

“EXHIBIT A”

Spokane, WA. has experienced a large amount of growth into the outlying areas of Avista's service territory, due to the continued approval of large housing subdivisions in suburban/rural areas by our local County Government. This has resulted in Avista's facilities being extended right to our current existing Certificated boundary, in the Northeast area of Spokane County.

The Mead-Mt. Spokane High School area in particular, has been growing very fast and is populated with several large housing developments of substantial homes. This area is at the far reaches of not only our distribution system, but also right at our current Certificated area boundary. We have experienced low pressure and spotty outages in this area during the winter heating seasons; even during the fairly mild weather we have experienced the last couple years. Avista has determined that a new source of gas distribution is needed to reinforce this growing section of our service territory.

It is proposed to install a 6" diameter steel high-pressure natural gas distribution main approximately 24,000 ft. along Bruce Rd. in Northeast Spokane County, WA. Avista will install a district regulating station at the end of this high pressure line and extend approximately 8500 feet of 6" intermediate P.E. main to tie into our existing distribution system. This project will also provide capacity for future growth and possible extension to customers that have requested gas service, but were out of our certificated area and beyond existing system capability.

The total cost of this project is currently estimated at \$1,500,000.

It is planned to begin construction on the reinforcement project this summer 2005, with connection and service beginning in Fall 2005.

"Exhibit B"
Legal Description

Beginning at the northwest corner of Sec. 19, T. 29 N., R. 44 E., and running southerly along the west line of Secs. 19, 30, and 31, T. 29 N., R. 44 E., to the southwest corner of Sec. 31, T. 29 N., R. 44 E.; thence easterly along the south line of Sec. 31, T. 29 N., R. 44 E., to the northwest corner of Sec. 6, T. 28 N., R. 44 E.; thence southerly along the west line of Secs. 6, 7, 18, 19, 30 and 31, T. 28 N., R. 44 E., and Secs. 6, 7, 18, 19, 30 and 31, T. 27 N., R. 44 E., and Sec. 6, T. 26 N., R. 44 E., to the southwest corner of Sec. 6, T. 26 N., R. 44 E.; thence easterly along the south line of Secs. 6, 5, 4, 3, 2 and 1, T. 26 N., R. 44 E., and Secs. 6, 5, 4, 3, 2 and 1, T. 26 N., R. 45 E. and fractional Sec. 6, T. 26 N., R. 46 E., to the southeast corner of fractional Sec. 6, T. 26 N., R. 46 E., and the intersection with the common boundary line between the States of Washington and Idaho; thence northerly along the common boundary line between the States of Washington and Idaho, along fractional Sec. 6, T. 26 N., R. 46 E., and fractional Secs. 31 and 30, T. 27 N., R. 46 E., to the northeast corner of fractional Sec. 30, T. 27 N., R. 46 E.; thence westerly along the north line of fractional Sec. 30, T. 27 N., R. 46 E. and Secs. 25, 26, 27, 28, 29 and 30, T. 27 N., R. 45 E. to the northwest corner of Sec. 30, T. 27 N., R. 45 E., being a point on the east line of Sec. 24, T. 27 N., R. 44 E.; thence northerly along the east line of Secs. 24, 13, 12 and 1, T. 27 N., R. 44 E., and Secs. 36, 25, 24, 13, 12 and 1, T. 28 N., R. 44 E., and Secs. 36, 25 and 24, T. 29 N., R. 44 E., to the northeast corner of Sec. 24, T. 29 N., R. 44 E.; thence westerly along the north line of Secs. 24, 23, 22, 21, 20 and 19, T. 29 N., R. 44 E., to the Northwest corner of Section 19, T. 29 N., R. 44 E., which is the point of beginning.

STEVENS COUNTY

PENND OREIL

“EXHIBIT B”

YELLOW HIGHLIGHTED AREA INDICATES EXISTING CERTIFICATED BOUNDARY.

GREEN HIGHLIGHTED AREA INDICATES PROPOSED CERTIFICATED AMMENDMENT.

RED DASHED LINE INDICATES PROPOSED HIGH PRESSURE AND INTERMEDIATE REINFORCEMENT GAS LINES.

