPARTMENT REV	80	031	2	15,130	822.40	2	37,630	2,147.16	
			952	11,461,333	641,070.38	939	43,079,254	2,509,262.23	
RESIDENTIAL	1	032	951	2,079,570	118,180.28	936	5,861,120	370,443.81	
FIRM-PUMPING-IRRIG	39	032	109	464,309	25,090.38	110	890,151	53,473.10	
			1,060	2,543,879	143,270.66	1,046	6,751,271	423,916.91	
LIGHTING-PUB ST-HIWI	51	041	12	16,056	2,727.06	12	128,448	21,816.48	
			12	16,056	2,727.06	12	128,448	21,816.48	
LIGHTING-PUB ST-HIWI	51	042	211	1,041,403	236,472.13	200	8,257,624	1,873,205.09	

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF AUGUST 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
LIGHTING-PUB ST-HIWIY	51	044	211	1,041,403	236,472.13	1,606	200	8,257,624	1,873,205.09
			13	21,600	1,889.85	98	12	172,800	15,118.80
			13	21,600	1,889.85	98	12	172,800	15,118.80
LIGHTING-PUB ST-HIWIY	51	045	17	220,010	10,079.70	139	17	1,759,376	80,600.06
			17	220,010	10,079.70	139	17	1,759,376	80,600.06
LIGHTING-PUB ST-HIWIY	51	046	26	181,691	12,854.92	210	26	1,454,060	102,875.40
			26	181,691	12,854.92	210	26	1,454,060	102,875.40
FIRM-COMMERCIAL	21	047		497,998	78,866.56			3,945,961	626,184.13
FIRM-MISC INDUST	31	047		15,133	2,114.43			124,984	17,450.23
FIRM-PUMPING-IRRIG	39	047		167	18.58			1,336	148.64
INTERDEPARTMENT REV	80	047		1,256	272.28			10,048	2,178.24
				514,554	81,271.85			4,082,329	645,961.24
RESIDENTIAL	1	048		324,490	56,702.59			2,608,603	454,677.94
				324,490	56,702.59			2,608,603	454,677.94
RESIDENTIAL	1	056			.00				7.98
FIRM-COMMERCIAL	21	056			.00				3.78
					.00				11.76
RESIDENTIAL	1	058			349,209.47				3,032,870.38
FIRM-COMMERCIAL	21	058			502,437.98				3,719,117.35
FIRM-MISC INDUST	31	058			30,919.23				229,483.91
FIRM-PUMPING-IRRIG	39	058			529.96				1,740.63
LIGHTING-PUB ST-HIWIY	51	058			12,327.23				98,202.23
EE - RESIDENTIAL	61	058			.00				.00
INTERDEPARTMENT REV	80	058			1,143.52				25.49
MISC-RENT ELECT PROP	85	058			16.72				9,144.18
MISC-OTHER ELECT REV	86	058			896,584.11				133.76
									7,090,717.93
RESIDENTIAL	1	058A			1,969.33CR				24,885.86CR
FIRM-COMMERCIAL	21	058A			1,733.43CR				16,838.37CR
FIRM-MISC INDUST	31	058A			.51CR				15.80CR
FIRM-PUMPING-IRRIG	39	058A			164.17CR				541.77CR
					3,867.44CR				42,281.80CR
FIRM-ENERGY CHARGE	74	061	6CR	30,937,000	2,688,350.82	59	7	95,596,000	9,268,929.50
SURPLUS-ENERGY CHARG	75	061	37	77,882,000	3,667,789.73	265	33	1,458,101,000	43,155,156.16
			31	108,819,000	6,356,140.55	324	40	1,553,697,000	52,424,085.66
EE - RESIDENTIAL	61	090			4.00				32.00
					4.00				32.00
RESIDENTIAL	1	095			6,465.13				47,679.90
FIRM-COMMERCIAL	21	095			828.00				5,597.33
					7,293.13				53,277.23
THEFT OF SERVICE	18	099			3,329.50				17,040.13

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF AUGUST 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
MISC-SERVICE REV SNP	83	099			21,684.00				217,337.00
MISC-RENT ELECT PROP	85	099			24,383.44				191,962.76
MISC-OTHER ELECT REV	86	099			262.09				2,096.72
SVC TOTALS			213,109	543,682,503	33,315,900.43	1,702,819	212,852	4,929,316,380	264,276,650.26

Avista Utilities
WASHINGTON POWER COST DEFERRALS

Line No.	WASHINGTON ACTUALS-2003	Actual Jan-03	Actual Feb-03	Actual Mar-03	Actual Apr-03	Actual May-03	Actual Jun-03	Actual Jul-03	Actual Aug-03	Actual Sep-03	Actual Oct-03	Actual Nov-03	Actual Dec-03
1	555 Purchased Power	\$94,745,605	\$ 16,118,812	\$ 13,422,834	\$ 11,421,679	\$ 10,178,810	\$ 6,472,115	\$ 8,029,186	\$ 13,925,476	\$ 15,176,694	\$ -	\$ -	\$ -
2	501 Thermal Fuel	\$10,906,229	\$ 1,619,705	\$ 1,393,045	\$ 1,429,229	\$ 358,181	\$ 1,323,513	\$ 1,453,899	\$ 1,778,007	\$ -	\$ -	\$ -	\$ -
3	547 CT Fuel	\$9,628,529	\$ 223,336	\$ 99,031	\$ 61,802	\$ 99,333	\$ 94,493	\$ 164,014	\$ 4,770,602	\$ 4,115,918	\$ -	\$ -	\$ -
4	447 Sale for Resale	\$56,749,468	\$ 4,054,918	\$ 6,518,620	\$ 5,433,400	\$ 7,448,616	\$ 8,067,609	\$ 9,942,738	\$ 8,480,633	\$ 6,802,935	\$ -	\$ -	\$ -
5	Actual Net Expense	\$58,530,895	\$ 13,906,935	\$ 8,396,291	\$ 7,479,310	\$ 3,187,707	\$ (177,487)	\$ (295,640)	\$ 11,766,095	\$ 14,267,664	\$ 0	\$ 0	\$ 0
6	Potlatch 25 aMW directly assigned to ID	(\$4,715,821)	\$ (601,710)	\$ (543,480)	\$ (601,710)	\$ (581,491)	\$ (601,710)	\$ (582,300)	\$ (601,710)	\$ (601,710)	\$ -	\$ -	\$ -
7	Potlatch 62 aMW directly assigned to ID	(\$3,665,304)							\$ (1,827,064)	\$ (1,838,240)	\$ -	\$ -	\$ -
8	Adjusted Actual Net Expense	\$50,149,770	\$ 13,305,225	\$ 7,852,811	\$ 6,877,600	\$ 2,606,216	\$ (779,197)	\$ (877,940)	\$ 9,337,321	\$ 11,827,734	\$ -	\$ -	\$ -
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	\$ 781,522	\$ 5,416,130	\$ 7,510,269	\$ 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	\$ 566,463	\$ 1,103,034	\$ 1,501,955	\$ 1,550,936	\$ 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	\$ 1,720,868	\$ 3,644,073	\$ 4,169,327	\$ 4,111,073	\$ 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	\$ 2,752,789	\$ 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	\$ (323,268)	\$ (4,439,362)	\$ 1,425,179	\$ 8,002,694	\$ 7,055,338	\$ 9,037,068	\$ 9,212,198
14	Actual - Authorized Net Expense	\$17,884,680	\$ 4,173,327	\$ 548,372	\$ (741,220)	\$ (938,474)	\$ (455,929)	\$ 3,561,422	\$ 7,912,142	\$ 3,825,040	\$ -	\$ -	\$ -
15	Net Fuel Expense not incl in Acct 547 (1)	\$ 20,383,655	\$ 2,855,401	\$ 2,324,474	\$ 3,017,663	\$ 2,686,342	\$ 3,392,764	\$ 3,053,369	\$ 1,555,471	\$ 1,498,172	\$ -	\$ -	\$ -
16	Adjusted Actual - Authorized Net Exp	\$ 38,268,336	\$ 7,028,728	\$ 2,872,846	\$ 2,276,443	\$ 1,747,868	\$ 2,936,834	\$ 6,614,792	\$ 9,467,613	\$ 5,323,212	\$ -	\$ -	\$ -
17	Washington Alloc. @ 66.29%	\$25,368,080	\$4,659,944	\$1,904,410	\$1,509,054	\$1,158,662	\$1,946,827	\$4,384,945	\$6,276,080	\$3,528,757	\$ -	\$ -	\$ -
18	WA Retail Revenue Adjustment	\$ (85,177)	\$323,523	(\$308,964)	\$661,164	(\$802,829)	(\$458,015)	\$18,415	(\$344,948)	\$826,477	\$ -	\$ -	\$ -
19	Net Power Cost Increase (Decrease)	\$ 25,282,903	\$4,982,867	\$1,595,446	\$2,170,218	\$355,893	\$1,488,812	\$4,403,360	\$5,931,132	\$4,355,234	\$ 0	\$ 0	\$ 0
20	100% Net Power Cost Less \$9.0 million Company Band	\$ 104,363											
21	90% Net Power Cost Less \$9.0 million Company Band	\$ 14,654,612	\$93,927	\$1,339,931	\$3,963,024	\$5,338,019	\$3,919,711						

(1) Net cost after resale for fuel not consumed

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Avista Utilities
 System Power Supply Expenses
 WASHINGTON DEFERRED POWER COST CALCULATION

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
555 PURCHASED POWER													
1	7,498,257	5,301,496	4,022,054	7,461,770	4,903,146	6,084,658	7,199,108	8,563,604					51,034,093
2	102,914	57,149	57,548	85,032	160,305	856,370	114,538	95,614					1,529,470
3	255,600	255,600	327,932	255,600	255,601	255,601	255,601	255,601					2,117,136
4	159,450	159,450	237,655	159,450	159,451	159,449	159,449	159,449					1,353,803
5	99,953	99,953	99,953	99,953	99,953	99,953	99,953	99,953					799,624
6	2,875,293	2,598,121	1,419,526	1,374,877	-	99,953	99,953	99,953					8,267,818
7	1,722	1,722	1,722	0	-	-	-	-					(1)
8	246	213	193	211	256	602	265	141					5,166
9	127,591	156,055	124,688	131,747	112,100	108,053	104,884	64,910					2,128
10		114,258	139,324	124,251	122,532	72,629	160,351	155,320					930,028
11													888,665
12	264,331	509,135	413,292	458,695	430,498	226,045	(263,906)	(410,108)					1,627,982
13													3,665,304
14	119,000	121,500	147,500	132,500	112,500	135,000	182,064	1,838,240					1,105,500
15	167,556	232,570	11,414	(107,280)	(23,968)	41,033	(135,330)	(504,223)					(318,229)
16					135,800	140,000	(30,240)						245,560
17	4,440,338	3,809,057	4,416,291	-	-	(154,698)	4,249,539	4,465,381					21,225,908
18	6,560	6,555	2,587	2,004	3,941	4,491	4,200	4,339					34,677
19													230,973
20	16,118,812	13,422,834	11,421,679	10,178,810	6,472,115	8,029,186	13,925,476	15,176,694					94,745,605

(1) Effective November, 2002, WNP-3 purchase expense has been adjusted to reflect the mid-point price (\$33.37/MWh for the 2002-2003 contract year) per Settlement Agreement, Cause No. U-86-99

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
447 SALES FOR RESALE													
21	3,674,440	6,153,976	4,985,727	7,124,140	7,719,670	8,590,709	5,263,958	3,339,333					46,851,953
22	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000					1,200,000
23	142,563	175,630	180,830	120,643	114,386	133,863	225,775	201,720					1,295,411
24	58,284	11,924	91,415	31,878	60,887	81,157	73,438	46,211					455,194
25	171	146	137	98	74	68	72	80					846
26	27,224	25,384	26,850	25,078	24,399	23,915	24,712	24,618					202,180
27	0	-	-	-	-	-	-	-					6,639,957
28	(4,323)	(4,996)	(4,146)	(5,226)	(5,749)	(12,742)	(12,140)	(11,250)					(60,572)
29													129,823
30	6,560	6,555	2,587	2,004	3,941	4,491	4,200	4,339					34,677
31	4,054,918	6,518,620	5,433,400	7,448,616	8,067,609	9,942,738	8,480,633	6,802,935					56,749,468

2003 WA & ID Actual Deferrals WA monthly-03

Avista Utilities
 System Power Supply Expenses
 WASHINGTON DEFERRED POWER COST CALCULATION

ACTUALS

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
501 FUEL-DOLLARS													
32	wood	682,778	572,564	534,885	(40,815)	291,704	607,645	617,233					3,788,486
33	coal	930,723	819,619	862,737	385,887	1,132,680	936,278	1,087,261					6,933,321
34	Total Coal & Wood	1,613,501	1,392,183	1,397,622	345,072	1,424,384	1,543,923	1,704,494					10,721,807
35	gas	4,835	862	8,723	3,277	5,136	3,792	9,353					42,544
36	oil	1,369	0	22,884	9,832	24,379	2,935	64,160					141,879
37	Total Oil & Gas	6,204	862	31,607	13,109	29,515	6,727	73,513					184,423
38	Total Account 501	1,619,705	1,393,045	1,429,229	358,181	1,453,899	1,550,650	1,778,007					10,906,229
501 FUEL-IONS													
39	Kettle Falls	57,361	50,587	46,865	39,752	23,837	49,660	47,826					357,474
40	Colstrip	82,890	83,940	81,060	38,493	97,461	90,544	91,492					631,450
501 FUEL-COST PER ION													
41	wood \$	11.90	\$ 11.32	\$ 11.41	\$ (1.03)	\$ 12.24	\$ 12.24	\$ 12.91					\$ 10.60
42	coal \$	11.23	\$ 9.76	\$ 10.64	\$ 10.02	\$ 11.87	\$ 10.34	\$ 11.88					\$ 10.98
547 FUEL													
43	NE Combustion Turbine Gas/Oil	28	2,557	285	63,339		2,346						68,555
44	Boulder Park	21,834	7,244	418	1,299	34,488	345,927	275,689					727,972
45	Kettle Falls CT	14,892	29,066	10,263	811	25,115	140,200	123,544					353,487
46	Coyote Springs2						3,325,054	3,622,094					6,947,148
47	Rathdrum Gas Storage Fee	40,000	40,000	40,000	40,000	40,000	40,000	40,000					320,000
48	Rathdrum Fuel Exp	146,582	20,164	10,836	(6,116)	3,824	917,075	54,591					1,211,367
49	Total Account 547	223,336	99,031	61,802	99,333	164,014	4,770,602	4,115,918					9,628,529
50	TOTAL NET EXPENSE INCLUDING	13,906,935	8,396,291	7,479,310	3,187,707	(177,487)	11,766,095	14,267,684					58,530,895

AVISTA UTILITIES
Washington Electric Jurisdiction
Energy Recovery Mechanism Revenue Credit
Month of August 2003

Description	January	February	March	April	May	June	July	August	September	October	November	December	YTD
Total WA kWhs per Rev Run	589,944,920	587,930,337	572,881,963	664,011,421	698,837,592	757,072,104	515,955,540	543,682,503					4,929,316,380
Deduct Sales for Resale kWhs	(112,642,000)	(158,728,000)	(136,551,000)	(247,840,000)	(305,026,000)	(360,805,000)	(123,286,000)	(108,819,000)					(1,553,697,000)
Deduct Exchange (Sch 29) kWhs	(2,343,583)	(1,181,215)	(1,662,435)	(3,385,542)	(3,112,139)	(3,496,245)	(6,822,017)	(7,489,665)					(29,492,841)
Deduct Prior Month Unbilled kWhs Heating	(324,817,836)	(290,121,550)	(286,728,549)	(277,811,609)	(278,009,978)	(276,277,421)	(255,688,749)	(255,140,654)					(2,254,576,346)
Add Current Month Unbilled kWhs Cooling	280,121,550	298,728,549	277,811,609	278,009,978	276,277,421	(1,628,155)	(6,180,448)	(30,016,405)					(37,825,009)
Add Current Month Unbilled kWhs Heating					1,628,155	255,688,749	255,140,654	260,346,976					2,190,105,486
Add Current Month Unbilled kWhs Cooling						6,180,449	30,016,405	15,995,854					53,820,863
Washington Retail kWhs	439,263,051	434,628,121	415,751,588	412,984,248	390,595,051	376,714,481	409,155,384	418,559,609					3,297,651,533
Test Year Consumption from Attachment 1 Settlement Stipulation	449,477,904	425,137,067	436,508,558	388,111,383	376,471,457	377,440,327	398,566,301	444,487,437					3,296,200,434
Difference from Test Year	(10,214,853)	9,491,054	(20,756,970)	24,872,865	14,123,594	(725,846)	10,589,083	(25,927,828)					1,451,099
WA Retail Revenue Credit	(\$327,692)	\$304,473	(\$665,884)	\$797,922	\$453,085	(\$23,285)	\$339,698	(\$831,765)					\$46,551
Net Wind Revenue Credit	\$4,169	\$4,491	\$4,720	\$4,907	\$4,930	\$4,870	\$5,250	\$5,288					\$38,625
Total Revenue Credit	(\$323,523)	\$308,964	(\$661,164)	\$802,829	\$458,015	(\$18,415)	\$344,948	(\$826,477)					\$85,176

Schedule 95 Wind Revenue	\$5,750.51	\$6,195.15	\$6,510.79	\$6,768.24	\$6,800.49	\$6,717.09	\$7,241.83	\$7,293.13					\$53,277.23
Deduct Admin Expense \$.005 per kWh, .55 kWh per Revenue \$	\$1,581.39	\$1,703.67	\$1,790.47	\$1,861.27	\$1,870.13	\$1,847.20	\$1,991.50	\$2,005.61					\$14,651.24
Net Wind Revenue Credit	\$4,169.12	\$4,491.48	\$4,720.32	\$4,906.97	\$4,930.36	\$4,869.89	\$5,250.33	\$5,287.52					\$38,625.99

Avista Corp.
1411 East Mission PO Box 3727
Spokane, Washington 99220-3727
Telephone 509-489-0500
Toll Free 800-727-9170



October 8, 2003

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 September 2003

Dear Ms. Washburn:

Enclosed are an original and five copies of Avista Corporation's Power Cost Deferral Report for the month of September 2003. The report includes the monthly energy recovery mechanism (ERM) accounting journal together with backup workpapers. Actual net power costs exceeded authorized costs by \$2,597,085. Since the \$9 million deadband for 2003 was accumulated at the end of April 2003, the 90% factor was applied, which resulted in a deferral entry of \$2,337,377.

Actual power supply expenses were higher than authorized as a result of higher purchased power expense due in large part to lower hydro generation. Hydro generation was 69 aMW below authorized levels. Coyote Springs, Colstrip and Kettle Falls generated 4 aMW, 6 aMW, and 10 aMW above authorized levels, respectively. Other gas-fired resources generated 68 aMW below the authorized level. Thermal fuel expense was lower and natural gas fuel expense was higher than the authorized level. Washington retail sales were 74 aMW above the authorized level.

There were no new forward long-term power contracts of one year or longer entered into in the month of September 2003. 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 cursive script that reads "Kelly Norwood".

Kelly Norwood
Vice President State and Federal Regulation
Avista Corporation

Enclosure

RM

c: Robert Cromwell
S. Bradley Van Cleve

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

MONTH OF SEPTEMBER 2003

ata Corporation - General Ledger Journal Entry

Print Date: 10-03-2003 3:09 PM

Journal ID: **DJ702** Journal Description: WA - ERM Effective Date: 09-30-2003
 Corp: WWP Journal Sponsor: RESOURCE \$/ #: \$ Tran Type: C Error Code: Q Code: G
 Control Amount Total: 153,796.89 Saved By: Lori Hamilton Saved Date: 10-03-2003 3:09:01 PM
 Edit Date: 10-03-2003 12:26:16 PM

Seq	WO	UMain	Sub	RC	Cost Code	SLID	LOC	Debit Amount	Credit Amount	Transaction Description
5	0000	9186	01	028	EE			0.00	0.00	WA ERM YTD COMPANY BAND
<i>Record YTD accumulation of Company Band for WA ERM. Allows tracking of balance on the GL.</i>										
10	0000	9186	02	028	EE			0.00	0.00	WA ERM YTD CONTRA ACCOUNT
<i>Contra account for YTD WA ERM Company Band. Offsets 918601 to prevent Balance Sheet Inflation.</i>										
15	2577	0557	28	G55	EE	X	028	0.00	2,337,377.00	POWER TRANSACTIONS/* WA DEF PWR CO
20	0000	9186	28	028	EE			2,337,377.00	0.00	WA ERM - CURRENT YEAR
23	2577	0557	29	X55	EE	X	028	2,090,085.00	0.00	POWER TRANSACTIONS /*WA DEF PWR AM
27	0000	9182	35	028	EE			0.00	2,090,085.00	WASHINGTON ERM DEFERRAL BALANCE
43	0000	9182	35	028	EE			424,640.00	0.00	WASHINGTON ERM DEFERRAL BALANCE
<i>Interest income on deferral balance in 18235 authorized for recovery</i>										
45	0000	9186	28	028	EE			76,225.00	0.00	WA ERM - CURRENT YEAR
<i>Interest income (expense) on deferral balance in 18628</i>										
47	0000	9186	29	028	EE			90,582.00	0.00	WA ERM - LAST YEAR
<i>Interest income (expense) on deferral balance in 18629</i>										
50	Q000	9419	00	Q98	EE	X	098	0.00	591,447.00	NON-UTILITY REVENUE/INT/DIV INCOME
70	0000	9171	00	FIN	EE			591,447.00	0.00	INTEREST & DIVIDENDS REC
<i>Accrue interest income on deferral balance</i>										
80	0000	9171	00	FIN	EE			0.00	591,447.00	INTEREST & DIVIDENDS REC
<i>Transfer interest income accrual to deferred power costs (in lieu of receipt)</i>										
82	0135	0410	10	X54	EE	X	028	86,552.00	0.00	INCOME TAX /* PRV DFIT DR
<i>DFIT entry includes, power supply deferral, generation options, surcharge amortization</i>										
85	0135	9410	20	X54	EE	X	028	207,007.00	0.00	INCOME TAX /PROV DEFERED IT
<i>DFIT entry for interest income</i>										
89	0000	9283	28	028	EE			0.00	293,559.00	ADFIT-WA ERM CURRENT AND PRIOR YRS

Journal ID: **DJ702** Journal Description: WA - ERM Effective Date: 09-30-2003
 Corp: WWP Journal Sponsor: RESOURCE \$#: \$ Tran Type: C Error Code: Q Code: G
 Control Amount Total: 153,796.89 Saved By: Lori Hamilton Saved Date: 10-03-2003 3:09:01 PM
 Edit Date: 10-03-2003 12:26:16 PM

Seq	WO	U	Main	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description		
Totals:										5,903,915.00	5,903,915.00	Trans: 5	Rows: 15

Prepared By: Janda Donley 10/3/03
 Date: _____
 Reviewed By: [Signature] 10/3/03
 Date: _____

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

Approved For Entry - Corporate
 Accounting Use Only

 Date

> GD WWP,0000918628,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918628 CENTER: 028
 WA ERM - CURRENT YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	.00	730,862.00	41,555,462.00
02	.00	214,588.82-	48,503,456.00
03	.00	927,912.16-	56,040,731.00
04	94,153.00	640,898.16-	86,458,493.10
05	1,437,758.00	782,317.25	89,491,142.98
06	5,521,304.47	4,173,702.11	109,445,519.84
07	10,897,385.37	.00	152,783,324.57
08	14,878,366.37	3,462,701.00	178,798,591.27
09	17,291,968.37	4,591,436.00	199,658,987.12
10	.00	7,990,106.00	151,869,220.71
11	.00	10,046,279.00	156,589,761.03
12	.00	18,418,548.00	8,231,969.75
TOTAL	.00	.00	.00

10/06/03 14:49:05 1 M3LL CIX1 _____

ERM Deferral Balance (Current year - 2003)

Account 9186.28 028

	<u>Amount</u>	<u>Journal ID</u>
Balance 8/31/03		
Deferral	\$14,878,366.37	
Interest	2,337,377.00	DJ702
Balance 9/30/03	76,225.00	DJ702
	<u>\$17,291,968.37</u>	

> GD WWP,0000918629,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918629 CENTER: 028
 WA ERM - LAST YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	18,507,141.00	5,590,562.00-	.00
02	18,595,734.00	.00	.00
03	18,684,327.00	.00	.00
04	18,772,920.00	.00	.00
05	18,861,513.00	.00	.00
06	18,950,106.00	.00	.00
07	19,040,688.00	.00	.00
08	19,131,270.00	.00	.00
09	19,221,852.00	.00	.00
10	.00	.00	1,306,498.00-
11	.00	.00	5,365,871.00-
12	.00	.00	.00
TOTAL	.00	.00	.00

10/06/03 14:50:02 1 M3LL CIX1 _____

ERM Deferral Balance (Prior year - 2002)

Account 9186.29 028

Balance 8/31/03

Interest

Balance 9/30/03

Amount	Journal ID
\$19,131,270.00	
<u>90,582.00</u>	DJ702
\$19,221,852.00	

> GD WWP,0000918235,028

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918235 CENTER: 028
 WASHINGTON ERM DEFERRAL BALANCE

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	102,120,741.28	132,006,255.17	.00
02	100,387,075.28	122,433,021.17	.00
03	98,579,839.28	118,334,898.17	.00
04	96,934,524.28	115,248,382.17	.00
05	95,426,432.28	112,494,809.17	.00
06	93,918,785.28	109,873,441.17	.00
07	92,464,598.28	111,925,345.28	.00
08	90,760,912.28	110,453,043.28	.00
09	89,095,467.28	109,001,480.28	.00
10	.00	107,664,179.28	.00
11	.00	106,072,397.28	.00
12	.00	104,166,540.28	132,006,255.17
TOTAL	.00	.00	.00

10/06/03 14:49:18 1 M3LL CIX1 _____

Recoverable Deferral Balance

Account 9182.35 028

	Amount	Journal ID
Balance 8/31/03	\$90,760,912.28	
Amortization	-2,090,085.00	DJ702
Interest	424,640.00	DJ702
Balance 9/30/03	<u>\$89,095,467.28</u>	

> GD WWP,0000918601,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918601 CENTER: 028
 WA ERM YTD COMPANY BAND

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00	.00	.00
02	6,578,313.00	.00	.00
03	8,748,531.00	.00	.00
04	9,000,000.00	.00	.00
05	9,000,000.00	.00	.00
06	9,000,000.00	.00	.00
07	9,000,000.00	4,319,249.00	.00
08	9,000,000.00	4,500,000.00	.00
09	9,000,000.00	4,500,000.00	.00
10	.00	4,500,000.00	.00
11	.00	4,500,000.00	.00
12	.00	4,500,000.00	.00
TOTAL	.00	.00	.00

10/06/03 14:49:47 1 M3LL CIX1 _____

ERM Deadband

Account 9186.01 028

Balance 8/31/03

2003 deadband accumulation

Balance 9/30/03

Amount	Journal ID
\$9,000,000.00	
0.00	DJ702
<u>\$9,000,000.00</u>	

> GD WWP,0000918602,028

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918602 CENTER: 028
 WA ERM YTD CONTRA ACCOUNT

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00-	.00	.00
02	6,578,313.00-	.00	.00
03	8,748,531.00-	.00	.00
04	9,000,000.00-	.00	.00
05	9,000,000.00-	.00	.00
06	9,000,000.00-	.00	.00
07	9,000,000.00-	4,319,249.00-	.00
08	9,000,000.00-	4,500,000.00-	.00
09	9,000,000.00-	4,500,000.00-	.00
10	.00	4,500,000.00-	.00
11	.00	4,500,000.00-	.00
12	.00	4,500,000.00-	.00
TOTAL	.00	.00	.00

10/06/03 14:49:55 1 M3LL CIX1 _____

ERM Deadband Contra Account

Account 9186.02 028

Balance 8/31/03

2003 deadband contra entry

Balance 9/30/03

Amount	Journal ID
-\$9,000,000.00	
0.00	DJ702
<u>-\$9,000,000.00</u>	

> GD WWP,0000928328,028

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000928328 CENTER: 028
 ADFIT-WA ERM CURRENT AND PRIOR YRS

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	42,219,761.00-	44,235,381.00-	14,544,411.00-
02	41,643,986.00-	42,520,405.00-	16,976,210.00-
03	41,042,461.00-	40,604,160.00-	19,614,256.00-
04	40,530,561.00-	39,702,680.00-	30,259,997.00-
05	40,503,998.00-	39,098,236.00-	31,321,900.00-
06	41,436,569.00-	39,830,678.00-	38,305,932.00-
07	42,840,936.00-	39,003,353.00-	53,474,163.00-
08	43,669,694.00-	39,870,511.00-	62,579,507.00-
09	43,963,253.00-	39,757,522.00-	69,880,645.00-
10	.00	40,479,002.00-	52,696,940.00-
11	.00	40,641,539.00-	52,928,362.00-
12	.00	42,904,783.00-	45,886,954.86-
TOTAL	.00	.00	.00

10/06/03 14:49:33 1 M3LL CIX1 _____

Account 9186.28 028 balance	\$17,291,968.37
Account 9186.29 028 balance	19,221,852.00
Account 9182.35 028 balance	89,095,467.28
Total	<u>\$125,609,287.65</u>
Federal income tax rate	-35%
Deferred FIT related to deferrals	<u>-\$43,963,251</u>
Rounding	-2
Balance in Account	<u>-\$43,963,253</u>

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.

Actual cost of debt at 12/31/02 is 8.88% The monthly rate is:	0.0074 Before Tax 0.00481 After Tax 0.35 Tax rate	Actual cost of debt at 6/30/03 is 8.83% The monthly rate is:	0.00736 Before Tax 0.00478 After Tax 0.35 Tax rate
--	---	---	--

		2003 Interest				
12-31-2002	GL Balance including interest	18,418,548				
12-31-2002	GL Balance	(18,418,548)	Transfer to 918629			
01-01-2003	GL Balance	0				
				Jan-03	DFIT Expense	ADFIT
Jan-03	ERM Deferral	0		Deferral	0	Operating 0
Jan-03	Interest	0	0	Interest	0	Nonoperating 0
01-31-2003	Balance before interest	0			0	Total 0
				Feb-03	DFIT Expense	ADFIT
Feb-03	ERM Deferral	0		Deferral	0	Operating 0
Feb-03	Interest	0	0	Interest	0	Nonoperating 0
02-28-2003	Balance before interest	0			0	Total 0
				Mar-03	DFIT Expense	ADFIT
Mar-03	ERM Deferral	0		Deferral	0	Operating 0
Mar-03	Interest	0	0	Interest	0	Nonoperating 0
03-31-2003	Balance before interest	0			0	Total 0
				Apr-03	DFIT Expense	ADFIT
Apr-03	ERM Deferral	93,927		Deferral	32,874	Operating (32,874)
Apr-03	Interest	226		Interest	79	Nonoperating (79)
04-30-2003	Balance before interest	93,927			32,953	Total (32,953)
				May-03	DFIT Expense	ADFIT
May-03	ERM Deferral	1,339,931		Deferral	468,976	Operating (468,976)
May-03	Interest	3,674		Interest	1,286	Nonoperating (1,286)
05-31-2003	Balance before interest	1,433,858			470,262	Total (470,262)
				Jun-03	DFIT Expense	ADFIT
Jun-03	ERM Deferral	3,963,024		Deferral	1,387,058	Operating (1,387,058)
Jun-03	Interest	16,678		Interest	5,837	Nonoperating (5,837)
				Jul-03	DFIT Expense	ADFIT
Jun-03	CS2 Test Power Reversal	103,844		Reversal	36,345	Operating (36,345)
06-30-2003	Balance before interest	5,500,726			1,429,240	Total (1,429,240)
06-30-2003	GL Balance including interest	5,521,304				
				Jul-03	DFIT Expense	ADFIT
Jul-03	ERM Deferral	5,338,019		Deferral	1,868,307	Operating (1,868,307)
Jul-03	Interest	39,147		Interest	13,701	Nonoperating (13,701)
Jul-03	CS2 Test Power Reversal	(1,085)		Reversal	(380)	Operating 380
07-31-2003	Balance before interest	10,858,238			1,881,628	Total (1,881,628)
				Aug-03	DFIT Expense	ADFIT
Aug-03	ERM Deferral	3,919,711		Deferral	1,371,899	Operating (1,371,899)
Aug-03	Interest	61,270		Interest	21,445	Nonoperating (21,445)
08-31-2003	Balance before interest	14,777,949			1,393,344	Total (1,393,344)
				Aug-03	DFIT Expense	ADFIT
Aug-03	ERM Deferral	2,337,377		Deferral	818,082	Operating (818,082)
Aug-03	Interest	76,225		Interest	26,679	Nonoperating (26,679)
08-31-2003	Balance before interest	17,115,326			844,761	Total (844,761)
				GL Balance	Activity	GL Balance
	Net ERM Balance	17,291,968		@ 08/31/03	Sep-03	@ 09/30/03
	ADFIT Balance	(6,052,189)		14,878,366	2,413,602	17,291,968

Sales by Avista for CS2 test power recorded in 447 reduced the PCA deferral and reduced CWIP for CS2. See DJ235.

Adjustment to prior month entry. See SJN07.

Tax Rate	35%							
		DJ702 LTD	DJ702 LTD	DJ702 LTD		DJ702 CURMO		
	928328	928328	928328	928328	928328	928328		
	GL	ADFIT	ADFIT	ADFIT	BALANCE	FOR ALL		
	BALANCE	918235	18628	18629	COMPONENTS	ACCOUNTS		
12-31-2002	(42,904,783)	(36,458,290)	(6,446,493)	0	(42,904,783)			
01-01-2003	(42,904,783)	(36,458,290)	0	(6,446,493)	(42,904,783)			
01-31-2003	(42,219,761)	(35,742,260)	0	(6,477,501)	(42,219,761)	0		
02-28-2003	(41,643,986)	(35,135,477)	0	(6,508,509)	(41,643,986)	0		
03-31-2003	(41,042,461)	(34,502,944)	0	(6,539,517)	(41,042,461)	0		
04-30-2003	(40,530,561)	(33,927,083)	(32,953)	(6,570,525)	(40,530,561)	0		
05-31-2003	(40,503,998)	(33,399,250)	(503,215)	(6,601,533)	(40,503,998)	0		
06-30-2003	(41,436,569)	(32,871,573)	(1,932,455)	(6,632,541)	(41,436,569)	0		
07-31-2003	(42,840,936)	(32,362,608)	(3,814,083)	(6,664,245)	(42,840,936)	0		
08-31-2003	(43,669,694)	(31,766,318)	(5,207,427)	(6,695,949)	(43,669,694)	0		
09-30-2003	(43,963,253)	(31,183,412)	(6,052,188)	(6,727,653)	(43,963,253)	0		
10-31-2003						0		
11-30-2003						0		
12-31-2003						0		
			<u>ADFIT</u>			<u>Interest</u>		
		41010	941020	928328	918235	918628	918629	941900
12-31-2002	918235	(838,646)	171,596	667,050				
	918628	2,906,640	23,654	(2,930,294)				
Total		2,067,994	195,250	(2,263,244)				
01-31-2003	918235	(889,256)	173,226	716,030	494,931	0	88,593	(583,524)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(889,256)	204,234	685,022				
02-28-2003	918235	(777,870)	171,087	606,783	488,820	0	88,593	(577,413)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(777,870)	202,095	575,775				
03-31-2003	918235	(796,093)	163,560	632,533	467,315	0	88,593	(555,908)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(796,093)	194,568	601,525				
04-30-2003	918235	(737,603)	161,742	575,861	462,121	226	88,593	(550,940)
	918628	32,874	79	(32,953)				
	918629	0	31,008	(31,008)				
Total		(704,729)	192,829	511,900				
05-31-2003	918235	(686,151)	158,318	527,833	452,338	3,674	88,593	(544,605)
	918628	468,976	1,286	(470,262)				
	918629	0	31,008	(31,008)				
Total		(217,175)	190,612	26,563				
06-30-2003	918235	(682,703)	155,026	527,677	442,932	16,678	88,593	(548,203)
	918628	1,423,403	5,837	(1,429,240)				
	918629	0	31,008	(31,008)				
Total		740,700	191,871	(932,571)				
07-31-2003	918235	(664,503)	155,538	508,965	444,394	39,147	90,582	(574,123)
	918628	1,867,927	13,701	(1,881,628)				
	918629	0	31,704	(31,704)				
Total		1,203,424	200,943	(1,404,367)				
08-31-2003	918235	(748,451)	152,161	596,290	434,746	61,270	90,582	(586,598)
	918628	1,371,899	21,445	(1,393,344)				
	918629	0	31,704	(31,704)				
Total		623,448	205,310	(828,758)				
09-30-2003	918235	(731,530)	148,624	582,906	424,640	76,225	90,582	(591,447)
	918628	818,082	26,679	(844,761)				
	918629	0	31,704	(31,704)				
Total		86,552	207,007	(293,559)				

		YTD	YTD	
		WA ERM	WA ERM	
		Company	Contra	Total
		Band	Account	GL
		<u>918601</u>	<u>918602</u>	<u>Impact</u>
12-31-2002	Balance	\$4,500,000	(\$4,500,000)	\$0
2003 Requirement		\$9,000,000		
Jan-03	Reverse 2002	(\$4,500,000)	\$4,500,000	
Jan-03	Activity	\$4,982,867	(\$4,982,867)	
01-31-2003	Balance	\$4,982,867	(\$4,982,867)	\$0
Feb-03	Activity	\$1,595,446	(\$1,595,446)	
02-28-2003	Balance	\$6,578,313	(\$6,578,313)	\$0
Mar-03	Activity	\$2,170,218	(\$2,170,218)	
03-31-2003	Balance	\$8,748,531	(\$8,748,531)	\$0
Apr-03	Activity	\$251,469	(\$251,469)	
04-30-2003	Balance	\$9,000,000	(\$9,000,000)	\$0
May-03	Activity	\$0	\$0	
05-31-2003	Balance	\$9,000,000	(\$9,000,000)	\$0
Jun-03	Activity	\$0	\$0	
06-30-2003	Balance	\$9,000,000	(\$9,000,000)	\$0
Jul-03	Activity	\$0	\$0	
07-31-2003	Balance	\$9,000,000	(\$9,000,000)	\$0
Aug-03	Activity	\$0	\$0	
08-31-2003	Balance	\$9,000,000	(\$9,000,000)	\$0
Sep-03	Activity	\$0	\$0	
09-30-2003	Balance	\$9,000,000	(\$9,000,000)	\$0

AVISTA CORPORATION
 SEPTEMBER 2003 WASHINGTON ELECTRIC SURCHARGE REVENUE & DEFERRAL AMORTIZATION

Schedule (a)	Sch 1 Block Percent (b)	kWh or \$ (c)	Surcharge Rate On/After 01-Jul-02 (d)	Revenue (e) (c)*(d)	Conversion Factor (f)	Deferral Amortization (g) (e)*(f)
1 (0-600 kWh)	57.637%	92,739,500	0.405¢	\$375,595	0.956277	\$359,173
1 (601-1300 kWh)	29.993%	48,259,552	0.607¢	292,935	0.956277	280,127
1 (over 1300 kWh)	12.370%	19,903,666	0.853¢	169,778	0.956277	162,355
Total Sch 1	100.000%	160,902,718		838,308		801,655
11		29,153,470	0.786¢	229,729	0.956277	219,685
12		2,544,002	0.788¢	20,047	0.956277	19,170
21		129,467,915	0.549¢	710,779	0.956277	679,702
22		1,535,410	0.549¢	8,429	0.956277	8,060
25		75,526,563	0.352¢	265,854	0.956277	254,230
30		4,265,400	0.485¢	20,687	0.956277	19,783
31		9,947,658	0.485¢	48,246	0.956277	46,137
32		1,823,423	0.485¢	8,844	0.956277	8,457
41-46		\$252,019	109.78%	22,452	0.956277	21,470
47		\$81,071	109.78%	7,222	0.956277	6,906
48		\$56,698	109.78%	5,051	0.956277	4,830
Schedule Totals		415,166,559		\$2,185,648		\$2,090,085 Amortization
kWh not subject to surcharge						(39%) (\$731,530) DFIT Expense
Schedule 28		328,600				
Schedule 29		5,989,441				
Sch 41-49		2,146,378				
Schedule 61		52,580,000				
Total kWh		476,210,978				

AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF SEPTEMBER, 03

DESCRIPTION	CLS	SCH	CURRENT MONTH		AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE	QUANTITY	AMOUNT
			CUSTOMERS	QUANTITY						
RESIDENTIAL	1	001	183,683	160,900,897	9,469,076.01	1,647,920	183,102	1,618,756,557	95,411,093.51	
FIRM-COMMERCIAL	21	001			.00				.00	
INTERDEPARTMENT REV	80	001	183,685	160,902,718	102.83	31	3	35,071	2,185.35	
RESIDENTIAL	1	011	17,870	28,796,593	2,532,485.20	160,269	17,807	252,449,694	22,136,762.41	
FIRM-COMMERCIAL	21	011	123	294,672	26,556.82	1,094	121	2,595,770	232,647.01	
FIRM-MISC INDUST	31	011	14	6,009	577.33	126	14	56,651	5,263.95	
LIGHTING-PUB ST-HIWI	51	011	25	56,196	4,803.35	245	27	632,323	53,744.30	
INTERDEPARTMENT REV	80	011	18,032	29,153,470	2,564,422.70	161,734	17,970	255,734,438	22,428,417.67	
RESIDENTIAL	1	012	6,363	2,544,002	240,999.30	56,639	6,293	26,933,378	2,483,529.26	
FIRM-COMMERCIAL	21	012	6,363	2,544,002	.00	56,639	6,293	26,933,378	2,483,529.26	
RESIDENTIAL	1	021	3,025	119,421,886	7,835,247.87	27,277	3,030	1,011,315,983	66,482,116.17	
FIRM-COMMERCIAL	21	021	114	9,273,189	600,638.14	1,043	115	79,271,855	5,183,148.80	
FIRM-MISC INDUST	31	021	8	772,840	48,545.29	76	8	8,083,000	498,074.64	
INTERDEPARTMENT REV	80	021	3,147	129,467,915	8,484,431.30	28,396	3,155	1,098,670,838	72,163,339.61	
RESIDENTIAL	1	022	56	1,535,410	98,046.99	501	55	15,724,133	980,808.13	
FIRM-COMMERCIAL	21	022	56	1,535,410	98,046.99	501	55	15,724,133	980,808.13	
RESIDENTIAL	1	025	8	24,645,327	1,061,268.47	73	8	188,012,003	8,128,194.84	
FIRM-COMMERCIAL	21	025	12	50,881,236	2,178,907.40	110	12	450,725,764	19,430,574.93	
FIRM-MISC INDUST	31	025	20	75,526,563	3,240,175.87	183	20	638,737,767	27,558,769.77	
RESIDENTIAL	1	028	1	116,000	4,754.75	9	1	988,800	39,804.95	
FIRM-COMMERCIAL	21	028	1	212,600	26,784.37	5	1	3,733,290	359,700.47	
FIRM-MISC INDUST	31	028	2	328,600	31,539.12	14	1	4,722,090	399,505.42	
FIRM-PUMPING-IRRIG	39	029	1	5,989,441	.00	9	1	35,482,282	.00	
FIRM-PUMPING-IRRIG	39	030	43	4,265,400	212,356.12	380	42	22,242,580	1,108,438.24	
FIRM-PUMPING-IRRIG	39	030	43	4,265,400	212,356.12	380	42	22,242,580	1,108,438.24	
RESIDENTIAL	1	032	952	1,538,715	91,246.22	8,443	938	7,399,835	461,690.03	
FIRM-COMMERCIAL	21	031	128	1,286,252	73,375.43	1,139	126	8,111,699	474,913.93	
FIRM-MISC INDUST	31	031	364	2,482,891	147,826.36	3,231	399	14,651,946	872,660.71	
FIRM-PUMPING-IRRIG	39	031	2	13,250	728.18	18	2	50,880	2,875.34	
INTERDEPARTMENT REV	80	031	951	9,947,658	563,265.57	8,467	940	53,026,912	3,072,527.80	
RESIDENTIAL	1	032	109	284,708	16,678.52	990	110	1,174,859	70,151.62	
FIRM-COMMERCIAL	21	032	1,061	1,823,423	107,924.74	9,433	1,048	8,574,694	531,841.65	
FIRM-PUMPING-IRRIG	39	032	12	16,056	2,727.06	108	12	144,504	24,543.54	
FIRM-PUMPING-IRRIG	39	032	12	16,056	2,727.06	108	12	144,504	24,543.54	
LIGHTING-PUB ST-HIWI	51	041	215	1,041,833	236,613.84	1,821	202	9,299,457	2,109,818.93	
LIGHTING-PUB ST-HIWI	51	042	215	1,041,833	236,613.84	1,821	202	9,299,457	2,109,818.93	

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC VENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF SEPTEMBER... 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
LIGHTING-PUB ST-HIWI	51	044	215	1,041,833	236,613.84	1,821	202	9,299,457	2,109,818.93
			13	21,589	1,866.54	111	12	194,389	16,985.34
			13	21,589	1,866.54	111	12	194,389	16,985.34
LIGHTING-PUB ST-HIWI	51	045	17	220,642	9,935.42	156	17	1,980,018	90,535.48
			17	220,642	9,935.42	156	17	1,980,018	90,535.48
LIGHTING-PUB ST-HIWI	51	046	26	11,099	875.98	236	26	1,465,159	103,751.38
			26	11,099	875.98	236	26	1,465,159	103,751.38
FIRM-COMMERCIAL	21	047		494,796	78,665.70			4,440,757	704,849.83
FIRM-MISC INDUST	31	047		15,133	2,114.43			140,117	19,564.66
FIRM-PUMPING-IRRIG	39	047		167	18.58			1,503	167.22
INTERDEPARTMENT REV	80	047		1,256	272.28			11,304	2,450.52
				511,352	81,070.99			4,593,681	727,032.23
RESIDENTIAL	1	048		323,807	56,698.16			2,932,410	511,376.10
				323,807	56,698.16			2,932,410	511,376.10
RESIDENTIAL	1	056			.00				7.98
FIRM-COMMERCIAL	21	056			.00				3.78
					.00				11.76
RESIDENTIAL	1	058			337,098.85				3,369,969.23
FIRM-COMMERCIAL	21	058			514,191.86				4,233,309.21
FIRM-MISC INDUST	31	058			31,907.75				261,391.66
FIRM-PUMPING-IRRIG	39	058			437.56				2,178.19
LIGHTING-PUB ST-HIWI	51	058			10,909.04				109,111.27
EE - RESIDENTIAL	61	058			.00				.00
INTERDEPARTMENT REV	80	058			1,143.52				25.49
MISC-RENT ELECT PROP	85	058			16.72				10,287.70
MISC-OTHER ELECT REV	86	058			895,705.30				150.48
									7,986,423.23
RESIDENTIAL	1	058A			1,805.90CR				26,691.76CR
FIRM-COMMERCIAL	21	058A			1,675.08CR				18,513.45CR
FIRM-MISC INDUST	31	058A			.51CR				16.31CR
FIRM-PUMPING-IRRIG	39	058A			3,607.42CR				667.70CR
									45,889.23CR
FIRM-ENERGY CHARGE	74	061	11	18,089,000	1,770,729.41	70	7	113,685,000	11,039,658.91
SURPLUS-ENERGY CHARG	75	061	28	34,491,000	1,334,144.23	293	32	1,492,592,000	44,489,300.39
			39	52,580,000	3,104,873.64	363	40	1,606,277,000	55,528,959.30
EE - RESIDENTIAL	61	090			4.00				36.00
					4.00				36.00
RESIDENTIAL	1	095			6,305.84				53,985.74
FIRM-COMMERCIAL	21	095			828.00				6,425.33
					7,133.84				60,411.07
THEFT OF SERVICE	18	099			2,284.59				19,324.72

WCIP7761)		AVISTA UTILITIES - STATEMENT OF ELECTRIC		VENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF SEPTEMBER 03		
DESCRIPTION	CLS SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	YEAR TO DATE QUANTITY	AMOUNT
MISC-SERVICE REV SNP	83 099			23,121.00		240,458.00
MISC-RENT ELECT PROP	85 099			24,383.44		216,346.20
MISC-OTHER ELECT REV	86 099			262.09		2,358.81
				50,051.12		478,487.73
SVC TOTALS		213,683	476,210,978	29,456,289.02	1,916,502	293,732,939.28
					212,944	5,405,527,358

Avista Utilities
 WASHINGTON POWER COST DEFERRALS

Line No.

WASHINGTON ACTUALS-2003		Actual Jan-03	Actual Feb-03	Actual Mar-03	Actual Apr-03	Actual May-03	Actual Jun-03	Actual Jul-03	Actual Aug-03	Actual Sep-03	Actual Oct-03	Actual Nov-03	Actual Dec-03
1	555 Purchased Power	\$106,893,800	\$13,422,834	\$11,421,679	\$10,178,810	\$6,472,115	\$8,028,186	\$13,925,476	\$15,176,694	\$12,148,195	\$	\$	\$
2	501 Thermal Fuel	\$12,366,492	\$1,393,045	\$1,429,229	\$358,181	\$1,323,513	\$1,453,899	\$1,550,650	\$1,778,007	\$1,460,263	\$	\$	\$
3	547 CT Fuel	\$12,993,461	\$223,336	\$99,031	\$99,333	\$94,493	\$164,014	\$4,770,602	\$4,115,918	\$3,364,932	\$	\$	\$
4	447 Sale for Resale	\$60,138,948	\$4,054,918	\$6,518,620	\$7,448,616	\$8,067,609	\$9,942,738	\$8,480,633	\$6,802,935	\$3,389,480	\$	\$	\$
5	Actual Net Expense	\$72,114,805	\$13,906,935	\$7,479,310	\$3,187,707	\$17,487	\$295,640	\$11,766,095	\$14,267,684	\$13,583,910	\$0	\$0	\$0
6	Pollatch 25 aMW directly assigned to ID	(\$5,298,121)	(\$601,710)	(\$543,480)	(\$581,491)	(\$601,710)	(\$582,300)	(\$601,710)	(\$601,710)	(\$582,300)	\$	\$	\$
7	Pollatch 62 aMW directly assigned to ID	(\$4,714,095)						\$(1,827,064)	\$(1,838,240)	\$(1,048,791)			
8	Adjusted Actual Net Expense	\$62,102,589	\$13,305,225	\$6,877,600	\$2,606,216	\$(779,197)	\$(877,940)	\$9,337,321	\$11,827,734	\$11,952,819	\$	\$	\$
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	\$1,328,377	\$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	\$3,544,690	\$(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	\$22,782,161	\$4,173,327	\$548,372	\$(938,474)	\$(455,929)	\$3,561,422	\$7,912,142	\$3,825,040	\$4,897,481			
15	Net Fuel Expense not incl in Acct 547 (1)	\$22,000,289	\$2,855,401	\$2,324,474	\$2,686,342	\$3,392,764	\$3,053,369	\$1,555,471	\$1,498,172	\$1,616,633			
16	Adjusted Actual - Authorized Net Exp	\$44,782,449	\$7,028,728	\$2,872,846	\$1,747,868	\$2,936,834	\$6,614,792	\$9,467,613	\$5,323,212	\$6,514,114			
17	Washington Alloc. @ 66.29%	\$29,686,286	\$4,659,344	\$1,904,410	\$1,158,662	\$1,946,827	\$4,384,945	\$6,276,080	\$3,528,757	\$4,318,206			
18	WA Retail Revenue Adjustment	\$(1,806,298)	\$323,523	\$(308,964)	\$(802,829)	\$(458,015)	\$18,415	\$(944,948)	\$826,477	\$(1,721,121)			
19	Net Power Cost Increase (Decrease)	\$27,879,988	\$4,982,867	\$1,595,446	\$355,833	\$1,488,812	\$4,403,360	\$5,931,132	\$4,355,234	\$2,597,085	\$0	\$0	\$0
20	100% Net Power Cost Less \$9.0 million Company Band	\$104,363											
21	90% Net Power Cost Less \$9.0 million Company Band	\$16,991,989	\$93,927	\$1,339,931	\$3,963,024	\$5,338,019	\$3,919,711	\$2,337,377					

(1) Net cost after resale for fuel not consumed

Avista Utilities
System Power Supply Expenses
WASHINGTON DEFERRED POWER COST CALCULATION

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
ACTUALS													
1	7,498,257	5,301,496	4,022,054	7,461,770	4,903,146	6,084,658	7,199,108	8,563,604	6,483,549	-	-	-	57,517,642
2	102,914	57,149	57,548	85,032	160,305	856,370	114,538	95,614	96,055	-	-	-	1,625,525
3	255,600	255,600	327,932	255,600	255,601	255,601	255,601	255,601	255,601	-	-	-	2,372,737
4	159,450	159,450	237,655	159,450	159,451	159,449	159,449	159,449	159,449	-	-	-	1,513,252
5	99,953	99,953	99,953	99,953	99,953	99,953	99,953	99,953	99,817	-	-	-	899,441
6	2,875,293	2,598,121	1,419,526	1,374,877	-	-	-	-	-	-	-	-	8,267,818
7	1,722	1,722	1,722	0	-	-	-	-	-	-	-	-	(1) 8,267,818
8	246	213	193	211	256	602	265	141	394	-	-	-	5,166
9	127,591	156,055	124,688	131,747	112,100	108,053	104,884	64,910	56,800	-	-	-	2,522
10	-	114,258	139,324	124,251	122,532	72,629	160,351	155,320	140,414	-	-	-	986,828
11	-	-	-	-	-	-	-	-	-	-	-	-	1,029,079
12	264,331	509,135	413,292	458,695	430,498	226,045	(263,906)	(410,108)	(199,040)	-	-	-	1,428,942
13	-	-	-	-	-	-	1,827,064	1,838,240	1,048,791	-	-	-	4,714,095
14	119,000	121,500	147,500	132,500	112,500	135,000	180,000	157,500	175,500	-	-	-	1,281,000
15	167,556	232,570	11,414	(107,280)	(23,968)	41,033	(135,330)	(504,223)	(265,130)	-	-	-	(583,359)
16	-	-	-	-	135,800	140,000	(30,240)	-	-	-	-	-	245,560
17	4,440,338	3,809,057	4,416,291	-	-	(154,698)	4,249,539	4,465,381	4,091,461	-	-	-	25,317,369
18	6,560	6,555	2,587	2,004	3,941	4,491	4,200	4,339	4,501	-	-	-	39,178
19	-	-	-	-	-	-	-	-	-	-	-	-	231,006
20	16,118,812	13,422,834	11,421,679	10,178,810	6,472,115	8,029,186	13,925,476	15,176,694	12,148,195	-	-	-	106,893,800

(1) Effective November, 2002, WNP-3 purchase expense has been adjusted to reflect the mid-point price (\$33.37/MWh for the 2002-2003 contract year) per Settlement Agreement, Cause No. U-86-99

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
447 SALES FOR RESALE													
21	3,674,440	6,153,976	4,985,727	7,124,140	7,719,670	8,590,709	5,263,958	3,339,333	1,526,478	-	-	-	48,378,431
22	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	-	-	-	1,350,000
23	142,563	175,630	180,830	120,643	114,386	133,863	225,775	201,720	192,920	-	-	-	1,488,331
24	58,284	11,924	91,415	31,878	60,887	81,157	73,438	46,211	36,735	-	-	-	491,929
25	171	146	137	98	74	68	72	80	83	-	-	-	929
26	27,224	25,384	26,850	25,078	24,399	23,915	24,712	24,618	24,424	-	-	-	226,604
27	0	-	-	-	-	971,277	2,685,530	2,983,149	1,403,775	-	-	-	8,043,732
28	(4,323)	(4,996)	(4,146)	(5,226)	(5,749)	(12,742)	(12,140)	(11,342)	(11,342)	-	-	-	(71,914)
29	-	-	-	-	-	-	65,088	64,735	61,906	-	-	-	191,729
30	6,560	6,555	2,587	2,004	3,941	4,491	4,200	4,339	4,501	-	-	-	39,178
31	4,054,918	6,518,620	5,433,400	7,448,616	8,067,609	9,942,738	8,480,633	6,802,935	3,389,480	-	-	-	60,138,948

Avisia Utilities
 System Power Supply Expenses
 WASHINGTON DEFERRED POWER COST CALCULATION

ACTUALS

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
501 FUEL-DOLLARS													
32	wood	682,778	572,564	534,885	(40,815)	522,492	291,704	607,645	617,233	528,358			4,316,844
33	coal	930,723	819,619	862,737	385,887	778,135	1,132,660	936,278	1,087,261	923,184			7,856,505
34	Total Coal & Wood	1,613,501	1,392,183	1,397,622	345,072	1,300,627	1,424,364	1,543,923	1,704,494	1,451,542			12,173,349
35	gas	4,835	862	8,723	3,277	6,566	5,136	3,792	9,353	2,073			44,617
36	oil	1,369	0	22,884	9,832	16,320	24,379	2,935	64,160	6,648			148,527
37	Total Oil & Gas	6,204	862	31,607	13,109	22,886	29,515	6,727	73,513	8,721			193,144
38	Total Account 501	1,619,705	1,393,045	1,429,229	358,181	1,323,513	1,453,899	1,550,650	1,778,007	1,460,263			12,366,492
501 FUELS													
39	Kettle Falls	57,361	50,587	46,865	39,752	41,586	23,837	49,660	47,826	42,528			400,002
40	Colstrip	82,890	83,940	81,060	38,493	65,570	97,461	90,544	91,492	94,006			725,456
41	wood \$	11.90	\$ 11.32	\$ 11.41	\$ (1.03)	\$ 12.56	\$ 12.24	\$ 12.24	\$ 12.91	\$ 12.42			\$ 10.79
42	coal \$	11.23	\$ 9.76	\$ 10.64	\$ 10.02	\$ 11.87	\$ 11.62	\$ 10.34	\$ 11.88	\$ 9.82			\$ 10.83
501 FUEL-COST PER ION													
547 FUEL													
43	NE Combustion Turbine Gas/Oil	28	2,557	285	63,339			2,346		40			66,595
44	Boulder Park	21,834	7,244	418	1,299	41,073	34,488	345,927	275,669	153,757			881,729
45	Kettle Falls CT	14,892	29,066	10,263	811	9,596	25,115	140,200	123,544	66,786			420,273
46	Coyote Springs2							3,325,054	3,622,094	3,106,054			10,053,202
47	Rathdrum Gas Storage Fee	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000			360,000
48	Rathdrum Fuel Exp	146,582	20,164	10,836	(6,116)	3,824	64,411	917,075	54,591	(1,705)			1,209,662
49	Total Account 547	223,336	99,031	61,802	99,333	94,493	164,014	4,770,602	4,115,918	3,364,932			12,993,461
50	TOTAL NET EXPENSE INCLUDING	13,906,935	8,396,291	7,479,310	3,187,707	(177,487)	(295,640)	11,766,095	14,267,684	13,583,910			72,114,805

AVISTA UTILITIES
Washington Electric Jurisdiction
Energy Recovery Mechanism Revenue Credit
Month of September 2003

Description	January	February	March	April	May	June	July	August	September	October	November	December	YTD
Total WA kWhs per Rev Run	588,944,920	587,930,337	572,881,963	664,011,421	698,837,592	757,072,104	515,955,540	543,682,503	476,210,978				5,406,527,358
Deduct Sales for Resale kWhs	(112,642,000)	(159,729,000)	(136,551,000)	(247,840,000)	(305,026,000)	(360,805,000)	(123,286,000)	(108,819,000)	(52,580,000)				(1,606,277,000)
Deduct Exchange (Sch 29) kWhs	(2,343,583)	(1,181,215)	(1,662,435)	(3,385,542)	(3,112,139)	(3,496,245)	(6,822,017)	(7,489,665)	(5,989,441)				(35,482,282)
Deduct Prior Month Unbilled kWhs Heating	(324,817,836)	(290,121,550)	(296,728,549)	(277,811,609)	(278,009,978)	(276,277,421)	(255,668,749)	(255,140,654)	(260,346,976)				(2,514,923,322)
Deduct Prior Month Unbilled kWhs Cooling						(1,628,155)	(6,180,449)	(30,016,405)	(15,995,854)				(53,820,863)
Add Current Month Unbilled kWhs Heating	290,121,550	296,728,549	277,811,609	278,009,978	276,277,421	255,668,749	255,140,654	260,346,976	262,862,085				2,452,967,571
Add Current Month Unbilled kWhs Cooling					1,628,155	6,180,449	30,016,405	15,995,854	3,835,694				57,656,557
Washington Retail kWhs	439,263,051	434,628,121	415,751,588	412,984,248	390,595,051	376,714,481	409,155,384	418,559,609	407,996,486				3,705,648,019
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				3,650,707,225
from Attachment 1 Settlement Stipulation													
Difference from Test Year	(10,214,853)	9,491,054	(20,756,970)	24,872,865	14,123,594	(725,846)	10,589,083	(25,927,828)	53,489,695				54,940,794
WA Retail Revenue Credit	(\$327,692)	\$304,473	(\$665,884)	\$797,922	\$453,085	(\$23,285)	\$339,698	(\$931,765)	\$1,715,949				\$1,762,501
Net Wind Revenue Credit	\$4,169	\$4,491	\$4,720	\$4,907	\$4,930	\$4,870	\$5,250	\$5,288	\$5,172				\$43,797
Total Revenue Credit	(\$323,523)	\$308,964	(\$661,164)	\$802,829	\$458,015	(\$18,415)	\$344,948	(\$826,477)	\$1,721,121				\$1,806,298

Schedule 95 Wind Revenue	\$5,750.51	\$6,195.15	\$6,510.79	\$6,768.24	\$6,800.49	\$6,717.09	\$7,241.83	\$7,293.13	\$7,133.84				\$60,411.07
Deduct Admin Expense	\$1,581.39	\$1,703.67	\$1,790.47	\$1,861.27	\$1,870.13	\$1,847.20	\$1,991.50	\$2,005.61	\$1,961.81				\$16,613.04
\$.005 per kwh, 55 kwh per Revenue \$													
Net Wind Revenue Credit	\$4,169.12	\$4,491.48	\$4,720.32	\$4,906.97	\$4,930.36	\$4,869.89	\$5,250.33	\$5,287.52	\$5,172.03				\$43,798.03

Avista Corp.
1411 East Mission PO Box 3727
Spokane, Washington 99220-3727
Telephone 509-489-0500
Toll Free 800-727-9170



Corp.

November 10, 2003

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 October 2003

Dear Ms. Washburn:

Enclosed are an original and five copies of Avista Corporation's Power Cost Deferral Report for the month of October 2003. The report includes the monthly energy recovery mechanism (ERM) accounting journal together with backup workpapers. Actual net power costs exceeded authorized costs by \$1,798,172. Since the \$9 million deadband for 2003 was accumulated at the end of April 2003, the 90% factor was applied, which resulted in a deferral entry of \$1,618,355.

Actual power supply expenses were higher than authorized as a result of higher purchased power expense due in large part to lower hydro generation. Hydro generation was 64 aMW below authorized levels. Coyote Springs generated 4 aMW below the authorized level. Colstrip and Kettle Falls generated 4 aMW and 24 aMW above the authorized level respectively. Other gas-fired resources generated 26 aMW below the authorized level. Thermal fuel expense and natural gas fuel expense were both higher than the authorized level. Washington retail sales were 33 aMW above the authorized level.

There were no new forward long-term power contracts of one year or longer entered into in the month of October 2003. 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". The signature is written in a cursive, flowing style.

Kelly Norwood
Vice President State and Federal Regulation
Avista Corporation

Enclosure

RM

c: Robert Cromwell
S. Bradley Van Cleve

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

MONTH OF OCTOBER 2003

Journal ID: **DJ702** Journal Description: WA - ERM Effective Date: 10-31-2003

Corp: WWP Journal Sponsor: RESOURCE \$#: \$ Tran Type: C Error Code: Q Code: G

Control Amount Total: 4,441,464.00 Saved By: Linda Donley Saved Date: 11-06-2003 1:18:16 PM

Edit Date: 11-06-2003 12:54:25 PM

Seq	WO	UMain	Sub	RC	Cost Code	SL_ID	LOC	Debit Amount	Credit Amount	Transaction Description
5	0000	9186	01	028	EE			0.00	0.00	WA ERM YTD COMPANY BAND
<i>Record YTD accumulation of Company Band for WA ERM. Allows tracking of balance on the GL.</i>										
10	0000	9186	02	028	EE			0.00	0.00	WA ERM YTD CONTRA ACCOUNT
<i>Contra account for YTD WA ERM Company Band. Offsets 918601 to prevent Balance Sheet inflation.</i>										
15	2577	0557	28	G55	EE	X	028	0.00	1,618,355.00	POWER TRANSACTIONS/* WA ERM DEF
20	0000	9186	28	028	EE			1,618,355.00	0.00	WA ERM - CURRENT YEAR
23	2577	0557	29	X55	EE	X	028	1,925,572.00	0.00	POWER TRANSACTIONS /* WA ERM AMT
27	0000	9182	35	028	EE			0.00	1,925,572.00	WASHINGTON ERM DEFERRAL BALANCE
43	0000	9182	35	028	EE			415,042.00	0.00	WASHINGTON ERM DEFERRAL BALANCE
<i>Interest income on deferral balance in 18235 authorized for recovery</i>										
45	0000	9186	28	028	EE			85,679.00	0.00	WA ERM - CURRENT YEAR
<i>Interest income (expense) on deferral balance in 18628</i>										
47	0000	9186	29	028	EE			90,582.00	0.00	WA ERM - LAST YEAR
<i>Interest income (expense) on deferral balance in 18629</i>										
50	Q000	9419	00	Q98	EE	X	098	0.00	591,303.00	NON-UTILITY REVENUE/INT/DIV INCOME
70	0000	9171	00	FIN	EE			591,303.00	0.00	INTEREST & DIVIDENDS REC
<i>Accrue interest income on deferral balance</i>										
80	0000	9171	00	FIN	EE			0.00	591,303.00	INTEREST & DIVIDENDS REC
<i>Transfer interest income accrual to deferred power costs (in lieu of receipt)</i>										
82	0135	0410	10	X54	EE	X	028	0.00	107,526.00	INCOME TAX /* PRV DFIT DR
<i>DFIT entry includes, power supply deferral, generation options, surcharge amortization</i>										
85	0135	9410	20	X54	EE	X	028	206,957.00	0.00	INCOME TAX /PROV DEFERRED IT
<i>DFIT entry for interest income</i>										
89	0000	9283	28	028	EE			0.00	99,431.00	ADFIT-WA ERM CURRENT AND PRIOR YRS

Journal ID: **DJ702** Journal Description: WA - ERM Effective Date: 10-31-2003
Corp: WWP Journal Sponsor: RESOURCE \$#: \$ Tran Type: C Error Code: Q Code: G
Control Amount Total: 4,441,464.00 Saved By: Linda Donley Saved Date: 11-06-2003 1:18:16 PM
Edit Date: 11-06-2003 12:54:25 PM

Seq	WO	UMain	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description	
Totals:								4,933,490.00	4,933,490.00		
								Trans:	11	Rows:	15

Prepared By: Linda Donley 11/6/03
Date: _____
Reviewed By: [Signature] 11/6/03
Date: _____

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

Approved For Entry - Corporate
Accounting Use Only
Date

> GD WWP,0000918628,028 ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
CORP: WWP ACCOUNT: 0000918628 CENTER: 028
WA ERM - CURRENT YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	.00	730,862.00	41,555,462.00
02	.00	214,588.82-	48,503,456.00
03	.00	927,912.16-	56,040,731.00
04	94,153.00	640,898.16-	86,458,493.10
05	1,437,758.00	782,317.25	89,491,142.98
06	5,521,304.47	4,173,702.11	109,445,519.84
07	10,897,385.37	.00	152,783,324.57
08	14,878,366.37	3,462,701.00	178,798,591.27
09	17,291,968.37	4,591,436.00	199,658,987.12
10	18,996,002.37	7,990,106.00	151,869,220.71
11	.00	10,046,279.00	156,589,761.03
12	.00	18,418,548.00	8,231,969.75
TOTAL	.00	.00	.00

11/07/03 08:53:58 1 M3LL CIX1 _____

ERM Deferral Balance (Current year - 2003)

Account 9186.28 028

Balance 9/30/03

Deferral

Interest

Balance 10/31/03

Amount	Journal ID
\$17,291,968.37	
1,618,355.00	DJ702
85,679.00	DJ702
<u>\$18,996,002.37</u>	

> GD WWP,0000918629,028 ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918629 CENTER: 028
 WA ERM - LAST YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	18,507,141.00	5,590,562.00-	.00
02	18,595,734.00	.00	.00
03	18,684,327.00	.00	.00
04	18,772,920.00	.00	.00
05	18,861,513.00	.00	.00
06	18,950,106.00	.00	.00
07	19,040,688.00	.00	.00
08	19,131,270.00	.00	.00
09	19,221,852.00	.00	.00
10	19,312,434.00	.00	1,306,498.00-
11	.00	.00	5,365,871.00-
12	.00	.00	.00
TOTAL	.00	.00	.00

11/07/03 08:55:04 1 M3LL CIX1 _____

ERM Deferral Balance (Prior year - 2002)

Account 9186.29 028

Balance 9/30/03

Interest

Balance 10/31/03

<u>Amount</u>	<u>Journal ID</u>
\$19,221,852.00	
90,582.00	DJ702
<u>\$19,312,434.00</u>	

> GD WWP,0000918235,028 ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918235 CENTER: 028
 WASHINGTON ERM DEFERRAL BALANCE

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	102,120,741.28	132,006,255.17	.00
02	100,387,075.28	122,433,021.17	.00
03	98,579,839.28	118,334,898.17	.00
04	96,934,524.28	115,248,382.17	.00
05	95,426,432.28	112,494,809.17	.00
06	93,918,785.28	109,873,441.17	.00
07	92,464,598.28	111,925,345.28	.00
08	90,760,912.28	110,453,043.28	.00
09	89,095,467.28	109,001,480.28	.00
10	87,584,937.28	107,664,179.28	.00
11	.00	106,072,397.28	.00
12	.00	104,166,540.28	132,006,255.17
TOTAL	.00	.00	.00

11/07/03 08:54:14 1 M3LL CIX1 _____

Recoverable Deferral Balance

Account 9182.35 028

	Amount	Journal ID
Balance 9/30/03	\$89,095,467.28	
Amortization	-1,925,572.00	DJ702
Interest	415,042.00	DJ702
Balance 10/31/03	<u>\$87,584,937.28</u>	

> GD WWP,0000918601,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
CORP: WWP ACCOUNT: 0000918601 CENTER: 028
WA ERM YTD COMPANY BAND

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00	.00	.00
02	6,578,313.00	.00	.00
03	8,748,531.00	.00	.00
04	9,000,000.00	.00	.00
05	9,000,000.00	.00	.00
06	9,000,000.00	.00	.00
07	9,000,000.00	4,319,249.00	.00
08	9,000,000.00	4,500,000.00	.00
09	9,000,000.00	4,500,000.00	.00
10	9,000,000.00	4,500,000.00	.00
11	.00	4,500,000.00	.00
12	.00	4,500,000.00	.00
TOTAL	.00	.00	.00

11/07/03 08:54:48 1 M3LL CIX1 _____

ERM Deadband

Account 9186.01 028

Balance 9/30/03

2003 deadband accumulation

Balance 10/31/03

Amount	Journal ID
\$9,000,000.00	
0.00	DJ702
<u>\$9,000,000.00</u>	

> GD WWP,0000918602,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918602 CENTER: 028
 WA ERM YTD CONTRA ACCOUNT

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00-	.00	.00
02	6,578,313.00-	.00	.00
03	8,748,531.00-	.00	.00
04	9,000,000.00-	.00	.00
05	9,000,000.00-	.00	.00
06	9,000,000.00-	.00	.00
07	9,000,000.00-	4,319,249.00-	.00
08	9,000,000.00-	4,500,000.00-	.00
09	9,000,000.00-	4,500,000.00-	.00
10	9,000,000.00-	4,500,000.00-	.00
11	.00	4,500,000.00-	.00
12	.00	4,500,000.00-	.00
TOTAL	.00	.00	.00

11/07/03 08:54:52 1 M3LL CIX1 _____

ERM Deadband Contra Account

Account 9186.02 028

Balance 9/30/03

2003 deadband contra entry

Balance 10/31/03

Amount	Journal ID
-\$9,000,000.00	
0.00	DJ702
<u>-\$9,000,000.00</u>	

> GD WWP,0000928328,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000928328 CENTER: 028
 ADFIT-WA ERM CURRENT AND PRIOR YRS

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	42,219,761.00-	44,235,381.00-	14,544,411.00-
02	41,643,986.00-	42,520,405.00-	16,976,210.00-
03	41,042,461.00-	40,604,160.00-	19,614,256.00-
04	40,530,561.00-	39,702,680.00-	30,259,997.00-
05	40,503,998.00-	39,098,236.00-	31,321,900.00-
06	41,436,569.00-	39,830,678.00-	38,305,932.00-
07	42,840,936.00-	39,003,353.00-	53,474,163.00-
08	43,669,694.00-	39,870,511.00-	62,579,507.00-
09	43,963,253.00-	39,757,522.00-	69,880,645.00-
10	44,062,684.00-	40,479,002.00-	52,696,940.00-
11	.00	40,641,539.00-	52,928,362.00-
12	.00	42,904,783.00-	45,886,954.86-
TOTAL	.00	.00	.00

11/07/03 08:54:29 1 M3LL CIX1 _____

Account 9186.28 028 balance	\$18,996,002.37
Account 9186.29 028 balance	19,312,434.00
Account 9182.35 028 balance	87,584,937.28
Total	<u>\$125,893,373.65</u>
Federal income tax rate	-35%
Deferred FIT related to deferrals	<u>-\$44,062,681</u>
Rounding	-3
Balance in Account	<u>-\$44,062,684</u>

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 12/31/02 is 8.88%			Actual cost of debt at 6/30/03 is 8.83%			
The monthly rate is:			The monthly rate is:			
		0.0074	Before Tax		0.00735	Before Tax
		0.00484	After Tax		0.00478	After Tax
		0.35	Tax rate		0.35	Tax rate
2003 Interest						
12-31-2002	GL Balance including interest	18,418,548				
12-31-2002	GL Balance	(18,418,548)	Transfer to 918629			
01-01-2003	GL Balance	0				
Jan-03						
Jan-03	ERM Deferral	0	Deferral	0	Operating	0
Jan-03	Interest	0	Interest	0	Nonoperating	0
01-31-2003	Balance before interest	0		0	Total	0
Feb-03						
Feb-03	ERM Deferral	0	Deferral	0	Operating	0
Feb-03	Interest	0	Interest	0	Nonoperating	0
02-28-2003	Balance before interest	0		0	Total	0
Mar-03						
Mar-03	ERM Deferral	0	Deferral	0	Operating	0
Mar-03	Interest	0	Interest	0	Nonoperating	0
03-31-2003	Balance before interest	0		0	Total	0
Apr-03						
Apr-03	ERM Deferral	93,927	Deferral	32,874	Operating	(32,874)
Apr-03	Interest	226	Interest	79	Nonoperating	(79)
04-30-2003	Balance before interest	93,927		32,953	Total	(32,953)
May-03						
May-03	ERM Deferral	1,339,931	Deferral	468,976	Operating	(468,976)
May-03	Interest	3,674	Interest	1,286	Nonoperating	(1,286)
05-31-2003	Balance before interest	1,433,858		470,262	Total	(470,262)
Jun-03						
Jun-03	ERM Deferral	3,963,024	Deferral	1,387,058	Operating	(1,387,058)
Jun-03	Interest	16,678	Interest	5,837	Nonoperating	(5,837)
Jun-03	CS2 Test Power Reversal	103,844	Reversal	36,345	Operating	(36,345)
06-30-2003	Balance before interest	5,500,726		1,429,240	Total	(1,429,240)
06-30-2003	GL Balance including interest	5,521,304				
Jul-03						
Jul-03	ERM Deferral	5,338,019	Deferral	1,868,307	Operating	(1,868,307)
Jul-03	Interest	39,147	Interest	13,701	Nonoperating	(13,701)
Jul-03	CS2 Test Power Reversal	(1,085)	Reversal	(380)	Operating	380
07-31-2003	Balance before interest	10,858,238		1,881,628	Total	(1,881,628)
Aug-03						
Aug-03	ERM Deferral	3,919,711	Deferral	1,371,899	Operating	(1,371,899)
Aug-03	Interest	61,270	Interest	21,445	Nonoperating	(21,445)
08-31-2003	Balance before interest	14,777,949		1,393,344	Total	(1,393,344)
Sep-03						
Sep-03	ERM Deferral	2,337,377	Deferral	818,082	Operating	(818,082)
Sep-03	Interest	76,225	Interest	26,679	Nonoperating	(26,679)
09-30-2003	Balance before interest	17,115,326		844,761	Total	(844,761)
Oct-03						
Oct-03	ERM Deferral	1,618,355	Deferral	566,424	Operating	(566,424)
Oct-03	Interest	85,679	Interest	29,988	Nonoperating	(29,988)
10-31-2003	Balance before interest	18,733,681		596,412	Total	(596,412)
Summary						
	Net ERM Balance	18,996,002	GL Balance @ 09/30/03	Activity Oct-03	GL Balance @ 10/31/03	
	ADFIT Balance	(6,648,601)	17,291,968	1,704,034	18,996,002	

Sales by Avista for CS2 test power recorded in 447 reduced the PCA deferral and reduced CWIP for CS2. See DJ235.

Adjustment to prior month entry. See SJN07.

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 12/31/02 is 8.88%				Actual cost of debt at 6/30/03 is 8.83%			
The monthly rate is:		0.0074	Before Tax	The monthly rate is:		0.00736	Before Tax
		0.00481	After Tax			0.00478	After Tax
		0.35	Tax rate			0.35	Tax rate
2003 Interest							
12-31-2002	GL Balance including interest	0					
12-31-2002	Transfer from 918628	18,418,548					
01-01-2003	GL Balance	18,418,548					
Jan-03	ERM Transfer to 18235	0		Jan-03	DFIT Expense		ADFIT
Jan-03	Interest		88,593	Deferral	0	Operating	0
01-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)
					31,008	Total	(31,008)
Feb-03	ERM Transfer to 18235	0		Feb-03	DFIT Expense		ADFIT
Feb-03	Interest		88,593	Deferral	0	Operating	0
02-28-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)
					31,008	Total	(31,008)
Mar-03	ERM Transfer to 18235	0		Mar-03	DFIT Expense		ADFIT
Mar-03	Interest		88,593	Deferral	0	Operating	0
03-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)
					31,008	Total	(31,008)
Apr-03	ERM Transfer to 18235	0		Apr-03	DFIT Expense		ADFIT
Apr-03	Interest		88,593	Deferral	0	Operating	0
04-30-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)
					31,008	Total	(31,008)
May-03	ERM Transfer to 18235	0		May-03	DFIT Expense		ADFIT
May-03	Interest		88,593	Deferral	0	Operating	0
05-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)
					31,008	Total	(31,008)
Jun-03	ERM Transfer to 18235	0		Jun-03	DFIT Expense		ADFIT
Jun-03	Interest		88,593	Deferral	0	Operating	0
06-30-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)
					31,008	Total	(31,008)
06-30-2003	GL Balance including interest	18,950,106		Jul-03	DFIT Expense		ADFIT
Jul-03	ERM Transfer to 18235	0		Deferral	0	Operating	0
Jul-03	Interest		90,582	Interest	31,704	Nonoperating	(31,704)
07-31-2003	Balance before interest	18,950,106			31,704	Total	(31,704)
Aug-03	ERM Transfer to 18235	0		Aug-03	DFIT Expense		ADFIT
Aug-03	Interest		90,582	Deferral	0	Operating	0
08-31-2003	Balance before interest	18,950,106		Interest	31,704	Nonoperating	(31,704)
					31,704	Total	(31,704)
Sep-03	ERM Transfer to 18235	0		Sep-03	DFIT Expense		ADFIT
Sep-03	Interest		90,582	Deferral	0	Operating	0
09-30-2003	Balance before interest	18,950,106		Interest	31,704	Nonoperating	(31,704)
					31,704	Total	(31,704)
Oct-03	ERM Transfer to 18235	0		Oct-03	DFIT Expense		ADFIT
Oct-03	Interest		90,582	Deferral	0	Operating	0
10-31-2003	Balance before interest	18,950,106		Interest	31,704	Nonoperating	(31,704)
					31,704	Total	(31,704)
				GL Balance	Activity	GL Balance	
	Net ERM Balance	19,312,434		@ 09/30/03	Oct-03	@ 10/31/03	
				19,221,852	90,582	19,312,434	
	ADFIT Balance	(6,759,352)					

	GL	ADFIT	ADFIT	ADFIT	BALANCE	FOR ALL		
	BALANCE	918235	18628	18629	COMPONENTS	ACCOUNTS		
12-31-2002	(42,904,783)	(36,458,290)	(6,446,493)	0	(42,904,783)			
01-01-2003	(42,904,783)	(36,458,290)	0	(6,446,493)	(42,904,783)			
01-31-2003	(42,219,761)	(35,742,260)	0	(6,477,501)	(42,219,761)	0		
02-28-2003	(41,643,986)	(35,135,477)	0	(6,508,509)	(41,643,986)	0		
03-31-2003	(41,042,461)	(34,502,944)	0	(6,539,517)	(41,042,461)	0		
04-30-2003	(40,530,561)	(33,927,083)	(32,953)	(6,570,525)	(40,530,561)	0		
05-31-2003	(40,503,998)	(33,399,250)	(503,215)	(6,601,533)	(40,503,998)	0		
06-30-2003	(41,436,569)	(32,871,573)	(1,932,455)	(6,632,541)	(41,436,569)	0		
07-31-2003	(42,840,936)	(32,362,608)	(3,814,083)	(6,664,245)	(42,840,936)	0		
08-31-2003	(43,669,694)	(31,766,318)	(5,207,427)	(6,695,949)	(43,669,694)	0		
09-30-2003	(43,963,253)	(31,183,412)	(6,052,188)	(6,727,653)	(43,963,253)	0		
10-31-2003	(44,062,684)	(30,654,727)	(6,648,600)	(6,759,357)	(44,062,684)	0		
11-30-2003						0		
12-31-2003						0		
			ADFIT			Interest		
		41010	941020	928328	918235	918628	918629	941900
12-31-2002	918235	(838,646)	171,596	667,050				
	918628	2,906,640	23,654	(2,930,294)				
Total		2,067,994	195,250	(2,263,244)				
01-31-2003	918235	(889,256)	173,226	716,030	494,931	0	88,593	(583,524)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(889,256)	204,234	685,022				
02-28-2003	918235	(777,870)	171,087	606,783	488,820	0	88,593	(577,413)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(777,870)	202,095	575,775				
03-31-2003	918235	(796,093)	163,560	632,533	467,315	0	88,593	(555,908)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(796,093)	194,568	601,525				
04-30-2003	918235	(737,603)	161,742	575,861	462,121	226	88,593	(550,940)
	918628	32,874	79	(32,953)				
	918629	0	31,008	(31,008)				
Total		(704,729)	192,829	511,900				
05-31-2003	918235	(686,151)	158,318	527,833	452,338	3,674	88,593	(544,605)
	918628	468,976	1,286	(470,262)				
	918629	0	31,008	(31,008)				
Total		(217,175)	190,612	26,563				
06-30-2003	918235	(682,703)	155,026	527,677	442,932	16,678	88,593	(548,203)
	918628	1,423,403	5,837	(1,429,240)				
	918629	0	31,008	(31,008)				
Total		740,700	191,871	(932,571)				
07-31-2003	918235	(664,503)	155,538	508,965	444,394	39,147	90,582	(574,123)
	918628	1,867,927	13,701	(1,881,628)				
	918629	0	31,704	(31,704)				
Total		1,203,424	200,943	(1,404,367)				
08-31-2003	918235	(748,451)	152,161	596,290	434,746	61,270	90,582	(586,598)
	918628	1,371,899	21,445	(1,393,344)				
	918629	0	31,704	(31,704)				
Total		623,448	205,310	(828,758)				
09-30-2003	918235	(731,530)	148,624	582,906	424,640	76,225	90,582	(591,447)
	918628	818,082	26,679	(844,761)				
	918629	0	31,704	(31,704)				
Total		86,552	207,007	(293,559)				
10-31-2003	918235	(673,950)	145,265	528,685	415,042	85,679	90,582	(591,303)
	918628	566,424	29,988	(596,412)				
	918629	0	31,704	(31,704)				
Total		(107,526)	206,957	(99,431)				

			YTD WA ERM Company Band <u>918601</u>	YTD WA ERM Contra Account <u>918602</u>	Total GL <u>Impact</u>
12-31-2002	Balance		\$4,500,000	(\$4,500,000)	\$0
	2003 Requirement	\$9,000,000			
Jan-03	Reverse 2002		(\$4,500,000)	\$4,500,000	
Jan-03	Activity		\$4,982,867	(\$4,982,867)	
01-31-2003	Balance		\$4,982,867	(\$4,982,867)	\$0
Feb-03	Activity		\$1,595,446	(\$1,595,446)	
02-28-2003	Balance		\$6,578,313	(\$6,578,313)	\$0
Mar-03	Activity		\$2,170,218	(\$2,170,218)	
03-31-2003	Balance		\$8,748,531	(\$8,748,531)	\$0
Apr-03	Activity		\$251,469	(\$251,469)	
04-30-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
May-03	Activity		\$0	\$0	
05-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Jun-03	Activity		\$0	\$0	
06-30-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Jul-03	Activity		\$0	\$0	
07-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Aug-03	Activity		\$0	\$0	
08-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Sep-03	Activity		\$0	\$0	
09-30-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Oct-03	Activity		\$0	\$0	
10-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0

AVISTA CORPORATION
OCTOBER 2003 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) (g)
1 (0-600 kWh)	63.158%	93,092,842	0.405¢	\$377,026	0.956277	\$360,541	
1 (601-1300 kWh)	28.376%	41,825,303	0.607¢	253,880	0.956277	242,780	
1 (over 1300 kWh)	8.466%	12,478,609	0.853¢	106,443	0.956277	101,789	
Total Sch 1	100.000%	147,396,754		737,349		705,110	
11		26,798,494	0.788¢	211,172	0.956277	201,939	
12		2,635,570	0.788¢	20,768	0.956277	19,860	
21		128,170,073	0.549¢	703,654	0.956277	672,888	
22		1,499,809	0.549¢	8,234	0.956277	7,874	
25		70,582,032	0.352¢	248,449	0.956277	237,586	
30		2,372,380	0.485¢	11,506	0.956277	11,003	
31		6,703,883	0.485¢	32,514	0.956277	31,092	
32		856,572	0.485¢	4,154	0.956277	3,972	
41-46		\$264,124	109.78%	23,530	0.956277	22,501	
47		\$81,158	109.78%	7,230	0.956277	6,914	
48		\$56,733	109.78%	5,054	0.956277	4,833	
Schedule Totals		387,015,567		\$2,013,614		\$1,925,572	Amortization
kWh not subject to surcharge							-35%
Schedule 28		181,840					DFIT Expense
Schedule 29		3,404,090					
Sch 41-49		2,317,659					
Schedule 61		78,593,000					
Total kWh		471,512,156					

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF OCTOBER 03

DESCRIPTION	CLS	SCH	CURRENT MONTH		YEAR TO DATE		AMOUNT
			CUSTOMERS	QUANTITY	CUSTOMERS	QUANTITY	
RESIDENTIAL FIRM-COMMERCIAL INTERDEPARTMENT REV	1 001 21 001 80 001		184,657 2 184,659	147,395,434 1,320 147,396,754	1,832,577 33 1,832,610	183,257 3 183,261	104,036,363.64 .00 2,260.29
RESIDENTIAL FIRM-COMMERCIAL FIRM-MISC INDUST LIGHTING-PUB ST-HIWAY INTERDEPARTMENT REV	1 011 21 011 31 011 51 011 80 011		17,878 123 14 25 18,040	26,619,752 115,829 6,012 56,901 26,798,494	178,147 1,217 140 270 179,774	17,814 121 14 27 17,977	24,483,119.44 244,538.57 5,841.53 58,640.20 24,792,139.74
RESIDENTIAL FIRM-COMMERCIAL	1 012 21 012		6,413 6,413	2,635,570 2,635,570	63,052 63,052	6,305 6,305	2,732,261.61 2,732,261.61
RESIDENTIAL FIRM-COMMERCIAL FIRM-MISC INDUST INTERDEPARTMENT REV	1 021 21 021 31 021 80 021		3,018 112 8 3,138	118,212,492 9,098,601 858,980 128,170,073	30,295 1,155 84 31,534	3,029 115 8 3,153	74,232,823.62 5,774,294.50 551,455.27 80,558,573.39
RESIDENTIAL FIRM-COMMERCIAL FIRM-MISC INDUST	1 022 21 025 31 025		56 56 8 20	1,499,809 1,499,809 22,078,901 48,508,131 70,582,032	557 557 81 122 203	55 55 8 12 20	1,076,689.41 1,076,689.41 9,090,664.73 21,512,910.03 30,603,574.76
FIRM-COMMERCIAL FIRM-MISC INDUST	21 028 31 028		1 1 2	111,840 70,000 181,840	10 6 16	1 1 1	44,335.76 378,155.57 422,491.33
FIRM-PUMPING-IRRIG	39 029		1	3,404,090	10	1	38,886.372
FIRM-PUMPING-IRRIG	39 030		41 41	2,372,380 2,372,380	421 421	42 42	1,226,789.91 1,226,789.91
FIRM-COMMERCIAL FIRM-MISC INDUST INTERDEPARTMENT REV	21 031 31 031 39 031 80 031		461 129 363 2 955	4,234,208 913,217 1,550,518 5,940 6,703,883	4,540 1,268 3,594 20 9,422	454 126 359 2 942	1,962,522.60 529,070.17 969,704.09 3,240.76 3,464,537.62
RESIDENTIAL FIRM-PUMPING-IRRIG	1 032 39 032		954 107 1,061	608,025 248,547 856,572	9,397 1,097 10,494	939 109 1,049	502,353.96 83,818.90 586,172.86
LIGHTING-PUB ST-HIWAY	51 041		12 12	16,056 16,056	120 120	12 12	27,270.60 27,270.60
LIGHTING-PUB ST-HIWAY	51 042		214	1,041,768	2,035	203	2,346,391.84

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
LIGHTING-PUB ST-HIWAY	51	044	214	1,041,768	236,572.91	2,035	203	10,341,225	2,346,391.84
			13	21,600	1,889.85	124	12	215,989	18,875.19
			13	21,600	1,889.85	124	12	215,989	18,875.19
LIGHTING-PUB ST-HIWAY	51	045	17	220,010	10,079.70	173	17	2,200,028	100,615.18
			17	220,010	10,079.70	173	17	2,200,028	100,615.18
LIGHTING-PUB ST-HIWAY	51	046	26	181,691	12,854.92	262	26	1,646,850	116,606.30
			26	181,691	12,854.92	262	26	1,646,850	116,606.30
FIRM-COMMERCIAL	21	047		496,809	78,749.66			4,937,566	783,599.49
FIRM-MISC INDUST	31	047		15,035	2,117.81			155,152	21,682.47
FIRM-PUMPING-IRRIG	39	047		167	18.58			1,670	185.80
INTERDEPARTMENT REV	80	047		1,256	272.28			12,560	2,722.80
				513,267	81,158.33			5,106,948	808,190.56
RESIDENTIAL	1	048		323,267	56,732.88			3,255,677	568,108.98
				323,267	56,732.88			3,255,677	568,108.98
RESIDENTIAL	1	056			.00				7.98
FIRM-COMMERCIAL	21	056			.00				3.78
					.00				11.76
RESIDENTIAL	1	058			312,396.54				3,682,365.77
FIRM-COMMERCIAL	21	058			485,014.32				4,718,323.53
FIRM-MISC INDUST	31	058			30,287.79				291,679.45
FIRM-PUMPING-IRRIG	39	058			293.88				2,472.07
LIGHTING-PUB ST-HIWAY	51	058			12,300.52				121,411.79
EE - RESIDENTIAL	61	058			.00				.00
INTERDEPARTMENT REV	80	058			.00				25.49
MISC-RENT ELECT PROP	85	058			1,143.52				11,431.22
MISC-OTHER ELECT REV	86	058			16.72				167.20
					841,453.29				8,827,876.52
RESIDENTIAL	1	058A			1,852.76CR				28,544.52CR
FIRM-COMMERCIAL	21	058A			1,510.88CR				20,024.33CR
FIRM-MISC INDUST	31	058A			.84CR				17.15CR
FIRM-PUMPING-IRRIG	39	058A			82.96CR				750.66CR
					3,447.44CR				49,336.66CR
FIRM-ENERGY CHARGE	74	061	5	3,363,000	344,982.14	75	7	117,048,000	11,384,641.05
SURPLUS-ENERGY CHARG	75	061	7	75,230,000	2,890,540.38	300	30	1,567,822,000	47,379,840.77
			12	78,593,000	3,235,522.52	375	37	1,684,870,000	58,764,481.82
EE - RESIDENTIAL	61	090			4.00				40.00
					4.00				40.00
RESIDENTIAL	1	095			6,201.31				60,187.05
FIRM-COMMERCIAL	21	095			828.00				7,253.33
					7,029.31				67,440.38
THEFT OF SERVICE	18	099			2,603.57				21,928.29

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF OCTOBER 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
MISC-SERVICE REV SNP	83	099			24,919.00				265,377.00
MISC-RENT ELECT PROP	85	099			24,383.44				240,729.64
MISC-OTHER ELECT REV	86	099			262.09				2,620.90
					52,168.10				530,655.83
SVC TOTALS			214,680	471,512,156	27,896,143.58	2,131,182	213,118	5,877,039,514	321,629,082.86

Avista Utilities
WASHINGTON POWER COST DEFERRALS

Line No.	WASHINGTON ACTUALS-2003	Actual												Actual Dec-03
		Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03		
1	555 Purchased Power	\$119,555,070	\$13,422,834	\$11,421,679	\$10,178,810	\$6,472,115	\$8,029,186	\$13,925,476	\$15,176,694	\$12,148,195	\$12,661,270	\$	\$	\$
2	501 Thermal Fuel	\$13,997,652	\$1,393,045	\$1,429,229	\$358,181	\$1,323,513	\$1,453,899	\$1,550,650	\$1,778,007	\$1,460,263	\$1,631,160	\$	\$	\$
3	547 CT Fuel	\$15,929,235	\$223,336	\$99,031	\$61,802	\$94,493	\$164,014	\$4,770,602	\$4,115,918	\$3,364,932	\$2,935,774	\$	\$	\$
4	447 Sale for Resale	\$63,681,855	\$4,054,918	\$5,433,400	\$7,448,616	\$8,067,609	\$9,942,738	\$8,480,633	\$6,802,935	\$3,389,480	\$3,542,906	\$	\$	\$
5	Actual Net Expense	\$85,800,102	\$8,396,291	\$7,479,310	\$3,187,707	\$17,748,710	\$295,640	\$11,766,095	\$14,267,684	\$13,583,910	\$13,685,298	\$	\$	\$
6	Potlatch 25 atMW directly assigned to ID	(\$5,900,640)	(\$543,480)	(\$601,710)	(\$581,491)	(\$601,710)	(\$582,300)	(\$601,710)	(\$601,710)	(\$582,300)	(\$602,519)	\$	\$	\$
7	Potlatch 62 atMW directly assigned to ID	(\$6,568,352)						(\$1,827,064)	(\$1,838,240)	(\$1,048,791)	(\$1,854,257)	\$	\$	\$
8	Adjusted Actual Net Expense	\$73,331,111	\$7,852,811	\$6,877,600	\$2,606,216	\$(779,197)	\$(877,940)	\$9,337,321	\$11,827,734	\$11,952,819	\$11,228,522	\$	\$	\$
AUTHORIZED NET EXPENSE-SYSTEM														
9	555 Purchased Power	\$68,370,477	\$7,820,601	\$6,877,530	\$2,970,502	\$1,220,298	\$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	\$2,216,117	\$1,302,967	\$642,820	\$1,720,868	\$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	\$7,304,439	\$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	\$24,973,615	\$4,173,327	\$548,372	\$(938,474)	\$(455,929)	\$3,561,422	\$7,912,142	\$3,825,040	\$4,897,481	\$2,191,454	\$	\$	\$
15	Net Fuel Expense not incl in Acct 547 (1)	\$23,701,368	\$2,855,401	\$2,324,474	\$2,686,342	\$3,392,764	\$3,053,369	\$1,555,471	\$1,498,172	\$1,616,633	\$1,701,079	\$	\$	\$
16	Adjusted Actual - Authorized Net Exp	\$48,674,982	\$2,872,846	\$2,276,443	\$1,747,868	\$2,936,834	\$6,614,792	\$9,467,613	\$5,323,212	\$6,514,114	\$3,892,533	\$	\$	\$
17	Washington Alloc. @ 66.29%	\$32,266,646	\$4,659,344	\$1,904,410	\$1,158,662	\$1,946,827	\$4,394,945	\$6,276,080	\$3,528,757	\$4,318,206	\$2,580,360	\$	\$	\$
18	WA Retail Revenue Adjustment	\$(2,588,486)	\$(323,523)	\$(308,964)	\$(802,829)	\$(458,015)	\$18,415	\$(344,948)	\$826,477	\$(1,721,121)	\$(782,168)	\$	\$	\$
19	Net Power Cost Increase (Decrease)	\$29,678,160	\$4,982,867	\$1,595,446	\$2,170,218	\$355,833	\$1,488,812	\$4,403,360	\$5,931,132	\$4,355,234	\$2,597,085	\$1,798,172	\$	\$
20	100% Net Power Cost Less \$9.0 million Company Band	\$	\$	\$	\$104,363	\$	\$	\$	\$	\$	\$	\$	\$	\$
21	90% Net Power Cost Less \$9.0 million Company Band	\$	\$	\$	\$93,927	\$1,339,931	\$3,963,024	\$5,338,019	\$3,919,711	\$2,337,377	\$1,618,355	\$	\$	\$

Avista Utilities
System Power Supply Expenses
WASHINGTON DEFERRED POWER COST CALCULATION

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
ACTUALS													
555	PURCHASED POWER												
1	7,498,257	5,301,496	4,022,054	7,461,770	4,903,146	6,084,658	7,199,108	8,563,604	6,483,549	5,327,263			62,844,905
2	102,914	57,149	57,548	85,032	160,305	856,370	114,538	95,614	96,055	96,764			1,722,289
3	255,600	255,600	327,932	255,600	255,601	255,601	255,601	255,601	255,601	255,601			2,628,338
4	159,450	159,450	237,655	159,450	159,451	159,449	159,449	159,449	159,449	159,449			1,672,701
5	99,953	99,953	99,953	99,953	99,953	99,953	99,953	99,953	99,953	99,953			999,258
6	2,875,293	2,598,121	1,419,526	1,374,877	-	-	-	-	-	99,817			8,267,818
7	1,722	1,722	1,722	0	-	-	-	-	-	-			(1)
8	246	213	193	211	256	602	265	141	394	349			5,166
9	127,591	156,055	124,688	131,747	112,100	108,053	104,884	64,910	56,800	59,683			2,871
10		114,258	139,324	124,251	122,532	72,629	160,351	155,320	140,414	139,775			1,046,511
11													1,168,854
12	264,331	509,135	413,292	458,695	430,498	226,045	(263,906)	(410,108)	(199,040)	(26,147)			1,402,795
13							1,827,064	1,838,240	1,048,791	1,854,257			6,568,352
14	119,000	121,500	147,500	132,500	112,500	135,000	180,000	157,500	175,500	149,500			1,430,500
15	167,556	232,570	11,414	(107,280)	(23,968)	41,033	(135,330)	(504,223)	(265,130)	8,579			(574,780)
16					135,800	140,000	(30,240)			61,040			306,600
17	4,440,338	3,809,057	4,416,291	-	-	(154,698)	4,249,539	4,465,381	4,091,461	4,471,591			29,788,960
18	6,560	6,555	2,587	2,004	3,941	4,491	4,200	4,339	4,501	3,749			42,927
19								230,973	33				231,006
20	16,118,812	13,422,834	11,421,679	10,178,810	6,472,115	8,029,186	13,925,476	15,176,694	12,148,195	12,661,270			119,555,070

(1) Effective November, 2002, WNP-3 purchase expense has been adjusted to reflect the mid-point price (\$33.37/MWh for the 2002-2003 contract year) per Settlement Agreement, Cause No. U-86-99

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
447 SALES FOR RESALE													
21	3,674,440	6,153,976	4,985,727	7,124,140	7,719,670	8,590,709	5,263,958	3,339,333	1,526,478	3,114,929			51,483,361
22	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000			1,500,000
23	142,563	175,630	180,890	120,643	114,386	133,863	225,775	201,720	192,920	171,665			1,659,996
24	58,284	11,924	91,415	31,878	60,887	81,157	73,438	46,211	36,735	24,384			516,313
25	171	146	137	98	74	68	72	80	83	91			1,020
26	27,224	25,384	26,850	25,078	24,399	23,915	24,712	24,618	24,424	25,838			252,442
27	0	-	-	-	-	971,277	2,685,530	2,983,149	1,403,775	-			8,043,732
28	(4,323)	(4,996)	(4,146)	(5,226)	(5,749)	(12,742)	(12,140)	(11,250)	(11,342)	(7,964)			(79,878)
29						65,088	64,735	61,906	60,214	3,749			251,943
30	6,560	6,555	2,587	2,004	3,941	4,491	4,200	4,339	4,501	3,749			42,927
31	4,054,918	6,518,620	5,433,400	7,448,616	8,067,609	9,942,738	8,480,633	6,802,935	3,369,480	3,542,906			63,681,855

Avista Utilities
System Power Supply Expenses
WASHINGTON DEFERRED POWER COST CALCULATION

ACTUALS

Line No.		Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
501 FUEL-DOLLARS														
32	Kettle Falls	682,778	572,564	534,885	(40,815)	522,492	291,704	607,645	617,233	528,358	547,863	✓		4,864,707
33	Colstrip	930,723	819,619	862,737	385,887	778,135	1,132,680	936,278	1,087,261	923,184	1,064,061	✓		8,920,566
34	Total Coal & Wood	1,613,501	1,392,183	1,397,622	345,072	1,300,627	1,424,384	1,543,923	1,704,494	1,451,542	1,611,924			13,785,273
35	Kettle Falls GS	4,835	862	8,723	3,277	6,566	5,136	3,792	9,353	2,073	519	✓		45,136
36	Colstrip	1,369	0	22,884	9,832	16,320	24,379	2,955	64,160	6,648	18,717	✓		167,244
37	Total Oil & Gas	6,204	862	31,607	13,109	22,886	29,515	6,727	73,513	8,721	19,236			212,380
38	Total Account 501	1,619,705	1,393,045	1,429,229	358,181	1,323,513	1,453,899	1,550,650	1,778,007	1,460,263	1,631,160			13,997,652
501 FUELS														
39	Kettle Falls	57,361	50,587	46,865	39,752	41,586	23,837	49,660	47,826	42,528	44,809			444,811
40	Colstrip	82,890	83,940	81,060	38,493	65,570	97,461	90,544	91,492	94,006	94,979			820,435
501 FUEL-COST PER TON														
41	Kettle Falls	wood \$	11.90 \$	11.32 \$	11.41 \$	(1.03) \$	12.24 \$	12.24 \$	12.91 \$	12.42 \$	12.23 \$			\$ 10.94
42	Colstrip	coal \$	11.23 \$	9.76 \$	10.64 \$	10.02 \$	11.62 \$	10.34 \$	11.88 \$	9.82 \$	11.20 \$			\$ 10.87
547 FUEL														
43	NE Combustion Turbine Gas/Oil	28	2,557	285	63,339			2,346		40	143			68,738
44	Boulder Park	21,834	7,244	418	1,299	41,073	34,488	345,927	275,689	153,757	2,858			884,587
45	Kettle Falls CT	14,892	29,066	10,263	811	9,596	25,115	140,200	123,544	66,786	16,247			436,520
46	Coyote Springs2							3,325,054	3,622,094	3,106,054	2,850,063			12,903,265
47	Rathdrum Gas Storage Fee	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000			400,000
48	Rathdrum Fuel Exp	146,582	20,164	10,836	(6,116)	3,824	64,411	917,075	54,591	(1,705)	26,463			1,236,125
49	Total Account 547	223,336	99,031	61,802	99,333	94,493	164,014	4,770,602	4,115,918	3,364,932	2,935,774			15,929,235
50	TOTAL NET EXPENSE INCLUDING	13,906,935	8,396,291	7,479,310	3,187,707	(177,487)	(295,640)	11,766,095	14,267,684	13,583,910	13,685,298			85,800,102

AVISTA UTILITIES
 Washington Electric Jurisdiction
 Energy Recovery Mechanism Revenue Credit
 Month of October 2003

Description	January	February	March	April	May	June	July	August	September	October	November	December	YTD
Total WA kWhs per Rev Run	588,944,920	587,930,337	572,881,963	664,011,421	698,837,592	757,072,104	515,955,540	543,682,503	476,210,978	471,512,156			5,877,039,514
Deduct Sales for Resale kWhs	(112,642,000)	(158,728,000)	(136,551,000)	(247,840,000)	(305,026,000)	(360,805,000)	(123,286,000)	(108,819,000)	(52,580,000)	(78,593,000)			(1,684,870,000)
Deduct Exchange (Sch 29) kWhs	(2,343,583)	(1,181,215)	(1,862,435)	(3,385,542)	(3,112,139)	(3,496,245)	(6,822,017)	(7,489,665)	(5,989,441)	(3,404,090)			(38,886,372)
Deduct Prior Month Unbilled kWhs Heating	(324,817,836)	(290,121,550)	(296,728,549)	(277,811,609)	(278,009,978)	(276,277,421)	(255,668,749)	(255,140,654)	(260,346,976)	(262,862,085)			(2,777,785,407)
Add Current Month Unbilled kWhs Heating	290,121,550	296,728,549	277,811,609	278,009,978	276,277,421	255,668,749	(6,180,449)	(30,016,405)	(15,995,854)	(3,835,694)			(57,656,557)
Add Current Month Unbilled kWhs Cooling					1,628,155	6,180,449	255,140,654	260,346,976	262,862,085	288,756,634			2,741,724,205
Washington Retail kWhs	439,263,051	434,628,121	415,751,588	412,984,248	390,595,051	376,714,481	409,155,384	418,559,609	407,996,486	411,642,263			57,724,899
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			4,038,125,932
from Attachment 1 Settlement Stipulation													
Difference from Test Year	(10,214,853)	9,491,054	(20,756,970)	24,872,865	14,123,594	(725,846)	10,589,083	(25,927,828)	53,489,695	24,223,556			79,164,350
WA Retail Revenue Credit	(\$327,692)	\$304,473	(\$665,884)	\$797,922	\$453,085	(\$23,285)	\$339,698	(\$831,765)	\$1,715,949	\$777,092			\$2,539,592
Net Wind Revenue Credit	\$4,169	\$4,491	\$4,720	\$4,907	\$4,930	\$4,870	\$5,250	\$5,288	\$5,172	\$5,096			\$48,893
Total Revenue Credit	(\$323,523)	\$308,964	(\$661,164)	\$802,829	\$458,015	(\$18,415)	\$344,948	(\$826,477)	\$1,721,121	\$782,188			\$2,588,485

Schedule 95 Wind Revenue	\$5,750.51	\$6,195.15	\$6,510.79	\$6,768.24	\$6,800.49	\$6,717.09	\$7,241.83	\$7,293.13	\$7,133.84	\$7,029.31			\$67,440.38
Deduct Admin Expense	\$1,581.39	\$1,703.67	\$1,750.47	\$1,861.27	\$1,870.13	\$1,847.20	\$1,991.50	\$2,005.61	\$1,961.81	\$1,933.06			\$18,546.10
Net Wind Revenue Credit	\$4,169.12	\$4,491.48	\$4,720.32	\$4,906.97	\$4,930.36	\$4,869.89	\$5,250.33	\$5,287.52	\$5,172.03	\$5,096.25			\$48,894.28

Avista Corp.
1411 East Mission PO Box 3727
Spokane, Washington 99220-3727
Telephone 509-489-0500
Toll Free 800-727-9170



Corp.

December 10, 2003

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 November 2003

Dear Ms. Washburn:

Enclosed are an original and five copies of Avista Corporation's Power Cost Deferral Report for the month of November 2003. The report includes the monthly energy recovery mechanism (ERM) accounting journal together with backup workpapers. Actual net power costs exceeded authorized costs by \$259,255. Since the \$9 million deadband for 2003 was accumulated at the end of April 2003, the 90% factor was applied, which resulted in a deferral entry of \$233,330.

Actual power supply expenses were higher than authorized as a result of higher purchased power expense due in part to lower hydro and thermal generation. Hydro generation was 33 aMW below authorized levels. Coyote Springs generated 64 aMW below the authorized level due in part to planned maintenance performed the last week of the month. Colstrip generated 32 aMW below the authorized level due to a period of forced reduced output at Unit 4 related to problems with a bearing and fan. Kettle Falls generated 31 aMW above the authorized level. Other gas-fired resources generated 19 aMW below the authorized level. Thermal fuel expense and natural gas fuel expense were both higher than the authorized level. Washington retail sales were 73 aMW above the authorized level, producing a large retail revenue credit, which offset the majority of the power supply cost increase.

The Company entered into a long-term contract with the other owners of Colstrip Units 3 and 4 (see "Confidential Attachment A" filed under seal) to provide power to the water pumps serving the plant. 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". The signature is written in a cursive, flowing style.

Kelly Norwood
Vice President State and Federal Regulation

Enclosure
RM

c: Robert Cromwell
S. Bradley Van Cleve

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

MONTH OF NOVEMBER 2003

ista Corporation - General Ledger Journal Entry

Print Date: 12-3-11:34 AM

Journal ID: DJ702 Journal Description: WA - ERM Effective Date: 11-30-2003

Corp: WWP Journal Sponsor: RESOURCE \$/#: \$ Tran Type: C Error Code: Q Code: G

Control Amount Total: 1,738,045.62 Saved By: Rick Lloyd Saved Date: 12-04-2003 11:34:23 A

Edit Date: 12-03-2003 6:21:21 PM

Seq	WO	UMain	Sub	RC	Cost Code	SL_ID	LOC	Debit Amount	Credit Amount	Transaction Description
5	0000	9186	01	028	EE			0.00	0.00	WA ERM YTD COMPANY BAND
<i>Record YTD accumulation of Company Band for WA ERM. Allows tracking of balance on the GL.</i>										
10	0000	9186	02	028	EE			0.00	0.00	WA ERM YTD CONTRA ACCOUNT
<i>Contra account for YTD WA ERM Company Band. Offsets 918601 to prevent Balance Sheet inflation.</i>										
15	2577	0557	28	G55	EE	X	028	0.00	233,330.00	POWER TRANSACTIONS/* WA ERM DEF
20	0000	9186	28	028	EE			233,330.00	0.00	WA ERM - CURRENT YEAR
23	2577	0557	29	X55	EE	X	028	2,067,508.00	0.00	POWER TRANSACTIONS /* WA ERM AMT
27	0000	9182	35	028	EE			0.00	2,067,508.00	WASHINGTON ERM DEFERRAL BALANCE
43	0000	9182	35	028	EE			405,499.00	0.00	WASHINGTON ERM DEFERRAL BALANCE
<i>Interest income on deferral balance in 18235 authorized for recovery</i>										
45	0000	9186	28	028	EE			90,105.00	0.00	WA ERM - CURRENT YEAR
<i>Interest income (expense) on deferral balance in 18628</i>										
47	0000	9186	29	028	EE			90,582.00	0.00	WA ERM - LAST YEAR
<i>Interest income (expense) on deferral balance in 18629</i>										
50	Q000	9419	00	Q98	EE	X	098	0.00	586,186.00	NON-UTILITY REVENUE/INT/DIV INCOME
70	0000	9171	00	FIN	EE			586,186.00	0.00	INTEREST & DIVIDENDS REC
<i>Accrue interest income on deferral balance</i>										
80	0000	9171	00	FIN	EE			0.00	586,186.00	INTEREST & DIVIDENDS REC
<i>Transfer interest income accrual to deferred power costs (in lieu of receipt)</i>										
82	0135	0410	10	X54	EE	X	028	0.00	641,962.00	INCOME TAX /* PRV DFIT DR
<i>DFIT entry includes, power supply deferral, generation options, surcharge amortization</i>										
85	0135	9410	20	X54	EE	X	028	205,166.00	0.00	INCOME TAX /PROV DEFERED IT
<i>DFIT entry for interest income</i>										
89	0000	9283	28	028	EE			436,796.00	0.00	ADFIT-WA ERM CURRENT AND PRIOR YRS

ta Corporation - General Ledger Journal Entry

Print Date: 12-04-20 11:34 AM

Journal ID: **DJ702** Journal Description: **WA - ERM** Effective Date: **11-30-2003**
 Corp: **WWP** Journal Sponsor: **RESOURCE** \$/: **\$** Tran Type: **C** Error Code: **Q** Code: **G**
 Control Amount Total: **1,738,045.62** Saved By: **Rick Lloyd** Saved Date: **12-04-2003 11:34:23 A**
 Edit Date: **12-03-2003 6:21:21 PM**

<u>Seq</u>	<u>WO</u>	<u>UMain</u>	<u>Sub</u>	<u>RC</u>	<u>Cost Code</u>	<u>SL ID</u>	<u>LOC</u>	<u>Debit Amount</u>	<u>Credit Amount</u>	<u>Transaction Description</u>	Rows:
Totals:								4,115,172.00	4,115,172.00		17
Prepared By: <u><i>E. Andy Kelly</i></u> Date: <u>12/4/03</u> Reviewed By: <u><i>A. Hamilton</i></u> Date: <u>12/4/03</u>											

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

Approved For Entry - Corporate
 Accounting Use Only

> GD WWP,0000918628,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918628 CENTER: 028
 WA ERM - CURRENT YEAR

ER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	.00	730,862.00	41,555,462.00
02	.00	214,588.82-	48,503,456.00
03	.00	927,912.16-	56,040,731.00
04	94,153.00	640,898.16-	86,458,493.10
05	1,437,758.00	782,317.25	89,491,142.98
06	5,521,304.47	4,173,702.11	109,445,519.84
07	10,897,385.37	.00	152,783,324.57
08	14,878,366.37	3,462,701.00	178,798,591.27
09	17,291,968.37	4,591,436.00	199,658,987.12
10	18,996,002.37	7,990,106.00	151,869,220.71
11	19,319,437.37	10,046,279.00	156,589,761.03
12	.00	18,418,548.00	8,231,969.75
TOTAL	.00	.00	.00

12/08/03 10:06:01 1 M3LL CIX1 _____

ERM Deferral Balance (Current year - 2003)

Account 9186.28 028

Balance 10/31/03

Deferral

Interest

Balance 11/30/03

Amount	Journal ID
\$18,996,002.37	
233,330.00	DJ702
90,105.00	DJ702
<u>\$19,319,437.37</u>	

> GD WWP,0000918629,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918629 CENTER: 028
 WA ERM - LAST YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	18,507,141.00	5,590,562.00-	.00
02	18,595,734.00	.00	.00
03	18,684,327.00	.00	.00
04	18,772,920.00	.00	.00
05	18,861,513.00	.00	.00
06	18,950,106.00	.00	.00
07	19,040,688.00	.00	.00
08	19,131,270.00	.00	.00
09	19,221,852.00	.00	.00
10	19,312,434.00	.00	1,306,498.00-
11	19,403,016.00	.00	5,365,871.00-
12	.00	.00	.00
TOTAL	.00	.00	.00

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ERM Deferral Balance (Prior year - 2002)

Account 9186.29 028

Balance 10/31/03
 Interest
 Balance 11/30/03

<u>Amount</u>	<u>Journal ID</u>
\$19,312,434.00	
<u>90,582.00</u>	DJ702
\$19,403,016.00	

> GD WWP,0000918235,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918235 CENTER: 028
 WASHINGTON ERM DEFERRAL BALANCE

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	102,120,741.28	132,006,255.17	.00
02	100,387,075.28	122,433,021.17	.00
03	98,579,839.28	118,334,898.17	.00
04	96,934,524.28	115,248,382.17	.00
05	95,426,432.28	112,494,809.17	.00
06	93,918,785.28	109,873,441.17	.00
07	92,464,598.28	111,925,345.28	.00
08	90,760,912.28	110,453,043.28	.00
09	89,095,467.28	109,001,480.28	.00
10	87,584,937.28	107,664,179.28	.00
11	85,922,928.28	106,072,397.28	.00
12	.00	104,166,540.28	132,006,255.17
TOTAL	.00	.00	.00

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Recoverable Deferral Balance

Account 9182.35 028

Balance 10/31/03

Amortization

Interest

Balance 11/30/03

<u>Amount</u>	<u>Journal ID</u>
\$87,584,937.28	
-2,067,508.00	DJ702
405,499.00	DJ702
<u>\$85,922,928.28</u>	

> GD WWP,0000918601,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918601 CENTER: 028
 WA ERM YTD COMPANY BAND

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00	.00	.00
02	6,578,313.00	.00	.00
03	8,748,531.00	.00	.00
04	9,000,000.00	.00	.00
05	9,000,000.00	.00	.00
06	9,000,000.00	.00	.00
07	9,000,000.00	4,319,249.00	.00
08	9,000,000.00	4,500,000.00	.00
09	9,000,000.00	4,500,000.00	.00
10	9,000,000.00	4,500,000.00	.00
11	9,000,000.00	4,500,000.00	.00
12	.00	4,500,000.00	.00
TOTAL	.00	.00	.00

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ERM Deadband
Account 9186.01 028
 Balance 10/31/03
 2003 deadband accumulation
 Balance 11/30/03

Amount	Journal ID
\$9,000,000.00	
0.00	DJ702
<u>\$9,000,000.00</u>	

> GD WWP,0000918602,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918602 CENTER: 028
 WA ERM YTD CONTRA ACCOUNT

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00-	.00	.00
02	6,578,313.00-	.00	.00
03	8,748,531.00-	.00	.00
04	9,000,000.00-	.00	.00
05	9,000,000.00-	.00	.00
06	9,000,000.00-	.00	.00
07	9,000,000.00-	4,319,249.00-	.00
08	9,000,000.00-	4,500,000.00-	.00
09	9,000,000.00-	4,500,000.00-	.00
10	9,000,000.00-	4,500,000.00-	.00
11	9,000,000.00-	4,500,000.00-	.00
12	.00	4,500,000.00-	.00
TOTAL	.00	.00	.00

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ERM Deadband Contra Account
Account 9186.02 028
 Balance 10/31/03
 2003 deadband contra entry
 Balance 11/30/03

Amount	Journal ID
-\$9,000,000.00	
0.00	DJ702
<u>-\$9,000,000.00</u>	

> GD WWP,0000928328,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000928328 CENTER: 028
 ADFIT-WA ERM CURRENT AND PRIOR YRS

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	42,219,761.00-	44,235,381.00-	14,544,411.00-
02	41,643,986.00-	42,520,405.00-	16,976,210.00-
03	41,042,461.00-	40,604,160.00-	19,614,256.00-
04	40,530,561.00-	39,702,680.00-	30,259,997.00-
05	40,503,998.00-	39,098,236.00-	31,321,900.00-
06	41,436,569.00-	39,830,678.00-	38,305,932.00-
07	42,840,936.00-	39,003,353.00-	53,474,163.00-
08	43,669,694.00-	39,870,511.00-	62,579,507.00-
09	43,963,253.00-	39,757,522.00-	69,880,645.00-
10	44,062,684.00-	40,479,002.00-	52,696,940.00-
11	43,625,888.00-	40,641,539.00-	52,928,362.00-
12	.00	42,904,783.00-	45,886,954.86-
TOTAL	.00	.00	.00

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Account 9186.28 028 balance	\$19,319,437.37
Account 9186.29 028 balance	19,403,016.00
Account 9182.35 028 balance	85,922,928.28
Total	<u>\$124,645,381.65</u>
Federal income tax rate	-35%
Deferred FIT related to deferrals	<u>-\$43,625,884</u>
Rounding	-4
Balance in Account	<u>-\$43,625,888</u>

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 12/31/02 is 8.88%--				Actual cost of debt at 6/30/03 is 8.83%			
The monthly rate is:		0.00740	Before Tax	The monthly rate is:		0.00736	Before Tax
		0.004810	After Tax			0.00478	After Tax
		0.35	Tax rate			0.35	Tax rate
2003 Interest							
12-31-2002	GL Balance including interest	104,166,540					
Jan-03	Surcharge Amortization	(2,540,730)		Jan-03	DFIT Expense		ADFIT
Jan-03	Interest		494,931	Amortization	(889,256)	Operating	889,256
01-31-2003	Balance before interest	101,625,810		Interest	173,226	Nonoperating	(173,226)
					(716,030)	Total	716,030
Feb-03	Surcharge Amortization	(2,222,486)		Feb-03	DFIT Expense		ADFIT
Feb-03	Interest Recorded		488,820	Amortization	(777,870)	Operating	777,870
02-28-2003	Balance before interest	99,403,324		Interest	171,087	Nonoperating	(171,087)
Feb-03	Recalculate Interest		483,475		(606,783)	Total	606,783
Interest not accrued on one half of 2/03 surcharge amortization							
Mar-03	Surcharge Amortization	(2,274,551)		Mar-03	DFIT Expense		ADFIT
Mar-03	Interest		472,660	Amortization	(796,093)	Operating	796,093
03-31-2003	Balance before interest	97,128,773		Interest	163,560	Nonoperating	(163,560)
Mar-03	Adjust 2/03 Interest		(5,345)		(632,533)	Total	632,533
			467,315				
Apr-03	Surcharge Amortization	(2,107,436)		Apr-03	DFIT Expense		ADFIT
Apr-03	Interest		462,121	Amortization	(737,603)	Operating	737,603
04-30-2003	Balance before interest	95,021,337		Interest	161,742	Nonoperating	(161,742)
					(575,861)	Total	575,861
May-03	Surcharge Amortization	(1,960,430)		May-03	DFIT Expense		ADFIT
May-03	Interest		452,338	Amortization	(686,151)	Operating	686,151
05-31-2003	Balance before interest	93,060,907		Interest	158,318	Nonoperating	(158,318)
					(527,833)	Total	527,833
Jun-03	Surcharge Amortization	(1,950,579)		Jun-03	DFIT Expense		ADFIT
Jun-03	Interest		442,932	Amortization	(682,703)	Operating	682,703
06-30-2003	Balance before interest	91,110,328		Interest	155,026	Nonoperating	(155,026)
					(527,677)	Total	527,677
06-30-2003	GL Balance including interest	93,918,785		Jul-03	DFIT Expense		ADFIT
Jul-03	Surcharge Amortization	(1,898,581)		Amortization	(664,503)	Operating	664,503
Jul-03	Interest		444,394	Interest	155,538	Nonoperating	(155,538)
07-31-2003	Balance before interest	92,020,204			(508,965)	Total	508,965
				Aug-03	DFIT Expense		ADFIT
Aug-03	Surcharge Amortization	(2,138,432)		Amortization	(748,451)	Operating	748,451
Aug-03	Interest		434,746	Interest	152,161	Nonoperating	(152,161)
08-31-2003	Balance before interest	89,881,772			(596,290)	Total	596,290
				Sep-03	DFIT Expense		ADFIT
Sep-03	Surcharge Amortization	(2,090,085)		Amortization	(731,530)	Operating	731,530
Sep-03	Interest		424,640	Interest	148,624	Nonoperating	(148,624)
09-30-2003	Balance before interest	87,791,687			(582,906)	Total	582,906
				Oct-03	DFIT Expense		ADFIT
Oct-03	Surcharge Amortization	(1,925,572)		Amortization	(673,950)	Operating	673,950
Oct-03	Interest		415,042	Interest	145,265	Nonoperating	(145,265)
10-31-2003	Balance before interest	85,866,115			(528,685)	Total	528,685
				Nov-03	DFIT Expense		ADFIT
Nov-03	Surcharge Amortization	(2,067,508)		Amortization	(723,628)	Operating	723,628
Nov-03	Interest		405,499	Interest	141,925	Nonoperating	(141,925)
11-30-2003	Balance before Interest	83,798,607			(581,703)	Total	581,703
				GL Balance	Activity	GL Balance	
	Net ERM Balance	85,922,928		@ 10/31/03	Nov-03	@ 11/30/03	
			ERM deferral	87,584,937	(1,662,009)	85,922,928	
	ADFIT Balance	(30,073,025)					

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 12/31/02 is 8.88%			Actual cost of debt at 6/30/03 is 8.83%			
The monthly rate is:			The monthly rate is:			
0.0074 Before Tax			0.00736 Before Tax			
0.00484 After Tax			0.00478 After Tax			
0.35 Tax rate			0.35 Tax rate			
2003 Interest						
12-31-2002	GL Balance including interest	18,418,548				
12-31-2002	GL Balance	(18,418,548)	Transfer to 918629			
01-01-2003	GL Balance	0				
Jan-03						
Jan-03	ERM Deferral	0		DFIT Expense		ADFIT
Jan-03	Interest	0		Deferral	0	Operating 0
01-31-2003	Balance before interest	0		Interest	0	Nonoperating 0
					0	Total 0
Feb-03						
Feb-03	ERM Deferral	0		DFIT Expense		ADFIT
Feb-03	Interest	0		Deferral	0	Operating 0
02-28-2003	Balance before interest	0		Interest	0	Nonoperating 0
					0	Total 0
Mar-03						
Mar-03	ERM Deferral	0		DFIT Expense		ADFIT
Mar-03	Interest	0		Deferral	0	Operating 0
03-31-2003	Balance before interest	0		Interest	0	Nonoperating 0
					0	Total 0
Apr-03						
Apr-03	ERM Deferral	93,927		DFIT Expense		ADFIT
Apr-03	Interest		226	Deferral	32,874	Operating (32,874)
04-30-2003	Balance before interest	93,927		Interest	79	Nonoperating (79)
					32,953	Total (32,953)
May-03						
May-03	ERM Deferral	1,339,931		DFIT Expense		ADFIT
May-03	Interest		3,674	Deferral	468,976	Operating (468,976)
05-31-2003	Balance before interest	1,433,858		Interest	1,286	Nonoperating (1,286)
					470,262	Total (470,262)
Jun-03						
Jun-03	ERM Deferral	3,963,024		DFIT Expense		ADFIT
Jun-03	Interest		16,678	Deferral	1,387,058	Operating (1,387,058)
				Interest	5,837	Nonoperating (5,837)
Jun-03	CS2 Test Power Reversal	103,844		Reversal	36,345	Operating (36,345)
06-30-2003	Balance before interest	5,500,726			1,429,240	Total (1,429,240)
06-30-2003	GL Balance including interest	5,521,304				
Jul-03						
Jul-03	ERM Deferral	5,338,019		DFIT Expense		ADFIT
Jul-03	Interest		39,147	Deferral	1,868,307	Operating (1,868,307)
Jul-03	CS2 Test Power Reversal	(1,085)		Interest	13,701	Nonoperating (13,701)
07-31-2003	Balance before interest	10,858,238		Reversal	(380)	Operating 380
					1,881,628	Total (1,881,628)
Aug-03						
Aug-03	ERM Deferral	3,919,711		DFIT Expense		ADFIT
Aug-03	Interest		61,270	Deferral	1,371,899	Operating (1,371,899)
08-31-2003	Balance before interest	14,777,949		Interest	21,445	Nonoperating (21,445)
					1,393,344	Total (1,393,344)
Sep-03						
Sep-03	ERM Deferral	2,337,377		DFIT Expense		ADFIT
Sep-03	Interest		76,225	Deferral	818,082	Operating (818,082)
09-30-2003	Balance before interest	17,115,326		Interest	26,679	Nonoperating (26,679)
					844,761	Total (844,761)
Oct-03						
Oct-03	ERM Deferral	1,618,355		DFIT Expense		ADFIT
Oct-03	Interest		85,679	Deferral	566,424	Operating (566,424)
10-31-2003	Balance before interest	18,733,681		Interest	29,988	Nonoperating (29,988)
					596,412	Total (596,412)
Nov-03						
Nov-03	ERM Deferral	233,330		DFIT Expense		ADFIT
Nov-03	Interest		90,105	Deferral	81,666	Operating (81,666)
11-30-2003	Balance before interest	18,967,011		Interest	31,537	Nonoperating (31,537)
					113,203	Total (113,203)
Summary						
	Net ERM Balance	19,319,437		GL Balance	Activity	GL Balance
				@ 10/31/03	Nov-03	@ 11/30/03
				18,996,002	323,435	19,319,437
	ADFIT Balance	(6,761,803)				

	GL	ADFIT	ADFIT	ADFIT	BALANCE	FOR ALL		
	BALANCE	918235	18628	18629	COMPONENTS	ACCOUNTS		
12-31-2002	(42,904,783)	(36,458,290)	(6,446,493)	0	(42,904,783)			
01-01-2003	(42,904,783)	(36,458,290)	0	(6,446,493)	(42,904,783)			
01-31-2003	(42,219,761)	(35,742,260)	0	(6,477,501)	(42,219,761)	0		
02-28-2003	(41,643,986)	(35,135,477)	0	(6,508,509)	(41,643,986)	0		
03-31-2003	(41,042,461)	(34,502,944)	0	(6,539,517)	(41,042,461)	0		
04-30-2003	(40,530,561)	(33,927,083)	(32,953)	(6,570,525)	(40,530,561)	0		
05-31-2003	(40,503,998)	(33,399,250)	(503,215)	(6,601,533)	(40,503,998)	0		
06-30-2003	(41,436,569)	(32,871,573)	(1,932,455)	(6,632,541)	(41,436,569)	0		
07-31-2003	(42,840,936)	(32,362,608)	(3,814,083)	(6,664,245)	(42,840,936)	0		
08-31-2003	(43,669,694)	(31,766,318)	(5,207,427)	(6,695,949)	(43,669,694)	0		
09-30-2003	(43,963,253)	(31,183,412)	(6,052,188)	(6,727,653)	(43,963,253)	0		
10-31-2003	(44,062,684)	(30,654,727)	(6,648,600)	(6,759,357)	(44,062,684)	0		
11-30-2003	(43,625,888)	(30,073,024)	(6,761,803)	(6,791,061)	(43,625,888)	0		
12-31-2003						0		
			ADFIT			Interest		
		41010	941020	928328	918235	918628	918629	941900
12-31-2002	918235	(838,646)	171,596	667,050				
	918628	2,906,640	23,654	(2,930,294)				
Total		2,067,994	195,250	(2,263,244)				
01-31-2003	918235	(889,256)	173,226	716,030	494,931	0	88,593	(583,524)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(889,256)	204,234	685,022				
02-28-2003	918235	(777,870)	171,087	606,783	488,820	0	88,593	(577,413)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(777,870)	202,095	575,775				
03-31-2003	918235	(796,093)	163,560	632,533	467,315	0	88,593	(555,908)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(796,093)	194,568	601,525				
04-30-2003	918235	(737,603)	161,742	575,861	462,121	226	88,593	(550,940)
	918628	32,874	79	(32,953)				
	918629	0	31,008	(31,008)				
Total		(704,729)	192,829	511,900				
05-31-2003	918235	(686,151)	158,318	527,833	452,338	3,674	88,593	(544,605)
	918628	468,976	1,286	(470,262)				
	918629	0	31,008	(31,008)				
Total		(217,175)	190,612	26,563				
06-30-2003	918235	(682,703)	155,026	527,677	442,932	16,678	88,593	(548,203)
	918628	1,423,403	5,837	(1,429,240)				
	918629	0	31,008	(31,008)				
Total		740,700	191,871	(932,571)				
07-31-2003	918235	(664,503)	155,538	508,965	444,394	39,147	90,582	(574,123)
	918628	1,867,927	13,701	(1,881,628)				
	918629	0	31,704	(31,704)				
Total		1,203,424	200,943	(1,404,367)				
08-31-2003	918235	(748,451)	152,161	596,290	434,746	61,270	90,582	(586,598)
	918628	1,371,899	21,445	(1,393,344)				
	918629	0	31,704	(31,704)				
Total		623,448	205,310	(828,758)				
09-30-2003	918235	(731,530)	148,624	582,906	424,640	76,225	90,582	(591,447)
	918628	818,082	26,679	(844,761)				
	918629	0	31,704	(31,704)				
Total		86,552	207,007	(293,559)				
10-31-2003	918235	(673,950)	145,265	528,685	415,042	85,679	90,582	(591,303)
	918628	566,424	29,988	(596,412)				
	918629	0	31,704	(31,704)				
Total		(107,526)	206,957	(99,431)				
11-30-2003	918235	(723,628)	141,925	581,703	405,499	90,105	90,582	(586,186)
	918628	81,666	31,537	(113,203)				
	918629	0	31,704	(31,704)				
Total		(641,962)	205,166	436,796				

			YTD	YTD	
			WA ERM	WA ERM	
			Company	Contra	Total
			Band	Account	GL
			918601	918602	Impact
12-31-2002	Balance		\$4,500,000	(\$4,500,000)	\$0
2003 Requirement		\$9,000,000			
Jan-03	Reverse 2002		(\$4,500,000)	\$4,500,000	
Jan-03	Activity		\$4,982,867	(\$4,982,867)	
01-31-2003	Balance		\$4,982,867	(\$4,982,867)	\$0
Feb-03	Activity		\$1,595,446	(\$1,595,446)	
02-28-2003	Balance		\$6,578,313	(\$6,578,313)	\$0
Mar-03	Activity		\$2,170,218	(\$2,170,218)	
03-31-2003	Balance		\$8,748,531	(\$8,748,531)	\$0
Apr-03	Activity		\$251,469	(\$251,469)	
04-30-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
May-03	Activity		\$0	\$0	
05-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Jun-03	Activity		\$0	\$0	
06-30-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Jul-03	Activity		\$0	\$0	
07-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Aug-03	Activity		\$0	\$0	
08-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Sep-03	Activity		\$0	\$0	
09-30-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Oct-03	Activity		\$0	\$0	
10-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Nov-03	Activity		\$0	\$0	
11-30-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Dec-03	Activity		\$0	\$0	
12-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0

AVISTA CORPORATION
 NOVEMBER 2003 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)	56.067%	97,866,926	0.405¢	\$396,361	0.956277	\$379,031
1 (601-1300 kWh)	30.471%	53,188,205	0.607¢	322,852	0.956277	308,736
1 (over 1300 kWh)	13.462%	23,498,396	0.853¢	200,441	0.956277	191,677
Total Sch 1	100.000%	174,553,527		919,654		879,444
11		27,530,811	0.788¢	216,943	0.956277	207,458
12		2,961,513	0.788¢	23,337	0.956277	22,317
21		123,900,891	0.549¢	680,216	0.956277	650,475
22		1,619,536	0.549¢	8,891	0.956277	8,502
25		72,670,910	0.352¢	255,802	0.956277	244,618
30		504,540	0.485¢	2,447	0.956277	2,340
31		3,669,358	0.485¢	17,796	0.956277	17,018
32		248,586	0.485¢	1,206	0.956277	1,153
41-46		\$263,030	109.78%	23,433	0.956277	22,408
47		\$81,505	109.78%	7,261	0.956277	6,944
48		\$56,710	109.78%	5,052	0.956277	4,831
Schedule Totals		407,659,672		\$2,162,038		\$2,067,508 Amortization
kWh not subject to surcharge						-35%
Schedule 28		94,480				
Schedule 29		2,632,564				
Sch 41-48		2,300,561				
Schedule 61		74,219,000				
Total kWh		486,906,277				(\$723,628) DFIT Expense

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF NOVEMBER 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
RESIDENTIAL	1	001	185,420	174,553,517	10,277,857.95	2,017,997	183,454	1,940,705,508	114,314,221.59
FIRM-COMMERCIAL	21	001			.00				.00
INTERDEPARTMENT REV	80	001	185,422	174,553,527	10,277,868.43	35	36,401	1,940,741,909	2,270,777.36
RESIDENTIAL	1	011			.00				.00
FIRM-COMMERCIAL	21	011	17,903	27,171,643	2,388,148.19	196,050	17,822	306,241,089	26,871,267.63
FIRM-MISC INDUST	31	011	121	285,102	25,912.04	1,338	121	2,996,701	270,450.61
LIGHTING-PUB ST-HIWAY	51	011	14	6,603	611,604.25	154	14	69,266	6,467.97
INTERDEPARTMENT REV	80	011	25	67,463	5,725.22	295	26	756,687	64,365.42
RESIDENTIAL	1	012	18,063	27,530,811	2,420,411.89	197,837	17,985	310,063,743	27,212,551.63
RESIDENTIAL	1	022	6,444	2,961,513	275,154.79	69,496	6,317	32,530,461	3,007,416.40
RESIDENTIAL	1	021	6,444	2,961,513	275,154.79	69,496	6,317	32,530,461	3,007,416.40
RESIDENTIAL	1	021	3,046	119,636,622	7,495,437.95	33,341	3,031	1,243,165,097	81,728,261.57
FIRM-COMMERCIAL	21	021	114	9,383,749	611,604.25	1,269	115	97,754,205	6,385,898.75
FIRM-MISC INDUST	31	021	8	880,520	54,498.31	92	8	9,822,500	605,953.58
INTERDEPARTMENT REV	80	021	3,168	123,900,891	8,161,540.51	34,702	3,154	1,350,741,802	88,720,113.90
RESIDENTIAL	1	022	52	1,619,536	103,978.01	609	55	18,843,478	1,180,667.42
RESIDENTIAL	1	022	52	1,619,536	103,978.01	609	55	18,843,478	1,180,667.42
FIRM-COMMERCIAL	21	025	8	21,418,219	930,132.02	89	8	231,509,123	10,020,796.75
FIRM-MISC INDUST	31	025	12	51,252,691	2,189,793.23	134	12	550,481,586	23,702,703.26
FIRM-COMMERCIAL	21	028	1	94,480	3,808.57	11	1	1,195,120	48,144.33
FIRM-MISC INDUST	31	028	1	94,480	14,366.40	6	1	3,803,290	392,521.97
FIRM-PUMPING-IRRIG	39	029	1	2,632,564	18,174.97	17	1	4,998,410	440,666.30
FIRM-PUMPING-IRRIG	39	029	1	2,632,564	.00	11	1	41,518,936	.00
FIRM-PUMPING-IRRIG	39	030	42	504,540	25,577.90	463	42	25,119,500	1,252,367.81
FIRM-PUMPING-IRRIG	39	030	42	504,540	25,577.90	463	42	25,119,500	1,252,367.81
FIRM-COMMERCIAL	21	031	460	2,351,037	139,005.28	5,000	454	36,797,632	2,101,527.88
FIRM-MISC INDUST	31	031	128	697,162	42,279.08	1,396	126	9,722,078	571,349.25
FIRM-PUMPING-IRRIG	39	031	365	620,649	41,375.46	3,959	359	16,823,113	1,011,079.55
INTERDEPARTMENT REV	80	031	2	510	46.23	22	2	57,330	3,286.99
RESIDENTIAL	1	032	947	221,564	18,927.75	10,344	940	8,229,424	521,281.71
FIRM-PUMPING-IRRIG	39	032	1,057	248,586	21,201.99	11,551	1,050	9,679,852	607,374.85
LIGHTING-PUB ST-HIWAY	51	041	12	16,056	2,727.06	132	12	176,616	29,997.66
LIGHTING-PUB ST-HIWAY	51	041	12	16,056	2,727.06	132	12	176,616	29,997.66
LIGHTING-PUB ST-HIWAY	51	042	213	1,042,418	236,753.82	2,248	204	11,383,643	2,583,145.66
LIGHTING-PUB ST-HIWAY	51	042	213	1,042,418	236,753.82	2,248	204	11,383,643	2,583,145.66

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF NOVEMBER, 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
LIGHTING-PUB ST-HIWAY	51	044	13	21,600	1,889.85	137	12	237,589	20,765.04
			13	21,600	1,889.85	137	12	237,589	20,765.04
LIGHTING-PUB ST-HIWAY	51	045	17	221,604	10,159.08	190	17	2,421,632	110,774.26
			17	221,604	10,159.08	190	17	2,421,632	110,774.26
LIGHTING-PUB ST-HIWAY	51	046	26	161,996	11,500.02	288	26	1,808,846	128,106.32
			26	161,996	11,500.02	288	26	1,808,846	128,106.32
FIRM-COMMERCIAL	21	047		496,834	79,096.36			5,434,400	862,695.85
FIRM-MISC INDUST	31	047		15,035	2,117.81			170,187	23,800.28
FIRM-PUMPING-IRRIG	39	047		167	18.58			1,837	204.38
INTERDEPARTMENT REV	80	047		1,256	272.28			13,816	2,995.08
				513,292	81,505.03			5,620,240	889,695.59
RESIDENTIAL	1	048		323,595	56,710.41			3,579,272	624,819.39
				323,595	56,710.41			3,579,272	624,819.39
RESIDENTIAL	1	056			.00				7.98
FIRM-COMMERCIAL	21	056			.00				3.78
					.00				11.76
RESIDENTIAL	1	058			359,024.88				4,041,390.65
FIRM-COMMERCIAL	21	058			464,814.65				5,183,138.18
FIRM-MISC INDUST	31	058			30,337.25				322,016.70
FIRM-PUMPING-IRRIG	39	058			220.89				2,692.96
LIGHTING-PUB ST-HIWAY	51	058			12,284.96				133,696.75
INTERDEPARTMENT REV	80	058			.00				25.49
MISC-RENT ELECT PROP	85	058			1,143.52				12,574.74
MISC-OTHER ELECT REV	86	058			16.72				183.92
					867,842.87				9,695,719.39
RESIDENTIAL	1	058A			2,346.20CR				30,890.72CR
FIRM-COMMERCIAL	21	058A			1,480.13CR				21,504.46CR
FIRM-MISC INDUST	31	058A			.61CR				17.76CR
FIRM-PUMPING-IRRIG	39	058A			48.97CR				799.63CR
					3,875.91CR				53,212.57CR
FIRM-ENERGY CHARGE	74	061	7	3,979,000	339,201.97	82	7	121,027,000	11,723,843.02
SURPLUS-ENERGY CHARG	75	061	36	70,240,000	2,771,941.94	336	30	1,638,062,000	50,151,782.71
			43	74,219,000	3,111,143.91	418	38	1,759,089,000	61,875,625.73
EE - RESIDENTIAL	61	090			4.00				44.00
					4.00				44.00
RESIDENTIAL	1	095			6,885.03				67,072.08
FIRM-COMMERCIAL	21	095			823.00				8,076.33
					7,708.03				75,148.41
THEFT OF SERVICE	18	099			2,585.57				24,513.86
MISC-SERVICE REV SNP	83	099			25,866.00				291,243.00
MISC-RENT ELECT PROP	85	099			23,454.28				264,183.92

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF NOVEMBER 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
MISC-OTHER ELECT REV	86	099			262.09				2,882.99
					52,167.94				582,823.77
SVC TOTALS			215,549	486,906,277	29,082,775.90	2,346,731	213,339	6,363,945,791	350,711,858.76

Avista Utilities
 WASHINGTON POWER COST DEFERRALS

Line No.	WASHINGTON ACTUALS-2003	Actual Jan-03	Actual Feb-03	Actual Mar-03	Actual Apr-03	Actual May-03	Actual Jun-03	Actual Jul-01	Actual Aug-03	Actual Sep-03	Actual Oct-03	Actual Nov-03
1	555 Purchased Power	\$134,333,612	\$13,422,834	\$11,421,679	\$10,178,810	\$6,472,115	\$8,029,186	\$13,925,476	\$15,176,694	\$12,148,195	\$12,661,270	\$14,778,543
2	501 Thermal Fuel	\$15,325,256	\$1,619,705	\$1,393,045	\$358,181	\$1,323,513	\$1,453,899	\$1,550,650	\$1,778,007	\$1,460,263	\$1,631,160	\$1,327,604
3	547 CT Fuel	\$17,218,404	\$223,336	\$99,031	\$61,902	\$94,493	\$164,014	\$4,770,602	\$4,115,918	\$3,364,932	\$2,935,774	\$1,289,169
4	447 Sale for Resale	\$67,495,114	\$4,054,918	\$6,518,620	\$5,433,400	\$7,448,616	\$9,942,738	\$8,480,633	\$6,802,935	\$3,389,480	\$3,542,906	\$3,813,259
5	Actual Net Expense	\$99,382,159	\$13,906,935	\$8,396,291	\$7,479,310	\$3,187,707	\$295,640	\$11,766,091	\$14,267,684	\$13,583,910	\$13,685,298	\$13,582,056
6	Portlatch 25 aMW directly assigned to ID	(\$6,482,940)	\$(601,710)	\$(543,480)	\$(601,710)	\$(581,491)	\$(601,710)	\$(601,710)	\$(601,710)	\$(582,300)	\$(602,519)	\$(582,300)
7	Portlatch 62 aMW directly assigned to ID	(\$8,453,625)						\$(1,827,064)	\$(1,838,240)	\$(1,048,791)	\$(1,854,257)	\$(1,885,274)
8	Adjusted Actual Net Expense	\$84,445,593	\$13,305,225	\$7,852,811	\$6,877,600	\$2,606,216	\$(877,940)	\$9,337,321	\$11,827,734	\$11,952,819	\$11,228,522	\$11,114,483
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	\$781,522	\$5,416,131	\$6,079,663	\$6,429,357	\$8,215,787
10	501 Thermal Fuel	\$15,777,429	\$1,497,543	\$1,328,377	\$1,321,593	\$1,193,467	\$566,463	\$1,501,951	\$1,550,936	\$1,519,166	\$1,448,825	\$1,289,090
11	547 CT Fuel	\$30,931,880	\$3,209,570	\$2,713,553	\$2,216,117	\$1,302,967	\$642,820	\$3,644,071	\$4,169,327	\$4,111,073	\$2,703,227	\$2,355,980
12	447 Sale for Resale	\$49,213,167	\$3,395,816	\$3,610,669	\$2,796,420	\$1,922,246	\$2,752,789	\$8,044,786	\$5,227,838	\$4,654,564	\$1,545,341	\$2,563,932
13	Authorized Net Expense	\$65,866,619	\$9,131,898	\$7,304,439	\$7,618,820	\$3,544,690	\$(4,439,362)	\$1,425,171	\$8,002,694	\$7,055,338	\$9,037,068	\$9,296,925
14	Actual - Authorized Net Expense	\$26,791,172	\$4,173,327	\$548,372	\$(741,220)	\$(938,474)	\$(455,929)	\$7,912,142	\$3,825,040	\$4,897,481	\$2,191,454	\$1,817,558
15	Net Fuel Expense not incl in Acct 547 (1)	\$24,835,586	\$2,855,401	\$2,324,474	\$3,017,663	\$2,686,342	\$3,392,764	\$1,555,471	\$1,498,172	\$1,616,633	\$1,701,079	\$1,134,218
16	Adjusted Actual - Authorized Net Exp	\$51,626,758	\$7,028,728	\$2,872,846	\$2,276,443	\$1,747,868	\$2,936,834	\$9,467,613	\$5,323,212	\$6,514,114	\$3,892,533	\$2,951,776
17	Washington Alloc. @ 66.29%	\$34,223,378	\$4,659,344	\$1,904,410	\$1,509,054	\$1,158,662	\$1,946,827	\$6,276,080	\$3,528,757	\$4,318,206	\$2,580,360	\$1,956,732
18	WA Retail Revenue Adjustment	\$(4,285,963)	\$323,523	\$(308,964)	\$661,164	\$(802,829)	\$(458,015)	\$(344,948)	\$826,477	\$(1,721,121)	\$(782,188)	\$(1,697,477)
19	Net Power Cost Increase (Decrease)	\$29,937,415	\$4,982,867	\$1,595,446	\$2,170,218	\$355,833	\$1,488,812	\$4,403,360	\$4,355,234	\$2,597,085	\$1,798,172	\$259,255
20	100% Net Power Cost Less \$9.0 million Company Band	\$104,363				\$104,363						
21	90% Net Power Cost Less \$9.0 million Company Band	\$18,843,673	\$93,927	\$1,339,931	\$3,963,024	\$5,338,019	\$3,919,711	\$2,337,377	\$1,618,355	\$233,330		

Avista Utilities
 System Power Supply Expenses
WASHINGTON DEFERRED POWER COST CALCULATION

ACTUALS

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
555 PURCHASED POWER													
1	7,498,257	5,301,496	4,022,054	7,461,770	4,903,146	6,084,658	7,199,108	8,563,604	6,483,549	5,327,263	5,162,957		68,007,862
2	102,914	57,149	57,548	85,032	160,305	856,370	114,538	95,614	96,055	96,764	101,605		1,823,894
3	255,600	255,600	327,932	255,600	255,601	255,601	255,601	255,601	255,601	255,601	255,601		2,883,939
4	159,450	159,450	237,655	159,450	159,451	159,449	159,449	159,449	159,449	159,449	159,449		1,832,150
5	99,953	99,953	99,953	99,953	99,953	99,953	99,953	99,953	99,953	99,953	99,953		1,099,075
6	2,875,293	2,598,121	1,419,526	1,374,877	-	-	-	-	-	-	2,459,758	(1)	10,727,576
7	1,722	1,722	1,722	0	-	-	-	-	-	-	-	-	5,166
8	246	213	193	211	256	602	265	141	394	349	241		3,112
9	127,591	156,055	124,688	131,747	112,100	108,053	104,884	64,910	56,800	59,683	64,807		1,111,317
10		114,258	139,324	124,251	122,532	72,629	160,351	155,320	140,414	139,775	163,598		1,332,452
11													
12	264,331	509,135	413,292	458,695	430,498	226,045	(263,906)	(410,108)	(199,040)	(26,147)	67,745		1,470,540
13							1,827,064	1,838,240	1,048,791	1,854,257	1,885,274		8,453,625
14	119,000	121,500	147,500	132,500	112,500	135,000	180,000	157,500	175,500	149,500	154,500		1,585,000
15	167,556	232,570	11,414	(107,280)	(23,968)	41,033	(135,330)	(504,223)	(265,130)	8,579	90,638		(484,141)
16					135,800	140,000	(30,240)			61,040			306,600
17	4,440,338	3,809,057	4,416,291	-	-	(154,698)	4,249,539	4,465,381	4,091,461	4,471,591	4,109,996		33,898,956
18	6,560	6,555	2,587	2,004	3,941	4,491	4,200	4,339	4,501	3,749	2,556		45,483
19								230,973	33				231,006
20	16,118,812	13,422,834	11,421,679	10,178,810	6,472,115	8,029,186	13,925,476	15,176,694	12,148,195	12,661,270	14,778,543		134,333,612
(1) Effective November, 2002, WNP-3 purchase expense has been adjusted to reflect the mid-point price (\$33.37/MWh for the 2002-2003 contract year, \$33.78/MWh for the 2003-04 contract year) per Settlement Agreement, Cause No. U-86-99													
447 SALES FOR RESALE													
21	3,674,440	6,153,976	4,985,727	7,124,140	7,719,670	8,590,709	5,263,958	3,339,333	1,526,478	3,114,929	3,388,354		54,881,715
22	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000	150,000		1,650,000
23	142,563	175,630	180,830	120,643	114,386	133,863	225,775	201,720	192,920	171,665	178,741		1,898,737
24	58,284	11,924	91,415	31,878	60,887	81,157	73,438	46,211	36,735	24,384	51,448		567,761
25	171	146	137	98	74	68	72	80	83	91	111		1,131
26	27,224	25,384	26,850	25,078	24,399	23,915	24,712	24,618	24,424	25,838	26,850		279,292
27													8,043,732
28	(4,323)	(4,996)	(4,146)	(5,226)	(5,749)	(12,742)	(12,140)	(11,250)	(11,342)	(7,964)	(5,352)		(85,230)
29							65,088	64,735	61,906	60,214	20,551		272,494
30	6,560	6,555	2,587	2,004	3,941	4,491	4,200	4,339	4,501	3,749	2,556		45,483
31	4,054,918	6,518,620	5,433,400	7,448,616	8,067,609	9,942,738	8,480,633	6,802,935	3,389,480	3,542,906	3,813,259		67,495,114

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2003 WA & ID Actual Deferrals.xls WA monthly-03

Avista Utilities
 System Power Supply Expenses
 WASHINGTON DEFERRED POWER COST CALCULATION

ACTUALS

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
<u>501 FUEL-DOLLARS</u>													
32	wood	682,778	572,564	534,885	(40,815)	291,704	607,645	617,233	528,358	547,863	571,709	-	5,436,416
33	coal	930,723	819,619	862,737	385,887	1,132,680	936,278	1,087,261	923,184	1,064,061	738,860	-	9,659,426
34	Total Coal & Wood	1,613,501	1,392,183	1,397,622	345,072	1,424,384	1,543,923	1,704,494	1,451,542	1,611,924	1,310,569	-	15,095,842
35	gas	4,835	862	8,723	3,277	5,136	3,792	9,353	2,073	519	1,041	-	46,177
36	oil	1,369	0	22,884	9,832	24,379	2,935	64,160	6,648	18,717	15,994	-	183,238
37	Total Oil & Gas	6,204	862	31,607	13,109	29,515	6,727	73,513	8,721	19,236	17,035	-	229,415
38	Total Account 501	1,619,705	1,393,045	1,429,229	358,181	1,453,899	1,550,650	1,778,007	1,460,263	1,631,160	1,327,604	-	15,325,256
<u>501 FUEL-IONS</u>													
39	Kettle Falls	57,361	50,587	46,865	39,752	23,837	49,660	47,826	42,528	44,809	46,961	-	491,772
40	Colstrip	82,890	83,940	81,060	38,493	97,461	90,544	91,492	94,006	94,979	80,944	-	901,379
<u>501 FUEL-COST PER ION</u>													
41	wood	\$ 11.90	\$ 11.32	\$ 11.41	\$ (1.03)	\$ 12.24	\$ 12.24	\$ 12.91	\$ 12.42	\$ 12.23	\$ 12.17	-	\$ 11.05
42	coal	\$ 11.23	\$ 9.76	\$ 10.64	\$ 10.02	\$ 11.62	\$ 10.34	\$ 11.88	\$ 9.82	\$ 11.20	\$ 9.13	-	\$ 10.72
<u>547 FUEL</u>													
43	NE Combustion Turbine Gas/Oil	28	2,557	285	63,339	-	2,346	-	40	143	(217)	-	68,521
44	Boulder Park	21,834	7,244	418	1,299	34,488	345,927	275,689	153,757	2,858	13,242	-	897,829
45	Kettle Falls CT	14,892	29,066	10,263	811	25,115	140,200	123,544	66,786	16,247	11,103	-	447,623
46	Coyote Springs2	40,000	40,000	40,000	40,000	40,000	3,325,054	3,622,094	3,106,054	2,850,063	1,176,251	-	14,079,516
47	Rathdrum Gas Storage Fee	146,582	20,164	10,836	(6,116)	64,411	917,075	54,591	40,000	40,000	40,000	-	440,000
48	Rathdrum Fuel Exp	223,336	99,031	61,802	99,333	164,014	4,770,602	4,115,918	3,364,932	2,935,774	1,289,169	-	1,284,915
49	Total Account 547	13,906,935	8,396,291	7,479,310	3,187,707	(295,640)	11,766,095	14,267,684	13,583,910	13,685,298	13,582,056	-	99,382,159

AVISTA UTILITIES
 Washington Electric Jurisdiction
 Energy Recovery Mechanism Revenue Credit
 Month of November 2003

Description	January	February	March	April	May	June	July	August	September	October	November	December	YTD
Total WA kWhs per Rev Run	588,944,920	587,930,337	572,881,963	664,011,421	699,837,592	757,072,104	515,955,540	543,682,503	476,210,978	471,512,156	486,906,277		6,363,945,791
Deduct Sales for Resale kWhs	(112,642,000)	(158,728,000)	(136,551,000)	(247,840,000)	(305,026,000)	(360,805,000)	(123,286,000)	(108,819,000)	(52,580,000)	(78,583,000)	(74,219,000)		(1,759,089,000)
Deduct Exchange (Sch 29) kWhs	(2,343,583)	(1,181,215)	(1,662,435)	(3,385,542)	(3,112,139)	(3,498,245)	(6,822,017)	(7,489,665)	(5,989,441)	(3,404,090)	(2,632,564)		(41,518,936)
Deduct Prior Month Unbilled kWhs Heating	(324,817,836)	(290,121,550)	(296,728,549)	(277,811,609)	(278,009,978)	(276,277,421)	(255,668,749)	(255,140,654)	(260,346,976)	(262,862,085)	(288,756,634)		(3,066,542,041)
Deduct Prior Month Unbilled kWhs Cooling	290,121,550	296,728,549	277,811,609	278,009,978	276,277,421	255,668,749	(6,180,449)	(30,016,405)	(15,995,854)	(3,835,694)	(88,342)		(57,724,899)
Add Current Month Unbilled kWhs Heating	439,263,051	434,628,121	415,751,588	412,984,248	390,595,051	376,714,481	30,016,405	15,995,854	3,835,694	288,756,634	369,091,867		3,110,816,072
Add Current Month Unbilled kWhs Cooling					1,628,155	6,180,449				68,342			57,724,899
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		4,475,707,849
Test Year Consumption													
from Attachment 1 Settlement Stipulation													
Difference from Test Year	(10,214,853)	9,491,054	(20,756,970)	24,872,865	14,123,594	(725,846)	10,589,083	(25,927,828)	53,489,695	24,223,556	52,739,687		131,904,037
WA Retail Revenue Credit	(\$327,692)	\$304,473	(\$665,884)	\$797,922	\$453,085	(\$23,285)	\$339,698	(\$831,765)	\$1,715,949	\$777,092	\$1,691,889		\$4,231,482
Net Wind Revenue Credit	\$4,169	\$4,491	\$4,720	\$4,907	\$4,930	\$4,870	\$5,250	\$5,288	\$5,172	\$5,096	\$5,588		\$54,481
Total Revenue Credit	(\$323,523)	\$308,964	(\$661,164)	\$802,829	\$458,015	(\$18,415)	\$344,948	(\$826,477)	\$1,721,121	\$782,188	\$1,697,477		\$4,285,963

Schedule 95 Wind Revenue	\$5,750.51	\$6,195.15	\$6,510.79	\$6,768.24	\$6,800.49	\$6,717.09	\$7,241.83	\$7,293.13	\$7,133.84	\$7,029.31	\$7,708.03		\$75,148.41
Deduct Admin Expense	\$1,581.39	\$1,703.67	\$1,790.47	\$1,861.27	\$1,870.13	\$1,847.20	\$1,991.50	\$2,005.61	\$1,961.81	\$1,933.06	\$2,119.71		\$20,665.81
\$.005 per kWh, 55 kWh per Revenue \$													
Net Wind Revenue Credit	\$4,169.12	\$4,491.48	\$4,720.32	\$4,906.97	\$4,930.36	\$4,869.89	\$5,250.33	\$5,287.52	\$5,172.03	\$5,096.25	\$5,588.32		\$54,482.60

Confidential Attachment A

Avista Corporation
Monthly Power Cost Deferral Report
Month of November 2003

Long-term Power Transaction
(See attached)

Exhibit No. ____ (RLM-2C)
Pages 287 through 304 are
CONFIDENTIAL PER PROTECTIVE ORDER IN
WUTC DOCKET NO. 011595

Avista Corp.
1411 East Mission PO Box 3727
Spokane, Washington 99220-3727
Telephone 509-489-0500
Toll Free 800-727-9170



Corp.

January 15, 2004

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 2003

Dear Ms. Washburn:

Enclosed are an original and five copies of Avista Corporation's Power Cost Deferral Report for the month of December 2003. The report includes the monthly energy recovery mechanism (ERM) accounting journal together with backup workpapers. Actual net power costs exceeded authorized costs by \$3,748,012. Since the \$9 million deadband for 2003 was accumulated at the end of April 2003, the 90% factor was applied, which resulted in a deferral entry of \$3,373,211. The Company also recorded entries associated with the Settlement Stipulation entered into on December 10, 2003 in Docket No. UE-030751. The accounting journal and backup workpapers for those entries are also included in the attached report.

Actual power supply expenses were higher than authorized as a result of higher purchased power expense due in part to lower hydro and thermal generation. The average market purchase price was \$37.79/MWh compared to an authorized rate of \$31.50/MWh. Higher power purchase expense was partially offset by higher sales for resale. The average market sales price was \$44.54/MWh compared to an authorized sales price of \$31.20/MWh. Hydro generation was 86 aMW below authorized levels. Coyote Springs generated 58 aMW below the authorized level due primarily to economic dispatch. Colstrip and Kettle Falls generated 17 aMW and 23 aMW above the authorized levels, respectively. Other gas-fired resources generated 9 aMW below the authorized level. Thermal fuel expense was slightly higher than authorized and natural gas fuel expense was lower than the authorized level. Washington retail sales were 90 aMW below the authorized level.

The Company entered into a long-term contract (Calendar year 2004) to purchase exchange capacity (see "Confidential Attachment A" filed under seal). 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". The signature is written in a cursive, flowing style.

Kelly Norwood
Vice President State and Federal Regulation

Enclosure

RM

c: Robert Cromwell
S. Bradley Van Cleve

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

MONTH OF DECEMBER 2003

Print Date: 01-09-2004 01:26 PM

Avista Corporation - General Ledger Journal Entry

Journal ID: DJ702 Journal Description: WA - ERM Effective Date: 12-31-2003
 Corp: WWP Journal Sponsor: RESOURCE \$/#: \$ Tran Type: C Error Code: Q Code: G
 Control Amount Total: 63,354.32 Saved By: Lori Hamilton Saved Date: 01-09-2004 1:26:35 PM
 Edit Date: 01-09-2004 11:38:32 AM

Seq	WO	UMain	Sub	EC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
5	0000	9186	01	028	EE			0.00	0.00	WA ERM YTD COMPANY BAND
<i>Record YTD accumulation of Company Band for WA ERM. Allows tracking of balance on the GL.</i>										
10	0000	9186	02	028	EE			0.00	0.00	WA ERM YTD CONTRA ACCOUNT
<i>Contra account for YTD WA ERM Company Band. Offsets 918601 to prevent Balance Sheet inflation.</i>										
15	2577	0557	28	G55	EE	X	028	0.00	3,373,211.00	POWER TRANSACTIONS / WA ERM DEF
20	0000	9186	28	028	EE			3,373,211.00	0.00	WA ERM - CURRENT YEAR
23	2577	0557	29	X55	EE	X	028	2,600,472.00	0.00	POWER TRANSACTIONS / WA ERM AMT
27	0000	9182	35	028	EE			0.00	2,600,472.00	WASHINGTON ERM DEFERRAL BALANCE
43	0000	9182	35	028	EE			394,342.00	0.00	WASHINGTON ERM DEFERRAL BALANCE
<i>Interest income on deferral balance in 18235 authorized for recovery</i>										
45	0000	9186	28	028	EE			98,724.00	0.00	WA ERM - CURRENT YEAR
<i>Interest income / (expense) on deferral balance in 18628</i>										
47	0000	9186	29	028	EE			90,582.00	0.00	WA ERM - LAST YEAR
<i>Interest income / (expense) on deferral balance in 18629</i>										
50	Q000	9419	00	Q98	EE	X	098	0.00	583,648.00	NON-UTILITY REVENUE/INT/DIV INCOME
70	0000	9171	00	FIN	EE			583,648.00	0.00	INTEREST & DIVIDENDS REC
<i>Accrue interest income on deferral balance</i>										
80	0000	9171	00	FIN	EE			0.00	583,648.00	INTEREST & DIVIDENDS REC
<i>Transfer interest income accrual to deferred power costs (in lieu of receipt)</i>										
82	0135	0410	10	X54	EE	X	028	270,459.00	0.00	INCOME TAX / PRV DFIT DR
<i>DFIT entry includes, power supply deferral, generation options, surcharge amortization</i>										
85	0135	9410	20	X54	EE	X	028	204,277.00	0.00	INCOME TAX / PROV DEFERRED IT
<i>DFIT entry for interest income</i>										
89	0000	9283	28	028	EE			0.00	474,736.00	ADFIT-WA ERM CURRENT AND PRIOR YRS

Avista Corporation - General Ledger Journal Entry

Print Date: 01/04 01:26 PM

Journal ID: **DJ702** Journal Description: **WA - ERM** Effective Date: **12-31-2003**
 Corp: **WWP** Journal Sponsor: **RESOURCE** \$#: **\$** Tran Type: **C** Error Code: **Q** Code: **G**
 Control Amount Total: **63,354.32** Saved By: **Lori Hamilton** Saved Date: **01-09-2004 1:26:35 PM**
 Edit Date: **01-09-2004 11:38:32 AM**

Seq	WO	U	Main	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
Totals:											
									7,615,715.00	7,615,715.00	

Trans: 11 Rows: 15

Prepared By: *Sunder Darley* / 1/9/04 Date
 Reviewed By: *[Signature]* / 1/9/04 Date

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

Approved For Entry - Corporate
 Accounting Use Only
 _____ Date

> GD WWP,0000918628,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918628 CENTER: 028
 WA ERM - CURRENT YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	.00	730,862.00	41,555,462.00
02	.00	214,588.82-	48,503,456.00
03	.00	927,912.16-	56,040,731.00
04	94,153.00	640,898.16-	86,458,493.10
05	1,437,758.00	782,317.25	89,491,142.98
06	5,521,304.47	4,173,702.11	109,445,519.84
07	10,897,385.37	.00	152,783,324.57
08	14,878,366.37	3,462,701.00	178,798,591.27
09	17,291,968.37	4,591,436.00	199,658,987.12
10	18,996,002.37	7,990,106.00	151,869,220.71
11	19,319,437.37	10,046,279.00	156,589,761.03
12	22,791,372.37	18,418,548.00	8,231,969.75
TOTAL	.00	.00	.00

01/12/04 08:42:31 1 M3LL CIX1 _____

ERM Deferral Balance (Current year - 2003)

Account 9186.28 028

Balance 11/30/03

Deferral

Interest

Balance 12/31/03

Amount	Journal ID
\$19,319,437.37	
3,373,211.00	DJ702
98,724.00	DJ702
<u>\$22,791,372.37</u>	

> GD WWP,0000918629,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918629 CENTER: 028
 WA ERM - LAST YEAR

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	18,507,141.00	5,590,562.00-	.00
02	18,595,734.00	.00	.00
03	18,684,327.00	.00	.00
04	18,772,920.00	.00	.00
05	18,861,513.00	.00	.00
06	18,950,106.00	.00	.00
07	19,040,688.00	.00	.00
08	19,131,270.00	.00	.00
09	19,221,852.00	.00	.00
10	19,312,434.00	.00	1,306,498.00-
11	19,403,016.00	.00	5,365,871.00-
12	.00	.00	.00
TOTAL	.00	.00	.00

01/12/04 08:44:27 1 M3LL CIX1 _____

ERM Deferral Balance (Prior year - 2002)

Account 9186.29 028

Balance 11/30/03

Interest

Transfers and charged to expense (see summary below)

Balance 12/31/03

Amount	Journal ID
\$19,403,016.00	
90,582.00	DJ702
<u>-19,493,598.00</u>	SJN01
\$0.00	

Transfer to Account 9182.35 028	Deferred costs	\$15,172,548.00
	2003 interest	885,594.00
	Total	<u>16,058,142.00</u>
Transfer to Account 9182.36 028	Deferred costs	921,000.00
	2003 interest	53,754.00
	Total	<u>974,754.00</u>
Charged to Expense	Deferred costs	2,325,000.00
	2003 interest	135,702.00
	Total	<u>2,460,702.00</u>
Total transfers and charged to expense		<u>\$19,493,598.00</u>

> GD WWP,0000918235,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918235 CENTER: 028
 WASHINGTON ERM DEFERRAL BALANCE

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	102,120,741.28	132,006,255.17	.00
02	100,387,075.28	122,433,021.17	.00
03	98,579,839.28	118,334,898.17	.00
04	96,934,524.28	115,248,382.17	.00
05	95,426,432.28	112,494,809.17	.00
06	93,918,785.28	109,873,441.17	.00
07	92,464,598.28	111,925,345.28	.00
08	90,760,912.28	110,453,043.28	.00
09	89,095,467.28	109,001,480.28	.00
10	87,584,937.28	107,664,179.28	.00
11	85,922,928.28	106,072,397.28	.00
12	99,774,940.28	104,166,540.28	132,006,255.17
TOTAL	.00	.00	.00

01/12/04 08:42:44 1 M3LL CIX1 _____

Recoverable Deferral Balance

Account 9182.35 028

	Amount	Journal ID
Balance 11/30/03	\$85,922,928.28	
Amortization	-2,600,472.00	DJ702
Interest	394,342.00	DJ702
Transfer from Account 9186.29 028*	16,058,142.00	SJN01
Balance 12/31/03	<u>\$99,774,940.28</u>	

*Recoverable amount of deferred costs per Settlement Stipulation	\$15,172,548.00
Interest for the period 1/1/03 - 12/31/03	<u>885,594.00</u>
Total transfer	<u>\$16,058,142.00</u>

> GD WWP,0000918236,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918236 CENTER: 028
 WASHINGTON ERM AMORTIZATION

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	.00	.00	.00
02	.00	.00	.00
03	.00	.00	.00
04	.00	.00	.00
05	.00	.00	.00
06	.00	.00	.00
07	.00	.00	.00
08	.00	.00	.00
09	.00	.00	.00
10	.00	.00	.00
11	.00	.00	.00
12	974,754.00	.00	.00
TOTAL	.00	.00	.00

01/12/04 12:57:34 1 M3LL CIX1 _____

Contract Buyout Deferral Balance
Account 9182.36 028
 Balance 11/30/03
 Transfer from Account 9186.29 028*
 Balance 12/31/03

Amount	Journal ID
\$0.00	
974,754.00	SJN01
<u>\$974,754.00</u>	

*Amount of deferred costs per Settlement Stipulation
 Interest for the period 1/1/03 - 12/31/03
 Total transfer

\$921,000.00
<u>53,754.00</u>
<u>\$974,754.00</u>

> GD WWP,0000918602,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918602 CENTER: 028
 WA ERM YTD CONTRA ACCOUNT

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00-	.00	.00
02	6,578,313.00-	.00	.00
03	8,748,531.00-	.00	.00
04	9,000,000.00-	.00	.00
05	9,000,000.00-	.00	.00
06	9,000,000.00-	.00	.00
07	9,000,000.00-	4,319,249.00-	.00
08	9,000,000.00-	4,500,000.00-	.00
09	9,000,000.00-	4,500,000.00-	.00
10	9,000,000.00-	4,500,000.00-	.00
11	9,000,000.00-	4,500,000.00-	.00
12	9,000,000.00-	4,500,000.00-	.00
TOTAL	.00	.00	.00

01/12/04 08:43:24 1 M3LL CIX1 _____

ERM Deadband Contra Account

Account 9186.02 028

Balance 11/30/03
 2003 deadband contra entry
 Balance 12/31/03

<u>Amount</u>	<u>Journal ID</u>
-\$9,000,000.00	
0.00	DJ702
<u>-\$9,000,000.00</u>	

> GD WWP,0000918602,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000918602 CENTER: 028
 WA ERM YTD CONTRA ACCOUNT

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	4,982,867.00-	.00	.00
02	6,578,313.00-	.00	.00
03	8,748,531.00-	.00	.00
04	9,000,000.00-	.00	.00
05	9,000,000.00-	.00	.00
06	9,000,000.00-	.00	.00
07	9,000,000.00-	4,319,249.00-	.00
08	9,000,000.00-	4,500,000.00-	.00
09	9,000,000.00-	4,500,000.00-	.00
10	9,000,000.00-	4,500,000.00-	.00
11	9,000,000.00-	4,500,000.00-	.00
12	9,000,000.00-	4,500,000.00-	.00
TOTAL	.00	.00	.00

01/12/04 08:43:24 1 M3LL CIX1 _____

ERM Deadband Contra Account

Account 9186.02 028

Balance 11/30/03

2003 deadband contra entry

Balance 12/31/03

Amount	Journal ID
-\$9,000,000.00	
0.00	DJ702
<u>-\$9,000,000.00</u>	

> GD WWP,0000928328,028

ON GLMLY

----- GL:M - AMOUNT MAINTENANCE -----
 CORP: WWP ACCOUNT: 0000928328 CENTER: 028
 ADFIT-WA ERM CURRENT AND PRIOR YRS

PER	CURR YEAR ACTUALS	LAST YEAR ACTUALS	2ND YEAR ACTUALS
01	42,219,761.00-	44,235,381.00-	14,544,411.00-
02	41,643,986.00-	42,520,405.00-	16,976,210.00-
03	41,042,461.00-	40,604,160.00-	19,614,256.00-
04	40,530,561.00-	39,702,680.00-	30,259,997.00-
05	40,503,998.00-	39,098,236.00-	31,321,900.00-
06	41,436,569.00-	39,830,678.00-	38,305,932.00-
07	42,840,936.00-	39,003,353.00-	53,474,163.00-
08	43,669,694.00-	39,870,511.00-	62,579,507.00-
09	43,963,253.00-	39,757,522.00-	69,880,645.00-
10	44,062,684.00-	40,479,002.00-	52,696,940.00-
11	43,625,888.00-	40,641,539.00-	52,928,362.00-
12	43,239,378.00-	42,904,783.00-	45,886,954.86-
TOTAL	.00	.00	.00

01/12/04 08:43:06 1 M3LL CIX1 _____

Account 9186.28 028 balance	\$22,791,372.37
Account 9186.29 028 balance	0.00
Account 9182.35 028 balance	99,774,940.28
Account 9182.36 028 balance	974,754.00
Total	<u>\$123,541,066.65</u>
Federal income tax rate	-35%
Deferred FIT related to deferrals	<u>-\$43,239,373</u>
Rounding	-5
Balance in Account	<u>-\$43,239,378</u>

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 12/31/02 is 8.88%.

The monthly rate is:

0.00740 Before Tax
0.004810 After Tax
0.35 Tax rate

Actual cost of debt at 6/30/03 is 8.83%.

The monthly rate is: 0.00736 Before Tax
0.00478 After Tax
0.35 Tax rate

2003 Interest

12-31-2002	GL Balance including interest	104,166,540				
Jan-03	Surcharge Amortization	(2,540,730)		Jan-03	DFIT Expense	ADFIT
Jan-03	Interest		494,931	Amortization	(889,256)	Operating 889,256
01-31-2003	Balance before interest	101,625,810		Interest	173,226	Nonoperating (173,226)
					(716,030)	Total 716,030
Feb-03	Surcharge Amortization	(2,222,486)		Feb-03	DFIT Expense	ADFIT
Feb-03	Interest Recorded		488,820	Amortization	(777,870)	Operating 777,870
02-28-2003	Balance before interest	99,403,324		Interest	171,087	Nonoperating (171,087)
Feb-03	Recalculate Interest		483,475		(606,783)	Total 606,783
Interest not accrued on one half of 2/03 surcharge amortization						
Mar-03	Surcharge Amortization	(2,274,551)		Mar-03	DFIT Expense	ADFIT
Mar-03	Interest		472,660	Amortization	(796,093)	Operating 796,093
03-31-2003	Balance before interest	97,128,773		Interest	163,560	Nonoperating (163,560)
Mar-03	Adjust 2/03 Interest		(5,345)		(632,533)	Total 632,533
			467,315			
Apr-03	Surcharge Amortization	(2,107,436)		Apr-03	DFIT Expense	ADFIT
Apr-03	Interest		462,121	Amortization	(737,603)	Operating 737,603
04-30-2003	Balance before interest	95,021,337		Interest	161,742	Nonoperating (161,742)
					(575,861)	Total 575,861
May-03	Surcharge Amortization	(1,960,430)		May-03	DFIT Expense	ADFIT
May-03	Interest		452,338	Amortization	(686,151)	Operating 686,151
05-31-2003	Balance before interest	93,060,907		Interest	158,318	Nonoperating (158,318)
					(527,833)	Total 527,833
Jun-03	Surcharge Amortization	(1,950,579)		Jun-03	DFIT Expense	ADFIT
Jun-03	Interest		442,932	Amortization	(682,703)	Operating 682,703
06-30-2003	Balance before interest	91,110,328		Interest	155,026	Nonoperating (155,026)
					(527,677)	Total 527,677
06-30-2003	GL Balance including interest	93,918,785		Jul-03	DFIT Expense	ADFIT
Jul-03	Surcharge Amortization	(1,898,581)		Amortization	(664,503)	Operating 664,503
Jul-03	Interest		444,394	Interest	155,538	Nonoperating (155,538)
07-31-2003	Balance before interest	92,020,204			(508,965)	Total 508,965
				Aug-03	DFIT Expense	ADFIT
Aug-03	Surcharge Amortization	(2,138,432)		Amortization	(748,451)	Operating 748,451
Aug-03	Interest		434,746	Interest	152,161	Nonoperating (152,161)
08-31-2003	Balance before interest	89,881,772			(596,290)	Total 596,290
				Sep-03	DFIT Expense	ADFIT
Sep-03	Surcharge Amortization	(2,090,085)		Amortization	(731,530)	Operating 731,530
Sep-03	Interest		424,640	Interest	148,624	Nonoperating (148,624)
09-30-2003	Balance before interest	87,791,687			(582,906)	Total 582,906
				Oct-03	DFIT Expense	ADFIT
Oct-03	Surcharge Amortization	(1,925,572)		Amortization	(673,950)	Operating 673,950
Oct-03	Interest		415,042	Interest	145,265	Nonoperating (145,265)
10-31-2003	Balance before interest	85,866,115			(528,685)	Total 528,685
				Nov-03	DFIT Expense	ADFIT
Nov-03	Surcharge Amortization	(2,067,508)		Amortization	(723,628)	Operating 723,628
Nov-03	Interest		405,499	Interest	141,925	Nonoperating (141,925)
11-30-2003	Balance before interest	83,798,607			(581,703)	Total 581,703
				Dec-03	DFIT Expense	ADFIT
Dec-03	Surcharge Amortization	(2,600,472)		Amortization	(910,165)	Operating 910,165
Dec-03	Interest		394,342	Interest	138,020	Nonoperating (138,020)
12-31-2003	Balance before interest	81,198,135			(772,145)	Total 772,145
				GL Balance	Activity	GL Balance
				@ 11/30/03	Dec-03	@ 12/31/03
	Net ERM Balance	83,716,798		85,922,928	(2,206,130)	83,716,798
	Transfer from 18629	16,058,142		0	16,058,142	16,058,142
		99,774,940		85,922,928	13,852,012	99,774,940
	ADFIT Balance	(34,921,229)				

Changes semiannually on January 1 and July 1 beginning 1/1/02

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 12/31/02 is 8.88%

Actual cost of debt at 6/30/03 is 8.83%

The monthly rate is:

0.0074 Before Tax
0.00481 After Tax
0.35 Tax rate

The monthly rate is:

0.00736 Before Tax
0.00478 After Tax
0.35 Tax rate

2003 Interest

12-31-2002	GL Balance including interest	18,418,548					
12-31-2002	GL Balance	(18,418,548)	Transfer to 918629				
01-01-2003	GL Balance	0					
				Jan-03	DFIT Expense		ADFIT
Jan-03	ERM Deferral	0		Deferral	0	Operating	0
Jan-03	Interest	0	0	Interest	0	Nonoperating	0
01-31-2003	Balance before interest	0			0	Total	0
				Feb-03	DFIT Expense		ADFIT
Feb-03	ERM Deferral	0		Deferral	0	Operating	0
Feb-03	Interest	0	0	Interest	0	Nonoperating	0
02-28-2003	Balance before interest	0			0	Total	0
				Mar-03	DFIT Expense		ADFIT
Mar-03	ERM Deferral	0		Deferral	0	Operating	0
Mar-03	Interest	0	0	Interest	0	Nonoperating	0
03-31-2003	Balance before interest	0			0	Total	0
				Apr-03	DFIT Expense		ADFIT
Apr-03	ERM Deferral	93,927		Deferral	32,874	Operating	(32,874)
Apr-03	Interest		226	Interest	79	Nonoperating	(79)
04-30-2003	Balance before interest	93,927			32,953	Total	(32,953)
				May-03	DFIT Expense		ADFIT
May-03	ERM Deferral	1,339,931		Deferral	468,976	Operating	(468,976)
May-03	Interest		3,674	Interest	1,286	Nonoperating	(1,286)
05-31-2003	Balance before interest	1,433,858			470,262	Total	(470,262)
				Jun-03	DFIT Expense		ADFIT
Jun-03	ERM Deferral	3,963,024		Deferral	1,387,058	Operating	(1,387,058)
Jun-03	Interest		16,678	Interest	5,837	Nonoperating	(5,837)
Jun-03	CS2 Test Power Reversal	103,844		Reversal	36,345	Operating	(36,345)
06-30-2003	Balance before interest	5,500,726			1,429,240	Total	(1,429,240)
06-30-2003	GL Balance including interest	5,521,304					
				Jul-03	DFIT Expense		ADFIT
Jul-03	ERM Deferral	5,338,019		Deferral	1,868,307	Operating	(1,868,307)
Jul-03	Interest		39,147	Interest	13,701	Nonoperating	(13,701)
Jul-03	CS2 Test Power Reversal	(1,085)		Reversal	(380)	Operating	380
07-31-2003	Balance before interest	10,858,238			1,881,628	Total	(1,881,628)
				Aug-03	DFIT Expense		ADFIT
Aug-03	ERM Deferral	3,919,711		Deferral	1,371,899	Operating	(1,371,899)
Aug-03	Interest		61,270	Interest	21,445	Nonoperating	(21,445)
08-31-2003	Balance before interest	14,777,949			1,393,344	Total	(1,393,344)
				Sep-03	DFIT Expense		ADFIT
Sep-03	ERM Deferral	2,337,377		Deferral	818,082	Operating	(818,082)
Sep-03	Interest		76,225	Interest	26,679	Nonoperating	(26,679)
09-30-2003	Balance before interest	17,115,326			844,761	Total	(844,761)
				Oct-03	DFIT Expense		ADFIT
Oct-03	ERM Deferral	1,618,355		Deferral	566,424	Operating	(566,424)
Oct-03	Interest		85,679	Interest	29,988	Nonoperating	(29,988)
10-31-2003	Balance before interest	18,733,681			596,412	Total	(596,412)
				Nov-03	DFIT Expense		ADFIT
Nov-03	ERM Deferral	233,330		Deferral	81,666	Operating	(81,666)
Nov-03	Interest		90,105	Interest	31,537	Nonoperating	(31,537)
11-30-2003	Balance before interest	18,967,011			113,203	Total	(113,203)
				Dec-03	DFIT Expense		ADFIT
Dec-03	ERM Deferral	3,373,211		Deferral	1,180,624	Operating	(1,180,624)
Dec-03	Interest		98,724	Interest	34,553	Nonoperating	(34,553)
12-31-2003	Balance before interest	22,340,222			1,215,177	Total	(1,215,177)
				GL Balance	Activity	GL Balance	
	Net ERM Balance	22,791,372		@ 11/30/03	Dec-03	@ 12/31/03	
				19,319,437	3,471,935	22,791,372	
	ADFIT Balance	(7,976,980)					

Sales by Avista for CS2 test power recorded in 447 reduced the PCA deferral and reduced CWIP for CS2. See DJ235.

Adjustment to prior month entry. See SJN07.

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 12/31/02 is 8.88%.				Actual cost of debt at 6/30/03 is 8.83%.			
The monthly rate is:				0.0074 Before Tax	The monthly rate is:		
				0.00481 After Tax	0.00736 Before Tax		
				0.35 Tax rate	0.00478 After Tax		
				0.35 Tax rate			
2003 Interest							
12-31-2002	GL Balance including interest	0					
12-31-2002	Transfer from 918628	18,418,548					
01-01-2003	GL Balance	18,418,548					
Jan-03	ERM Transfer to 18235	0			<u>Jan-03</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Jan-03	Interest		88,593	Deferral	0	Operating	0
01-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)
					31,008	Total	(31,008)
Feb-03	ERM Transfer to 18235	0			<u>Feb-03</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Feb-03	Interest		88,593	Deferral	0	Operating	0
02-28-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)
					31,008	Total	(31,008)
Mar-03	ERM Transfer to 18235	0			<u>Mar-03</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Mar-03	Interest		88,593	Deferral	0	Operating	0
03-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)
					31,008	Total	(31,008)
Apr-03	ERM Transfer to 18235	0			<u>Apr-03</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Apr-03	Interest		88,593	Deferral	0	Operating	0
04-30-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)
					31,008	Total	(31,008)
May-03	ERM Transfer to 18235	0			<u>May-03</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
May-03	Interest		88,593	Deferral	0	Operating	0
05-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)
					31,008	Total	(31,008)
Jun-03	ERM Transfer to 18235	0			<u>Jun-03</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Jun-03	Interest		88,593	Deferral	0	Operating	0
06-30-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)
					31,008	Total	(31,008)
06-30-2003	GL Balance including interest	18,950,106			<u>Jul-03</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Jul-03	ERM Transfer to 18235	0		Deferral	0	Operating	0
Jul-03	Interest		90,582	Interest	31,704	Nonoperating	(31,704)
07-31-2003	Balance before interest	18,950,106			31,704	Total	(31,704)
Aug-03	ERM Transfer to 18235	0			<u>Aug-03</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Aug-03	Interest		90,582	Deferral	0	Operating	0
08-31-2003	Balance before interest	18,950,106		Interest	31,704	Nonoperating	(31,704)
					31,704	Total	(31,704)
Sep-03	ERM Transfer to 18235	0			<u>Sep-03</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Sep-03	Interest		90,582	Deferral	0	Operating	0
09-30-2003	Balance before interest	18,950,106		Interest	31,704	Nonoperating	(31,704)
					31,704	Total	(31,704)
Oct-03	ERM Transfer to 18235	0			<u>Oct-03</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Oct-03	Interest		90,582	Deferral	0	Operating	0
10-31-2003	Balance before interest	18,950,106		Interest	31,704	Nonoperating	(31,704)
					31,704	Total	(31,704)
Nov-03	ERM Transfer to 18235	0			<u>Nov-03</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Nov-03	Interest		90,582	Deferral	0	Operating	0
11-30-2003	Balance before interest	18,950,106		Interest	31,704	Nonoperating	(31,704)
					31,704	Total	(31,704)
Dec-03	ERM Transfer to 18235	0			<u>Dec-03</u>	<u>DFIT Expense</u>	<u>ADFIT</u>
Dec-03	Interest		90,582	Deferral	0	Operating	0
12-31-2003	Balance before interest	18,950,106		Interest	31,704	Nonoperating	(31,704)
					31,704	Total	(31,704)
	Total Interest		1,075,050		31,704	Total	(31,704)
				GL Balance	Activity	GL Balance	
				@ 11/30/03	Dec-03	@ 12/31/03	
	Net ERM Balance	19,493,598		19,403,016	90,582	19,493,598	
	Transfer to 18235	(16,058,142)		0	(16,058,142)	(16,058,142)	
	Transfer to 18236	(974,754)		0	(974,754)	(974,754)	
	Writeoff	(2,460,702)		0	(2,460,702)	(2,460,702)	
		0		19,403,016	(19,403,016)	0	
	ADFIT Balance	0					

Tax Rate	35%	DJ702 LTD	DJ702 LTD	DJ702 LTD	DJ702 LTD	928328	DJ702 CURMO	
	928328	928328	928328	928328	928328	928328	928328	
	GL	ADFIT	ADFIT	ADFIT	ADFIT	BALANCE	FOR ALL	
	BALANCE	918235	18628	18629	18636	COMPONENTS	ACCOUNTS	
12-31-2002	(42,904,783)	(36,458,290)	(6,446,493)	0	0	(42,904,783)		
01-01-2003	(42,904,783)	(36,458,290)	0	(6,446,493)	0	(42,904,783)		
01-31-2003	(42,219,761)	(35,742,260)	0	(6,477,501)	0	(42,219,761)	0	
02-28-2003	(41,643,986)	(35,135,477)	0	(6,508,509)	0	(41,643,986)	0	
03-31-2003	(41,042,461)	(34,502,944)	0	(6,539,517)	0	(41,042,461)	0	
04-30-2003	(40,530,561)	(33,927,083)	(32,953)	(6,570,525)	0	(40,530,561)	0	
05-31-2003	(40,503,998)	(33,399,250)	(503,215)	(6,601,533)	0	(40,503,998)	0	
06-30-2003	(41,436,569)	(32,871,573)	(1,932,455)	(6,632,541)	0	(41,436,569)	0	
07-31-2003	(42,840,936)	(32,362,608)	(3,814,083)	(6,664,245)	0	(42,840,936)	0	
08-31-2003	(43,669,694)	(31,766,318)	(5,207,427)	(6,695,949)	0	(43,669,694)	0	
09-30-2003	(43,963,253)	(31,183,412)	(6,052,188)	(6,727,653)	0	(43,963,253)	0	
10-31-2003	(44,062,684)	(30,654,727)	(6,648,600)	(6,759,357)	0	(44,062,684)	0	
11-30-2003	(43,625,888)	(30,073,024)	(6,761,803)	(6,791,061)	0	(43,625,888)	0	
12-31-2003	(43,625,888)	(29,300,875)	(7,976,980)	(6,822,765)		(44,100,624)	(474,736)	DJ702
12-31-2003	(44,100,624)	(34,921,229)	(7,976,980)	(6)	(341,164)	(43,239,379)	861,245	SJN01
12-31-2003	(43,239,378)	(34,921,229)	(7,976,980)	(6)	(341,164)	(43,239,379)	(1)	
		ADFIT					Interest	
		41010	941020	928328		918235	918628	918629 941900
12-31-2002	918235	(838,646)	171,596	667,050				
	918628	2,906,640	23,654	(2,930,294)				
Total		2,067,994	195,250	(2,263,244)				
01-31-2003	918235	(889,256)	173,226	716,030		494,931	0	88,593 (583,524)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(889,256)	204,234	685,022				
02-28-2003	918235	(777,870)	171,087	606,783		488,820	0	88,593 (577,413)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(777,870)	202,095	575,775				
03-31-2003	918235	(796,093)	163,560	632,533		467,315	0	88,593 (555,908)
	918628	0	0	0				
	918629	0	31,008	(31,008)				
Total		(796,093)	194,568	601,525				
04-30-2003	918235	(737,603)	161,742	575,861		462,121	226	88,593 (550,940)
	918628	32,874	79	(32,953)				
	918629	0	31,008	(31,008)				
Total		(704,729)	192,829	511,900				
05-31-2003	918235	(686,151)	158,318	527,833		452,338	3,674	88,593 (544,605)
	918628	468,976	1,286	(470,262)				
	918629	0	31,008	(31,008)				
Total		(217,175)	190,612	26,563				
06-30-2003	918235	(682,703)	155,026	527,677		442,932	16,678	88,593 (548,203)
	918628	1,423,403	5,837	(1,429,240)				
	918629	0	31,008	(31,008)				
Total		740,700	191,871	(932,571)				
07-31-2003	918235	(664,503)	155,538	508,965		444,394	39,147	90,582 (574,123)
	918628	1,867,927	13,701	(1,881,628)				
	918629	0	31,704	(31,704)				
Total		1,203,424	200,943	(1,404,367)				
08-31-2003	918235	(748,451)	152,161	596,290		434,746	61,270	90,582 (586,598)
	918628	1,371,899	21,445	(1,393,344)				
	918629	0	31,704	(31,704)				
Total		623,448	205,310	(828,758)				
09-30-2003	918235	(731,530)	148,624	582,906		424,640	76,225	90,582 (591,447)
	918628	818,082	26,679	(844,761)				
	918629	0	31,704	(31,704)				
Total		86,552	207,007	(293,559)				
10-31-2003	918235	(673,950)	145,265	528,685		415,042	85,679	90,582 (591,303)
	918628	566,424	29,988	(596,412)				
	918629	0	31,704	(31,704)				
Total		(107,526)	206,957	(99,431)				
11-30-2003	918235	(723,628)	141,925	581,703		405,499	90,105	90,582 (586,186)
	918628	81,666	31,537	(113,203)				
	918629	0	31,704	(31,704)				
Total		(641,962)	205,166	436,796				
12-31-2003	918235	(910,165)	138,020	772,145		394,342	98,724	90,582 (583,648)
	918628	1,180,624	34,553	(1,215,177)				
	918629	0	31,704	(31,704)				
Total		270,459	204,277	(474,736)				
12-31-2003	918235	0	0	(5,620,350)				
SJN01	918628	0	0	0				
	918629	0	0	6,822,759				
	918636	0	0	(341,164)				
	Writeoff	(813,750)	(47,496)	861,245				

			YTD	YTD	
			WA ERM	WA ERM	
			Company	Contra	Total
			Band	Account	GL
			918601	918602	Impact
12-31-2002	Balance		\$4,500,000	(\$4,500,000)	\$0
2003 Requirement		\$9,000,000			
Jan-03	Reverse 2002		(\$4,500,000)	\$4,500,000	
Jan-03	Activity		\$4,982,867	(\$4,982,867)	
01-31-2003	Balance		\$4,982,867	(\$4,982,867)	\$0
Feb-03	Activity		\$1,595,446	(\$1,595,446)	
02-28-2003	Balance		\$6,578,313	(\$6,578,313)	\$0
Mar-03	Activity		\$2,170,218	(\$2,170,218)	
03-31-2003	Balance		\$8,748,531	(\$8,748,531)	\$0
Apr-03	Activity		\$251,469	(\$251,469)	
04-30-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
May-03	Activity		\$0	\$0	
05-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Jun-03	Activity		\$0	\$0	
06-30-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Jul-03	Activity		\$0	\$0	
07-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Aug-03	Activity		\$0	\$0	
08-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Sep-03	Activity		\$0	\$0	
09-30-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Oct-03	Activity		\$0	\$0	
10-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Nov-03	Activity		\$0	\$0	
11-30-2003	Balance		\$9,000,000	(\$9,000,000)	\$0
Dec-03	Activity		\$0	\$0	
12-31-2003	Balance		\$9,000,000	(\$9,000,000)	\$0

AVISTA CORPORATION
 DECEMBER 2003 WASHINGTON ELECTRIC SURCHARGE REVENUE & DEFERRAL AMORTIZATION

Schedule	Sch 1 Block Percent (a)	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)	42.825%	102,233,295	0.405¢	\$414,045	0.956277	\$395,942
1 (601-1300 kWh)	30.912%	73,794,176	0.607¢	447,931	0.956277	428,346
1 (over 1300 kWh)	26.263%	62,695,926	0.853¢	534,796	0.956277	511,413
Total Sch 1	100.000%	238,723,397		1,396,772		1,335,701
11		32,989,365	0.788¢	259,956	0.956277	248,590
12		4,027,232	0.788¢	31,735	0.956277	30,347
21		130,470,831	0.549¢	716,285	0.956277	684,967
22		2,260,400	0.549¢	12,410	0.956277	11,867
25		71,605,708	0.352¢	252,052	0.956277	241,032
30		65,340	0.485¢	317	0.956277	303
31		2,760,201	0.485¢	13,387	0.956277	12,802
32		174,886	0.485¢	848	0.956277	811
41-46		\$263,056	109.78%	23,435	0.956277	22,410
47		\$80,366	109.78%	7,160	0.956277	6,847
48		\$56,283	109.78%	5,014	0.956277	4,795
Schedule Totals		483,077,360		\$2,719,371		\$2,600,472 Amortization
kWh not subject to surcharge						35%
Schedule 28		0				
Schedule 29		1,425,843				
Sch 41-48		2,287,674				
Schedule 61		149,331,000				
Total kWh		636,121,877				(\$910,165) DFIT Expense

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF DECEMBER 03

DESCRIPTION	CLS	SCH	CURRENT MONTH		YEAR TO DATE		CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
			CUSTOMERS	QUANTITY	AMOUNT	AMOUNT				
RESIDENTIAL	1	001	185,959	238,723,387	14,343,821.40	2,203,956	183,663	2,179,428,895	128,658,042.99	
FIRM-COMMERCIAL	21	001			10.00				.00	
INTERDEPARTMENT REV	80	001	185,961	238,723,397	14,343,831.88	2,203,993	183,666	2,179,465,306	128,660,324.24	
RESIDENTIAL	1	011	17,947	32,565,633	2,838,485.41	213,997	17,833	338,806,722	29,709,753.04	
FIRM-COMMERCIAL	31	011	124	320,104	27,204.74	1,462	121	3,316,805	297,655.35	
FIRM-MISC INDUST	51	011	14	7,402	692.50	168	14	76,668	7,160.47	
LIGHTING-PUB ST-HIWAY	80	011	25	96,226	8,122.79	320	26	852,913	72,488.21	
INTERDEPARTMENT REV	80	011	18,110	32,989,365	2,874,505.44	215,947	17,995	343,053,108	30,087,057.07	
RESIDENTIAL	1	012	6,453	4,027,232	360,766.06	75,949	6,329	36,557,693	3,368,182.46	
			6,453	4,027,232	360,766.06	75,949	6,329	36,557,693	3,368,182.46	
RESIDENTIAL	1	021	3,044	119,965,425	7,793,175.57	36,385	3,032	1,363,130,522	89,521,437.14	
FIRM-COMMERCIAL	21	021	116	9,442,986	614,791.99	1,385	115	107,197,191	7,000,690.74	
FIRM-MISC INDUST	31	021	8	1,062,420	64,797.84	100	8	10,884,920	670,751.42	
INTERDEPARTMENT REV	80	021	3,168	130,470,831	8,472,765.40	37,870	3,155	1,481,212,633	97,192,879.30	
RESIDENTIAL	1	022	55	2,260,400	139,039.81	664	55	21,103,878	1,319,707.23	
			55	2,260,400	139,039.81	664	55	21,103,878	1,319,707.23	
FIRM-COMMERCIAL	21	025	8	20,236,239	873,032.32	97	8	251,745,362	10,893,829.07	
FIRM-MISC INDUST	31	025	13	51,369,469	2,191,467.30	147	12	601,851,055	25,894,170.56	
			21	71,605,708	3,064,499.62	244	20	853,596,417	36,787,999.63	
FIRM-COMMERCIAL	21	028			.00	11		1,195,120	48,144.33	
FIRM-MISC INDUST	31	028			14,366.40	6		3,803,290	406,888.37	
					14,366.40	17	1	4,998,410	455,032.70	
FIRM-PUMPING-IRRIG	39	029	1	1,425,843	.00	12	1	42,944,779	.00	
			1	1,425,843	.00	12	1	42,944,779	.00	
FIRM-PUMPING-IRRIG	39	030	44	65,340	3,511.12	507	42	25,184,840	1,255,878.93	
			44	65,340	3,511.12	507	42	25,184,840	1,255,878.93	
FIRM-COMMERCIAL	21	031	464	1,862,120	113,535.55	5,464	455	38,659,752	2,215,063.43	
FIRM-MISC INDUST	31	031	128	655,657	40,621.62	1,524	127	10,377,735	611,970.87	
FIRM-PUMPING-IRRIG	39	031	365	242,374	20,950.90	4,324	360	17,065,487	1,032,030.45	
INTERDEPARTMENT REV	80	031	2	50	15.36	24	2	57,380	3,302.35	
			959	2,760,201	175,123.43	11,336	944	66,160,354	3,862,367.10	
RESIDENTIAL	1	032	952	157,193	17,020.71	11,296	941	8,386,617	538,302.42	
FIRM-PUMPING-IRRIG	39	032	107	17,693	1,622.30	1,314	109	1,468,121	87,715.44	
			1,059	174,886	18,643.01	12,610	1,050	9,854,738	626,017.86	
LIGHTING-PUB ST-HIWAY	51	041	12	16,056	2,727.06	144	12	192,672	32,724.72	
			12	16,056	2,727.06	144	12	192,672	32,724.72	
LIGHTING-PUB ST-HIWAY	51	042	212	1,042,543	236,779.57	2,460	205	12,426,186	2,819,925.23	
			212	1,042,543	236,779.57	2,460	205	12,426,186	2,819,925.23	

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF DECEMBER 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
LIGHTING-PUB ST-HIWI	51	044	13	21,600	1,889.85	150	12	259,189	22,654.89
			13	21,600	1,889.85	150	12	259,189	22,654.89
LIGHTING-PUB ST-HIWI	51	045	16	221,604	10,159.08	206	17	2,643,236	120,933.34
			16	221,604	10,159.08	206	17	2,643,236	120,933.34
LIGHTING-PUB ST-HIWI	51	046	24	161,996	11,500.02	312	26	1,970,842	139,606.34
			24	161,996	11,500.02	312	26	1,970,842	139,606.34
FIRM-COMMERCIAL	21	047		493,883	78,894.56			5,928,283	941,590.41
FIRM-MISC INDUST	31	047		7,387	1,180.61			177,574	24,980.89
FIRM-PUMPING-IRRIG	39	047		167	18.58			2,004	222.96
INTERDEPARTMENT REV	80	047		1,256	272.28			15,072	3,267.36
				502,693	80,366.03			6,122,933	970,061.62
RESIDENTIAL	1	048		321,182	56,283.11			3,900,454	681,102.50
				321,182	56,283.11			3,900,454	681,102.50
RESIDENTIAL	1	056			.00				7.98
FIRM-COMMERCIAL	21	056			.00				3.78
					.00				11.76
RESIDENTIAL	1	058			500,365.25				4,541,755.90
FIRM-COMMERCIAL	21	058			490,718.34				5,673,856.52
FIRM-MISC INDUST	31	058			30,436.74				352,453.44
FIRM-PUMPING-IRRIG	39	058			148.11				2,841.07
LIGHTING-PUB ST-HIWI	51	058			12,286.88				145,983.63
INTERDEPARTMENT REV	80	058			.00				25.49
MISC-RENT ELECT PROP	85	058			1,143.52				13,718.26
MISC-OTHER ELECT REV	86	058			16.72				200.64
					1,035,115.56				10,730,834.95
RESIDENTIAL	1	058A			3,355.96CR				34,246.68CR
FIRM-COMMERCIAL	21	058A			2,047.98CR				23,552.44CR
FIRM-MISC INDUST	31	058A			.51CR				18.27CR
FIRM-PUMPING-IRRIG	39	058A			42.79CR				842.42CR
					5,447.24CR				58,659.81CR
FIRM-ENERGY CHARGE	74	061	7	3,401,000	322,232.28	89	7	124,428,000	12,046,075.30
SURPLUS-ENERGY CHARG	75	061	21	145,930,000	6,427,729.90	357	29	1,783,992,000	56,579,512.61
			28	149,331,000	6,749,962.18	446	37	1,908,420,000	68,625,587.91
EE - RESIDENTIAL	61	090			4.00				48.00
					4.00				48.00
RESIDENTIAL	1	095			7,021.33				74,093.41
FIRM-COMMERCIAL	21	095			823.00				8,899.33
					7,844.33				82,992.74
THEFT OF SERVICE	18	099			2,865.30				27,379.16
MISC-SERVICE REV SNP	83	099			22,069.00				313,312.00
MISC-RENT ELECT PROP	85	099			24,331.82				288,515.74

WCIP7761) AVISTA UTILITIES - STATEMENT OF ELECTRIC REVENUES BY RATE SCHEDULE FOR WASHINGTON MONTH OF DECEMBER 03

DESCRIPTION	CLS	SCH	CUSTOMERS	CURRENT MONTH QUANTITY	AMOUNT	CUSTOMERS	AVG CUST	YEAR TO DATE QUANTITY	AMOUNT
MISC-OTHER ELECT REV	86	099		262.09	49,528.21				3,145.08
SVC TOTALS			216,136	636,121,877	37,703,763.93	2,562,867	213,572	7,000,067,668	388,415,622.69

17/2004 6:28 AM SW

Avista Utilities
 WASHINGTON POWER COST DEFERRALS

Line No.

WASHINGTON ACTUALS-2003

	Actual Jan-03	Actual Feb-03	Actual Mar-03	Actual Apr-03	Actual May-03	Actual Jun-03	Actual Jul-03	Actual Aug-03	Actual Sep-03	Actual Oct-03	Actual Nov-03	Actual Dec-03
1 555 Purchased Power	\$151,112,129	\$13,422,834	\$11,421,679	\$10,178,810	\$6,472,115	\$8,029,186	\$13,925,476	\$15,176,694	\$12,148,195	\$12,661,270	\$14,778,543	\$16,778,517
2 501 Thermal Fuel	\$16,846,153	\$1,393,045	\$1,429,229	\$358,181	\$1,323,513	\$1,453,899	\$1,550,650	\$1,778,007	\$1,460,263	\$1,631,160	\$1,327,604	\$1,520,897
3 547 CT Fuel	\$18,734,672	\$223,336	\$61,802	\$99,031	\$94,493	\$164,014	\$4,770,602	\$4,115,918	\$3,364,932	\$2,935,774	\$1,289,169	\$1,516,268
4 447 Sale for Resale	\$74,652,693	\$4,054,918	\$6,518,620	\$7,448,616	\$8,067,609	\$9,942,738	\$8,480,633	\$6,802,935	\$3,389,480	\$3,542,906	\$3,813,259	\$7,157,579
5 Actual Net Expense	\$112,040,262	\$13,806,935	\$7,479,310	\$3,187,707	\$177,487	\$295,640	\$11,766,095	\$14,267,684	\$13,583,910	\$13,685,298	\$13,582,056	\$12,658,103
6 Pottlatch 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 Pottlatch 62 aMW directly assigned to ID	(\$10,344,482)						\$(1,827,064)	\$(1,836,240)	\$(1,048,791)	\$(1,854,257)	\$(1,885,274)	\$(1,890,857)
8 Adjusted Actual Net Expense	\$94,611,129	\$13,305,225	\$7,852,811	\$2,606,216	\$(778,197)	\$(877,940)	\$9,337,321	\$11,827,734	\$11,952,819	\$11,228,522	\$11,114,483	\$10,165,536

AUTHORIZED NET EXPENSE-SYSTEM

	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03
9 555 Purchased Power	\$66,370,477	\$7,920,601	\$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	\$1,326,377	\$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	\$2,216,117	\$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	\$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	\$3,544,690	\$(323,268)	#####	\$1,425,179	\$8,002,694	\$7,055,338	\$9,037,068	\$9,296,925	\$8,212,198
14 Actual - Authorized Net Expense	\$28,744,510	\$4,173,327	\$548,372	\$(938,474)	\$(455,929)	\$3,561,422	\$7,912,142	\$3,825,040	\$4,897,481	\$2,191,454	\$1,817,558	\$1,953,338
15 Net Fuel Expense not Incl In Acct 547 (1)	\$25,309,296	\$2,855,401	\$2,324,474	\$2,686,342	\$3,392,764	\$3,053,369	\$1,555,471	\$1,498,172	\$1,616,633	\$1,701,079	\$1,134,218	\$473,710
16 Adjusted Actual - Authorized Net Exp	\$4,053,806	\$7,028,728	\$2,872,846	\$1,747,868	\$2,936,834	\$5,614,792	\$9,467,613	\$5,323,212	\$6,514,114	\$3,892,533	\$2,951,776	\$2,427,048
17 Washington Alloc. @ 66.29%	\$35,832,268	\$4,659,344	\$1,904,410	\$1,158,662	\$1,946,827	\$4,384,945	\$6,276,080	\$3,528,757	\$4,318,206	\$2,580,360	\$1,956,732	\$1,608,890
18 WA Retail Revenue Adjustment	\$(2,146,841)	\$323,523	\$(308,964)	\$(802,829)	\$(458,015)	\$18,415	\$(344,948)	\$826,477	\$(1,721,121)	\$(782,188)	\$(1,697,477)	2,139,122 ✓
19 Net Power Cost Increase (Decrease)	\$33,685,427	\$4,992,867	\$1,595,446	\$355,833	\$1,488,812	\$4,403,360	\$5,931,132	\$4,355,234	\$2,597,085	\$1,798,172	\$259,255	\$3,748,012
20 100% Net Power Cost Less \$9.0 million Company Band	\$	\$104,363		\$104,363								
21 90% Net Power Cost Less \$9.0 million Company Band	\$22,216,884	\$93,927	\$1,339,931	\$3,963,024	\$5,338,019	\$3,919,711	\$2,337,377	\$1,618,355	\$233,330	\$3,373,211		

2003 WA & ID Actual Deferrals.xls WA summary

Avista Utilities
System Power Supply Expenses
WASHINGTON DEFERRED POWER COST CALCULATION

ACTUALS

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
555 PURCHASED POWER													
1	7,498,257	5,301,496	4,022,054	7,461,770	4,903,146	6,084,658	7,199,108	8,563,604	6,483,549	5,327,263	5,162,957	6,136,925	74,144,787
2	102,914	57,149	57,548	85,032	160,305	856,370	114,538	95,614	96,055	96,764	101,605	398,138	2,222,032
3	255,600	255,600	327,932	255,600	255,601	255,601	255,601	255,601	255,601	255,601	255,601	255,601	3,139,540
4	159,450	159,450	237,655	159,450	159,451	159,449	159,449	159,449	159,449	159,449	159,449	159,449	1,991,599
5	99,953	99,953	99,953	99,953	99,953	99,953	99,953	99,953	99,953	99,953	99,953	99,953	1,167,698
6	2,875,293	2,598,121	1,419,526	1,374,877	-	-	-	-	-	-	2,459,758	2,541,438	13,269,015
7	1,722	1,722	1,722	0	-	-	-	-	-	-	-	-	5,166
8	246	213	193	211	256	602	265	141	394	349	241	292	3,403
9	127,591	156,055	124,688	131,747	112,100	108,053	104,884	64,910	56,800	59,683	64,807	86,611	1,197,928
10	-	114,258	139,324	124,251	122,532	72,629	160,351	155,320	140,414	139,775	163,598	173,992	1,506,444
11	-	-	-	-	-	-	-	-	-	-	-	-	-
12	264,331	509,135	413,292	458,695	430,498	226,045	(263,906)	(410,108)	(199,040)	(26,147)	67,745	252,437	1,722,977
13	-	-	-	-	-	-	1,827,064	1,838,240	1,048,791	1,854,257	1,885,274	1,890,857	10,344,482
14	119,000	121,500	147,500	132,500	112,500	135,000	180,000	157,500	175,500	149,500	154,500	142,500	1,727,500
15	167,556	232,570	11,414	(107,280)	(23,968)	41,033	(135,330)	(504,223)	(265,130)	8,579	90,638	302,765	(181,377)
16	-	-	-	-	135,800	140,000	(30,240)	-	-	61,040	-	-	306,600
17	4,440,338	3,809,057	4,416,291	-	-	(154,698)	4,249,539	4,465,381	4,091,461	4,471,591	4,109,996	4,366,463	36,265,419
18	6,560	6,555	2,587	2,004	3,941	4,491	4,200	4,339	4,501	3,749	2,556	2,427	47,910
19	-	-	-	-	-	-	230,973	-	33	-	-	-	231,006
20	16,118,812	13,422,834	11,421,679	10,178,810	6,472,115	8,029,186	13,925,476	15,176,694	12,148,195	12,661,270	14,778,543	16,778,517	151,112,129
(1) Effective November, 2002, WNP-3 purchase expense has been adjusted to reflect the mid-point price (\$33.37/MWh for the 2002-2003 contract year, \$33.78/MWh for the 2003-04 contract year) per Settlement Agreement, Cause No. U-86-99													
447 SALES FOR RESALE													
21	3,674,440	6,153,976	4,985,727	7,124,140	7,719,670	8,590,709	5,263,958	3,339,333	1,526,478	3,114,929	3,388,354	6,752,864	61,634,579
22	150,000	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
23	142,563	175,630	180,830	120,643	114,386	133,863	225,775	201,720	192,920	171,665	178,741	170,955	2,009,692
24	58,284	11,924	91,415	31,878	60,887	81,157	73,438	46,211	36,735	24,384	51,448	30,001	597,762
25	171	146	137	98	74	68	72	80	83	91	111	122	1,253
26	27,224	25,384	26,850	25,078	24,399	23,915	24,712	24,618	24,424	25,838	26,850	27,956	307,248
27	0	-	-	-	-	971,277	2,685,530	2,983,149	1,403,775	-	-	-	8,043,732
28	(4,323)	(4,996)	(4,146)	(5,226)	(5,749)	(12,742)	(12,140)	(11,250)	(11,342)	(7,964)	(5,352)	(4,208)	(89,438)
29	-	-	-	-	-	65,088	65,088	64,735	61,906	60,214	20,551	27,462	299,955
30	6,560	6,555	2,587	2,004	3,941	4,491	4,200	4,339	4,501	3,749	2,556	2,427	47,910
31	4,054,918	6,518,620	5,433,400	7,448,616	8,067,609	9,942,738	8,480,633	6,802,935	3,389,480	3,542,906	3,813,259	7,157,579	74,652,693

Avista Utilities
 System Power Supply Expenses
 WASHINGTON DEFERRED POWER COST CALCULATION

ACTUALS

Line No.	Jan-03	Feb-03	Mar-03	Apr-03	May-03	Jun-03	Jul-03	Aug-03	Sep-03	Oct-03	Nov-03	Dec-03	TOTAL 2003
501 FUEL-DOLLARS													
32	wood	682,778	572,564	534,885	(40,815)	291,704	607,645	617,233	528,358	547,863	571,709	588,192	6,024,608
33	coal	930,723	819,619	862,737	385,887	1,132,680	936,278	1,087,261	923,184	1,064,061	738,860	918,099	10,577,924
34	Total Coal & Wood	1,613,501	1,392,183	1,397,622	345,072	1,424,384	1,543,923	1,704,494	1,451,542	1,611,924	1,310,569	1,506,291	16,602,132
35	gas	4,835	862	8,723	3,277	5,136	3,792	9,353	2,073	519	1,041	2,584	48,761
36	oil	1,369	0	22,884	9,832	16,320	2,935	64,160	6,648	18,717	15,994	12,023	195,261
37	Total Oil & Gas	6,204	862	31,607	13,109	29,515	6,727	73,513	8,721	19,236	17,035	14,607	244,021
38	Total Account 501	1,619,705	1,393,045	1,429,229	358,181	1,453,899	1,550,650	1,778,007	1,460,263	1,631,160	1,327,604	1,520,897	16,846,153
501 FUEL-TONS													
39	Kettle Falls	57,361	50,587	46,865	39,752	41,586	49,660	47,826	42,528	44,809	46,961	47,361	539,133
40	Colstrip	82,890	83,940	81,060	38,493	65,570	90,544	91,492	94,006	94,979	80,944	100,152	1,001,531
501 FUEL-COST PER TON													
41	Kettle Falls	wood \$	11.90 \$	11.32 \$	11.41 \$	(1.03) \$	12.24 \$	12.91 \$	12.42 \$	12.23 \$	12.17 \$	12.42 \$	\$ 11.17
42	Colstrip	coal \$	11.23 \$	9.76 \$	10.64 \$	10.02 \$	10.34 \$	11.88 \$	9.82 \$	11.20 \$	9.13 \$	9.17 \$	\$ 10.56
547 FUEL													
43	NE Combustion Turbine Gas/Oil	28	2,557	285	63,339	-	2,346	-	40	143	(217)	44	68,585
44	Boulder Park	21,834	7,244	418	1,299	34,488	345,927	275,689	153,757	2,858	13,242	(274)	897,555
45	Kettle Falls CT	14,892	29,066	10,263	811	25,115	140,200	123,544	66,786	16,247	11,103	(46)	447,577
46	Coyote Springs2						3,325,054	3,622,094	3,106,054	2,850,063	1,176,251	1,399,880	15,479,396
47	Rathdrum Gas Storage Fee	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000	480,000
48	Rathdrum Fuel Exp	146,582	20,164	10,836	(6,116)	64,411	917,075	54,591	(1,705)	26,463	48,790	76,664	1,361,579
49	Total Account 547	223,336	99,031	61,802	99,333	164,014	4,770,602	4,115,918	3,364,932	2,935,774	1,289,169	1,516,268	16,734,672
50	TOTAL NET EXPENSE INCLUDIF	13,906,935	8,396,291	7,479,310	3,187,707	(295,640)	11,766,095	14,267,684	13,583,910	13,685,298	13,582,056	12,658,103	112,040,282

AVISTA UTILITIES
 Washington Electric Jurisdiction
 Energy Recovery Mechanism Revenue Credit
 Month of December 2003

Description	January	February	March	April	May	June	July	August	September	October	November	December	YTD
Total WA kWhs per Rev Run	588,944,920	587,930,337	572,881,963	664,011,421	698,837,592	757,072,104	515,955,540	543,682,503	476,210,978	471,512,156	486,906,277	636,121,877	7,000,087,688
Deduct Sales for Resale kWhs	(112,642,000)	(158,728,000)	(136,551,000)	(247,840,000)	(305,026,000)	(360,805,000)	(123,288,000)	(108,819,000)	(52,580,000)	(78,593,000)	(74,219,000)	(149,331,000)	(1,908,420,000)
Deduct Exchange (Sch 29) kWhs	(2,343,583)	(1,181,215)	(1,662,435)	(3,385,542)	(3,112,139)	(3,496,245)	(6,822,017)	(7,489,665)	(5,989,441)	(3,404,090)	(2,632,584)	(1,425,843)	(42,944,779)
Deduct Prior Month Unbilled kWhs Heating	(324,817,836)	(290,121,550)	(296,728,549)	(277,811,609)	(278,009,978)	(276,277,421)	(255,668,749)	(255,140,654)	(260,346,976)	(262,862,085)	(288,756,634)	(369,091,867)	(3,435,633,908)
Deduct Prior Month Unbilled kWhs Cooling	-	-	-	-	-	(1,628,155)	(6,180,449)	(30,016,405)	(15,995,854)	(3,835,694)	(68,342)	-	(57,724,899)
Add Current Month Unbilled kWhs Heating	290,121,550	296,728,549	277,811,609	278,009,978	276,277,421	255,668,749	255,140,654	260,346,976	262,862,085	288,756,634	369,091,867	350,076,810	3,460,892,882
Add Current Month Unbilled kWhs Cooling	-	-	-	-	1,628,155	6,180,449	30,016,405	15,995,854	3,835,694	68,342	-	-	57,724,899
Washington Retail kWhs	439,263,051	434,628,121	415,751,588	412,984,248	390,595,051	376,714,481	409,155,384	418,559,609	407,986,486	411,642,263	490,321,604	466,349,977	5,073,961,863
Test Year Consumption	449,477,904	425,137,067	436,508,558	388,111,383	376,471,457	377,440,327	388,566,301	444,487,437	354,506,791	387,418,707	437,581,917	533,208,120	5,008,915,969
from Attachment 1 Settlement Stipulation	(10,214,853)	9,491,054	(20,756,970)	24,872,865	14,123,594	(725,846)	10,589,083	(25,927,828)	53,489,695	24,223,556	52,739,687	(66,858,143)	65,045,894
WA Retail Revenue Credit	(\$327,692)	\$304,473	(\$665,884)	\$797,922	\$453,085	(\$23,285)	\$339,698	(\$831,765)	\$1,715,949	\$777,092	\$1,691,889	(\$2,144,809)	\$2,086,672
Net Wind Revenue Credit	\$4,169	\$4,491	\$4,720	\$4,907	\$4,930	\$4,870	\$5,250	\$5,288	\$5,172	\$5,096	\$5,588	\$5,687	\$60,168
Total Revenue Credit	(\$323,523)	\$308,964	(\$661,164)	\$802,829	\$458,015	(\$18,415)	\$344,948	(\$826,477)	\$1,721,121	\$782,188	\$1,697,477	(\$7,139,122)	\$2,146,840

Schedule 95 Wind Revenue	\$5,750.51	\$6,195.15	\$6,510.79	\$6,768.24	\$6,800.49	\$6,717.09	\$7,241.83	\$7,293.13	\$7,133.84	\$7,029.31	\$7,708.03	\$7,844.33	\$82,992.74
Deduct Admin Expense	\$1,581.39	\$1,703.67	\$1,790.47	\$1,861.27	\$1,870.13	\$1,847.20	\$1,991.50	\$2,005.61	\$1,961.81	\$1,933.06	\$2,119.71	\$2,157.19	\$22,823.00
Net Wind Revenue Credit	\$4,169.12	\$4,491.48	\$4,720.32	\$4,906.97	\$4,930.36	\$4,869.89	\$5,250.33	\$5,287.52	\$5,172.03	\$5,096.25	\$5,588.32	\$5,687.14	\$60,169.74

Print Date: 01-09-2004 03:02 PM

Avista Corporation - General Ledger Journal Entry

Journal ID: **SJN01** Journal Description: **WA ERM Settlement** Effective Date: **12-31-2003**
 Corp: **WWP** Journal Sponsor: **RESOURCE** \$#: **\$** Tran Type: **C** Error Code: **Q** Code: **G**
 Control Amount Total: **22,514,844.00** Saved By: **Linda Donley** Saved Date: **01-09-2004 3:02:39 PM**
 Edit Date: **01-09-2004 2:44:57 PM**

Seq	WO	UMain	Sub	EC	CostCode	SLID	LOC	Debit Amount	Credit Amount	Transaction Description
10	2577	0557	16	X55	EE	X	028	0.00	1,600,000.00	POWER TRANSACTIONS /PS REG EXPENSE
20	0000	9254	70	FIN	EE		1,600,000.00	0.00	0.00	REGULATORY LIABILITY - OTHER
30	0000	9190	10	FIN	EE		0.00	560,000.00	0.00	ADFIT- WA/ID MISC
40	0135	0410	10	X54	EE	X	028	560,000.00	0.00	INCOME TAX /- PRV DFIT DR
50	0000	9186	29	028	EE		0.00	19,493,598.00	0.00	WA ERM - LAST YEAR
60	0000	9182	35	028	EE		16,058,142.00	0.00	0.00	WASHINGTON ERM DEFERRAL BALANCE
70	0000	9182	36	028	EE		974,754.00	0.00	0.00	WASHINGTON ERM AMORTIZATION
80	2577	0557	16	X55	EE	X	028	2,460,702.00	0.00	POWER TRANSACTIONS /PS REG EXPENSE
90	0000	9283	28	028	EE		861,246.00	0.00	0.00	ADFIT-WA ERM CURRENT AND PRIOR YRS
100	0135	0410	10	X54	EE	X	028	0.00	813,750.00	INCOME TAX /- PRV DFIT DR
110	0135	9410	20	X54	EE	X	028	0.00	47,496.00	INCOME TAX /PROV DEFERED IT

Journal ID: **SJN01** Journal Description: **WA ERM Settlement** Effective Date: **12-31-2003**
 Corp: **WWP** Journal Sponsor: **RESOURCE** \$#: **\$** Tran Type: **C** Error Code: **Q** Code: **G**
 Control Amount Total: **22,514,844.00** Saved By: **Linda Donley** Saved Date: **01-09-2004 3:02:39 PM**
 Edit Date: **01-09-2004 2:44:57 PM**

Seg	WO	U	Main	Sub	RC	Cost Code	SL ID	LOC	Debit Amount	Credit Amount	Transaction Description
Totals:											
									22,514,844.00	22,514,844.00	
									Trans: 11	Rows: 11	

Prepared By: Linda Donley Date: 1/9/04
 Reviewed By: [Signature] Date: 1/9/04
 Approved For Entry - Corporate: [Signature] Date: 1/9/04
 Accounting Use Only

Explanation:
 Reverse SJN10 of Sept 2003. Final settlement on DJ702 for Dec 2003

	WO	U MAINSUB	RC	LOC	DR	CR
2003 BALANCE RECLASSIFICATION						
WA ERM - LAST YEAR (2002)	0000	918629	028			19,493,598
WA ERM - DEFERRAL BALANCE (RECOVERABLE)	0000	918235	028		16,058,142	
WA ERM - AMORTIZATION (ENRON)	0000	918236	028		974,754	
POWER SUPPLY REGULATORY EXPENSE	2577	055716	X55	028	2,460,702	
2002 PRINCIPAL RECLASSIFICATION						
WA ERM - LAST YEAR (2002)	0000	918629	028			18,418,548
WA ERM - DEFERRAL BALANCE (RECOVERABLE)	0000	918235	028		15,172,548	
WA ERM - AMORTIZATION (ENRON)	0000	918236	028		921,000	
POWER SUPPLY REGULATORY EXPENSE	2577	055716	X55	028	2,325,000	
2003 INTEREST RECLASSIFICATION						
2003 INTEREST ACCRUED						
WA ERM - LAST YEAR (2002)	0000	918629	028		1,075,050	
INTEREST INCOME ACCRUED	Q000	941900	Q98	098		1,075,050
RECLASSIFY INTEREST INCOME ACCRUAL						
WA ERM - LAST YEAR (2002)	0000	918629	028			1,075,050
WA ERM - DEFERRAL BALANCE (RECOVERABLE)	0000	918235	028		885,594	
WA ERM - AMORTIZATION (ENRON)	0000	918236	028		53,754	
POWER SUPPLY REGULATORY EXPENSE	2577	055716	X55	028	135,702	
2003 ADFIT BALANCE RECLASSIFICATION						
WA ERM - LAST YEAR (2002)	0000	928328	028		5,961,519	
WA ERM - DEFERRAL BALANCE (RECOVERABLE)	0000	928328	028			5,620,355
WA ERM - AMORTIZATION (ENRON)	0000	928328	028			341,164
POWER SUPPLY REGULATORY EXPENSE	0000	928328	028		861,246	
DEFERRED INCOME TAX - OPERATING EXPENSE	0135	041010	X54	028		813,750
DEFERRED INCOME TAX - NONOPERATING EXPENSE	0135	941020	X54	028		47,496

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 12/31/02 is 8.88%.				Actual cost of debt at 6/30/03 is 8.83%.			
The monthly rate is:				The monthly rate is:			
		0.0074	Before Tax			0.00736	Before Tax
		0.00484	After Tax			0.00478	After Tax
		0.35	Tax rate			0.35	Tax rate
2003 Interest							
12-31-2002	GL Balance including interest	0					
12-31-2002	Transfer from 918628	18,418,548					
01-01-2003	GL Balance	18,418,548					
Jan-03	ERM Transfer to 18235	0		Jan-03	DFIT Expense		ADFIT
Jan-03	Interest		88,593	Deferral	0	Operating	0
01-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)
					31,008	Total	(31,008)
Feb-03	ERM Transfer to 18235	0		Feb-03	DFIT Expense		ADFIT
Feb-03	Interest		88,593	Deferral	0	Operating	0
02-28-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)
					31,008	Total	(31,008)
Mar-03	ERM Transfer to 18235	0		Mar-03	DFIT Expense		ADFIT
Mar-03	Interest		88,593	Deferral	0	Operating	0
03-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)
					31,008	Total	(31,008)
Apr-03	ERM Transfer to 18235	0		Apr-03	DFIT Expense		ADFIT
Apr-03	Interest		88,593	Deferral	0	Operating	0
04-30-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)
					31,008	Total	(31,008)
May-03	ERM Transfer to 18235	0		May-03	DFIT Expense		ADFIT
May-03	Interest		88,593	Deferral	0	Operating	0
05-31-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)
					31,008	Total	(31,008)
Jun-03	ERM Transfer to 18235	0		Jun-03	DFIT Expense		ADFIT
Jun-03	Interest		88,593	Deferral	0	Operating	0
06-30-2003	Balance before interest	18,418,548		Interest	31,008	Nonoperating	(31,008)
					31,008	Total	(31,008)
06-30-2003	GL Balance including interest	18,950,106		Jul-03	DFIT Expense		ADFIT
Jul-03	ERM Transfer to 18235	0		Deferral	0	Operating	0
Jul-03	Interest		90,582	Interest	31,704	Nonoperating	(31,704)
07-31-2003	Balance before interest	18,950,106			31,704	Total	(31,704)
Aug-03	ERM Transfer to 18235	0		Aug-03	DFIT Expense		ADFIT
Aug-03	Interest		90,582	Deferral	0	Operating	0
08-31-2003	Balance before interest	18,950,106		Interest	31,704	Nonoperating	(31,704)
					31,704	Total	(31,704)
Sep-03	ERM Transfer to 18235	0		Sep-03	DFIT Expense		ADFIT
Sep-03	Interest		90,582	Deferral	0	Operating	0
09-30-2003	Balance before interest	18,950,106		Interest	31,704	Nonoperating	(31,704)
					31,704	Total	(31,704)
Oct-03	ERM Transfer to 18235	0		Oct-03	DFIT Expense		ADFIT
Oct-03	Interest		90,582	Deferral	0	Operating	0
10-31-2003	Balance before interest	18,950,106		Interest	31,704	Nonoperating	(31,704)
					31,704	Total	(31,704)
Nov-03	ERM Transfer to 18235	0		Nov-03	DFIT Expense		ADFIT
Nov-03	Interest		90,582	Deferral	0	Operating	0
11-30-2003	Balance before interest	18,950,106		Interest	31,704	Nonoperating	(31,704)
					31,704	Total	(31,704)
Dec-03	ERM Transfer to 18235	0		Dec-03	DFIT Expense		ADFIT
Dec-03	Interest		90,582	Deferral	0	Operating	0
12-31-2003	Balance before Interest	18,950,106		Interest	31,704	Nonoperating	(31,704)
					31,704	Total	(31,704)
	Total Interest		1,075,050				
	Net ERM Balance	19,493,598		GL Balance	Activity	GL Balance	
				@ 11/30/03	Dec-03	@ 12/31/03	
				19,403,016	90,582	19,493,598	
	ADFIT Balance	(6,822,759)					

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 12/31/02 is 8.88%.				Actual cost of debt at 6/30/03 is 8.83%.			
The monthly rate is:		0.0074	Before Tax	The monthly rate is:		0.00736	Before Tax
		0.00481	After Tax			0.00478	After Tax
		0.35	Tax rate			0.35	Tax rate
2003 Interest							
12-31-2002	GL Balance including interest	15,172,548		Jan-03	DFIT Expense		ADFIT
01-01-2003	GL Balance	15,172,548		Balance	0	Balance	(5,310,392)
				Jan-03	DFIT Expense		ADFIT
Jan-03	Interest		72,980	Interest	25,543	Nonoperating	(25,543)
01-31-2003	Balance before interest	15,172,548			25,543	Total	(25,543)
				Feb-03	DFIT Expense		ADFIT
Feb-03	Interest		72,980	Interest	25,543	Nonoperating	(25,543)
02-28-2003	Balance before interest	15,172,548			25,543	Total	(25,543)
				Mar-03	DFIT Expense		ADFIT
Mar-03	Interest		72,980	Interest	25,543	Nonoperating	(25,543)
03-31-2003	Balance before interest	15,172,548			25,543	Total	(25,543)
				Apr-03	DFIT Expense		ADFIT
Apr-03	Interest		72,980	Interest	25,543	Nonoperating	(25,543)
04-30-2003	Balance before interest	15,172,548			25,543	Total	(25,543)
				May-03	DFIT Expense		ADFIT
May-03	Interest		72,980	Interest	25,543	Nonoperating	(25,543)
05-31-2003	Balance before interest	15,172,548			25,543	Total	(25,543)
				Jun-03	DFIT Expense		ADFIT
Jun-03	Interest		72,980	Interest	25,543	Nonoperating	(25,543)
06-30-2003	Balance before interest	15,172,548			25,543	Total	(25,543)
06-30-2003	GL Balance including interest	15,610,428					
				Jul-03	DFIT Expense		ADFIT
Jul-03	Interest		74,618	Interest	26,116	Nonoperating	(26,116)
07-31-2003	Balance before interest	15,610,428			26,116	Total	(26,116)
				Aug-03	DFIT Expense		ADFIT
Aug-03	Interest		74,618	Interest	26,116	Nonoperating	(26,116)
08-31-2003	Balance before interest	15,610,428			26,116	Total	(26,116)
				Sep-03	DFIT Expense		ADFIT
Sep-03	Interest		74,618	Interest	26,116	Nonoperating	(26,116)
09-30-2003	Balance before interest	15,610,428			26,116	Total	(26,116)
				Oct-03	DFIT Expense		ADFIT
Oct-03	Interest		74,618	Interest	26,116	Nonoperating	(26,116)
10-31-2003	Balance before interest	15,610,428			26,116	Total	(26,116)
				Nov-03	DFIT Expense		ADFIT
Nov-03	Interest		74,618	Interest	26,116	Nonoperating	(26,116)
11-30-2003	Balance before interest	15,610,428			26,116	Total	(26,116)
				Dec-03	DFIT Expense		ADFIT
Dec-03	Interest		74,618	Interest	26,116	Nonoperating	(26,116)
12-31-2003	Balance before interest	15,610,428			26,116	Total	(26,116)
Total Interest			885,594				
Writeoff amount		16,058,142					
ADFIT Balance		(5,620,350)					

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 12/31/02 is 8.88%.				Actual cost of debt at 6/30/03 is 8.83%.			
The monthly rate is:		0.0074	Before Tax	The monthly rate is:		0.00736	Before Tax
		0.00481	After Tax			0.00478	After Tax
		0.35	Tax rate			0.35	Tax rate
2003 Interest							
12-31-2002	GL Balance including interest	921,000		<u>Jan-03</u>	<u>DFIT Expense</u>		<u>ADFIT</u>
01-01-2003	GL Balance	921,000		Balance	0	Balance	(322,350)
				<u>Jan-03</u>	<u>DFIT Expense</u>		<u>ADFIT</u>
Jan-03	Interest		4,430	Interest	1,551	Nonoperating	(1,551)
01-31-2003	Balance before interest	921,000			1,551	Total	(1,551)
				<u>Feb-03</u>	<u>DFIT Expense</u>		<u>ADFIT</u>
Feb-03	Interest		4,430	Interest	1,551	Nonoperating	(1,551)
02-28-2003	Balance before interest	921,000			1,551	Total	(1,551)
				<u>Mar-03</u>	<u>DFIT Expense</u>		<u>ADFIT</u>
Mar-03	Interest		4,430	Interest	1,551	Nonoperating	(1,551)
03-31-2003	Balance before interest	921,000			1,551	Total	(1,551)
				<u>Apr-03</u>	<u>DFIT Expense</u>		<u>ADFIT</u>
Apr-03	Interest		4,430	Interest	1,551	Nonoperating	(1,551)
04-30-2003	Balance before interest	921,000			1,551	Total	(1,551)
				<u>May-03</u>	<u>DFIT Expense</u>		<u>ADFIT</u>
May-03	Interest		4,430	Interest	1,551	Nonoperating	(1,551)
05-31-2003	Balance before interest	921,000			1,551	Total	(1,551)
				<u>Jun-03</u>	<u>DFIT Expense</u>		<u>ADFIT</u>
Jun-03	Interest		4,430	Interest	1,551	Nonoperating	(1,551)
06-30-2003	Balance before interest	921,000			1,551	Total	(1,551)
06-30-2003	GL Balance including interest	947,580					
				<u>Jul-03</u>	<u>DFIT Expense</u>		<u>ADFIT</u>
Jul-03	Interest		4,529	Interest	1,585	Nonoperating	(1,585)
07-31-2003	Balance before interest	947,580			1,585	Total	(1,585)
				<u>Aug-03</u>	<u>DFIT Expense</u>		<u>ADFIT</u>
Aug-03	Interest		4,529	Interest	1,585	Nonoperating	(1,585)
08-31-2003	Balance before interest	947,580			1,585	Total	(1,585)
				<u>Sep-03</u>	<u>DFIT Expense</u>		<u>ADFIT</u>
Sep-03	Interest		4,529	Interest	1,585	Nonoperating	(1,585)
09-30-2003	Balance before interest	947,580			1,585	Total	(1,585)
				<u>Oct-03</u>	<u>DFIT Expense</u>		<u>ADFIT</u>
Oct-03	Interest		4,529	Interest	1,585	Nonoperating	(1,585)
10-31-2003	Balance before interest	947,580			1,585	Total	(1,585)
				<u>Nov-03</u>	<u>DFIT Expense</u>		<u>ADFIT</u>
Nov-03	Interest		4,529	Interest	1,585	Nonoperating	(1,585)
11-30-2003	Balance before interest	947,580			1,585	Total	(1,585)
				<u>Dec-03</u>	<u>DFIT Expense</u>		<u>ADFIT</u>
Dec-03	Interest		4,529	Interest	1,585	Nonoperating	(1,585)
12-31-2003	Balance before interest	947,580			1,585	Total	(1,585)
	Total Interest		53,757				
				GL Balance	Activity	GL Balance	
	Enron Balance	974,757		@ 11/30/03	Dec-03	@ 12/31/03	
				0	974,757	974,757	
	ADFIT Balance	(341,165)					

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 12/31/02 is 8.88%.			Actual cost of debt at 6/30/03 is 8.83%.			
The monthly rate is:		0.0074	Before Tax	The monthly rate is:		
		0.00481	After Tax	0.00736		
		0.35	Tax rate	0.35		
			2003 Interest			
12-31-2002	GL Balance including interest	2,325,000		Jan-03	DFIT Expense	ADFIT
01-01-2003	GL Balance	2,325,000		Balance	0	Balance (813,750)
				Jan-03	DFIT Expense	ADFIT
Jan-03	Interest		11,183	Interest	3,914	Nonoperating (3,914)
01-31-2003	Balance before interest	2,325,000			3,914	Total (3,914)
				Feb-03	DFIT Expense	ADFIT
Feb-03	Interest		11,183	Interest	3,914	Nonoperating (3,914)
02-28-2003	Balance before interest	2,325,000			3,914	Total (3,914)
				Mar-03	DFIT Expense	ADFIT
Mar-03	Interest		11,183	Interest	3,914	Nonoperating (3,914)
03-31-2003	Balance before interest	2,325,000			3,914	Total (3,914)
				Apr-03	DFIT Expense	ADFIT
Apr-03	Interest		11,183	Interest	3,914	Nonoperating (3,914)
04-30-2003	Balance before interest	2,325,000			3,914	Total (3,914)
				May-03	DFIT Expense	ADFIT
May-03	Interest		11,183	Interest	3,914	Nonoperating (3,914)
05-31-2003	Balance before interest	2,325,000			3,914	Total (3,914)
				Jun-03	DFIT Expense	ADFIT
Jun-03	Interest		11,183	Interest	3,914	Nonoperating (3,914)
06-30-2003	Balance before interest	2,325,000			3,914	Total (3,914)
06-30-2003	GL Balance including interest	2,392,100				
				Jul-03	DFIT Expense	ADFIT
Jul-03	Interest		11,434	Interest	4,002	Nonoperating (4,002)
07-31-2003	Balance before interest	2,392,100			4,002	Total (4,002)
				Aug-03	DFIT Expense	ADFIT
Aug-03	Interest		11,434	Interest	4,002	Nonoperating (4,002)
08-31-2003	Balance before interest	2,392,100			4,002	Total (4,002)
				Sep-03	DFIT Expense	ADFIT
Sep-03	Interest		11,434	Interest	4,002	Nonoperating (4,002)
09-30-2003	Balance before interest	2,392,100			4,002	Total (4,002)
				Oct-03	DFIT Expense	ADFIT
Oct-03	Interest		11,434	Interest	4,002	Nonoperating (4,002)
10-31-2003	Balance before interest	2,392,100			4,002	Total (4,002)
				Nov-03	DFIT Expense	ADFIT
Nov-03	Interest		11,434	Interest	4,002	Nonoperating (4,002)
11-30-2003	Balance before interest	2,392,100			4,002	Total (4,002)
				Dec-03	DFIT Expense	ADFIT
Dec-03	Interest		11,434	Interest	4,002	Nonoperating (4,002)
12-31-2003	Balance before interest	2,392,100			4,002	Total (4,002)
	Total Interest		135,705			
	Writeoff amount		2,460,705			
	ADFIT Balance		(861,247)			

Washington Energy Recovery Mechanism (ERM)

Under the ERM, Avista is required to file on an annual basis to allow interested parties the opportunity to review and audit deferred costs for the prior calendar year (in this case the partial year July-December 2002). Avista filed on March 31, 2003. Commission Staff, the Industrial Customers of Northwest Utilities (ICNU) and Public Counsel have recommended disallowance of certain costs ranging from \$2.0 million to \$12.5 million for the six-month period. The costs at issue are related to the one-year delay in the online date of Coyote Springs II (CSII), the buyout of a three-year power purchase contract with Enron, and costs associated with natural gas purchased for thermal generation. On December 10th Avista, Staff and ICNU entered into a three-party Settlement to resolve all issues in the case. Public Counsel (and two other parties represented by Public Counsel – the Spokane Neighborhood Action Programs (SNAP), and the Citizens Utility Alliance (CUA)) did not join the settlement. These parties, however, chose to not cross-examine witnesses at hearings held December 15th to present the Settlement to the Commission. Through the Settlement, the signing parties agreed to resolve the CSII delay through June 30, 2003, which would resolve this issue for the next ERM review that will occur in 2004 for the calendar year 2003. Under the Settlement, Avista would remove \$2,325,000 from the deferral balance, and write it off in the fourth quarter of 2003 (\$1,600,000 has already been reserved in Q3 of 2003). An additional \$921,000 related to the Enron contract buyout would be removed from the deferral balance now, but would be included back into the ERM calculations over the three year period 2004 to 2006, which is the original term of the power purchase contract with Enron. Our expectation is that the Commission will issue an order in January, and will approve the Settlement.

FINAL
12/10/03

BEFORE THE WASHINGTON STATE UTILITIES AND TRANSPORTATION
COMMISSION

In re the Matter of)	
WASHINGTON UTILITIES AND)	DOCKET NO. UE-030751
TRANSPORTATION COMMISSION,)	
)	
Complainant,)	SETTLEMENT STIPULATION
)	
vs.)	
)	
AVISTA CORPORATION d/b/a AVISTA)	
UTILITIES,)	
)	
Respondent.)	

This Settlement Stipulation is entered into this ____ day of December 2003, by and between the following parties to the above docket: Avista Corp. ("Company"), the Staff of the Washington Utilities and Transportation Commission ("Staff"), and the Industrial Customers of Northwest Utilities ("ICNU") (hereinafter referred to as the "Signing Parties"). The Public Counsel Section of the Attorney General's Office, the Citizens' Utility Alliance of Washington ("CUA") and the Spokane Neighborhood Action Program ("SNAP") are not parties to this settlement.

The Signing Parties agree this Settlement Stipulation is in the public interest and resolves all issues as between themselves in this docket. The Signing Parties understand this Settlement Stipulation is subject to Commission approval.

I. INTRODUCTION

The Company made its first annual filing for review of the Energy Recovery Mechanism ("ERM") deferrals on March 28, 2003, as called for by the settlement stipulation approved by the

shareholders. Carrying costs amounted to \$167,889 for the period, resulting in total deferrals of \$18,418,548. For purposes of settlement, the Signing Parties agree to reduce the original deferral balance of \$18,418,548 by \$3,246,000, resulting in a final ERM deferral balance of \$15,172,548 for the July 1, 2002 to December 31, 2002 period. The Signing Parties agree that this final ERM deferral balance shall ultimately be recovered in rates through the Power Cost Surcharge in Schedule 93 and in accordance with the UE-011595 Stipulation.¹

B. Enron Contract Amortization

The Company, as part of this overall settlement stipulation, agrees to amortize the Enron contract termination costs over the original delivery period of the energy contract (2004 to 2006). The stipulated Enron buyout payment of \$921,000² would be removed from the deferral account and recorded as a regulatory asset. A carrying charge on the regulatory asset would be recorded at the same rate as the carrying charge used for ERM deferrals. A levelized amortization, including interest, would be recorded during the 36-month period from January 2004 through December 2006. The monthly amortization expense level would be treated as recoverable costs in ERM calculations subject to the deadband and 90/10 sharing.

C. Documentation Included in Future ERM Filings

The Company agrees to provide, in future ERM annual review filings, relevant explanation, supporting documents, workpapers, studies, and analyses related to the costs

¹ In addition to amounts already absorbed by the Company during the deferral period, an additional \$2,325,000 would be removed from the deferral balance and written off by the Company in 2003. The amount of \$921,000 associated with the Enron contract buyout will be transferred from the ERM deferral to another regulatory asset for subsequent amortization as described in Section III, paragraph B.

² The \$921,000 amount would be removed from the ERM balance and recorded as a regulatory asset in Account 182.30-Other Regulatory Assets. A carrying charge would be recorded on the regulatory asset at the same rate as the ERM interest rate. A levelized amortization, including interest, of the regulatory asset would be recorded in Account 555-Purchased Power, during the 36-month period from January 2004 through December 2006. The amortization amounts would be treated as recoverable costs in the ERM calculations during the amortization period. As the regulatory asset would reflect only 90% of the deferred contract buyout cost and associated interest on the 90% amount, the amortization amounts would be grossed-up to a 100% level for ERM calculations. ERM deadband

Confidential Attachment A

Avista Corporation
Monthly Power Cost Deferral Report
Month of December 2003

Long-term Power Transaction
(See attached)

**Exhibit No. ____ (RLM-2C)
Pages 339 through 346 are
CONFIDENTIAL PER PROTECTIVE ORDER IN
WUTC DOCKET NO. 011595**