

AVISTA CORPORATION
Summary of Requested Rate Increase
Electric Service
Based on Rates Currently in Effect
Washington Jurisdiction
Filed March 30, 2005

- a) **The date and amount of the latest prior general rate increase authorized by the Commission, and revenue realized from that authorized increase in the test period, based on the company's test period units of revenue.**

Date	July 1, 2002
Amount	\$45,722,000
Revenue realized	\$45,722,000

- b) **Total general business revenues at present rates and at requested rates.**

Present Rates	\$285,399,000
Requested Rates	\$321,232,000

- c) **Requested revenue change in percentage, in total and by major customer class.**

Residential	14.3%
General Service (Small Commercial)	8.8%
Large General Service (Medium - Large Commercial / Industrial)	10.5%
Extra Large General Service (Large - Commercial / Industrial)	13.3%
Pumping Service	12.0%
Street & Area Lighting	11.0%
Other	N.A.
Overall	12.5%

- d) **Requested revenue change in dollars, in total and by major customer class.**

Residential	\$17,482,000
General Service (Small Commercial)	2,599,000
Large General Service (Medium - Large Commercial / Industrial)	9,400,000
Extra Large General Service (Large - Commercial / Industrial)	4,626,000
Pumping Service	726,000
Street & Area Lighting	470,000
Other	530,000
Total	\$35,833,000

- e) **Requested rate change in dollars per month, per average customer, by customer class.**

Residential	\$7.92
General Service (Small Commercial)	\$8.76
Large General Service (Medium - Large Commercial / Industrial)	\$237.16
Extra Large General Service (Large - Commercial / Industrial)	\$19,275.00
Pumping Service	\$28.78

Requested rate change in dollars per month, per average residential customer.		
Monthly impact at average usage of 600 kwhs per month. (non-electric heat)		\$4.95
Monthly impact at average usage of 1000 kwhs per month. (small electric heat)		\$7.92
Monthly impact at average usage of 1400 kwhs per month. (electric heat)		\$10.89
f) Most current customer count by major customer class. (1)		
Residential		188,000
General Service (Small Commercial)		25,000
Large General Service (Medium - Large Commercial / Industrial)		3,400
Extra Large General Service (Large - Commercial / Industrial)		20
Pumping Service		2,100
Total		218,520
(1) December 31, 2004		
g) Current authorized overall rate of return and authorized rate of return on common equity.		
Overall rate of return		9.72%
Rate of return on common equity		11.16%
h) Requested overall rate of return and requested rate of return on common equity.		
Overall rate of return		9.67%
Rate of return on common equity		11.50%
The methodologies utilized in the derivation of the rate of return on common equity were discounted cash flow analysis, risk premium model analysis and capital asset pricing model analysis.		
i) Requested capital structure.		
Total Debt (including Short-Term)		49.40%
Preferred Trust Securities		5.18%
Preferred Stock		1.42%
Common Equity		44.00%
Total		100.00%
j) Requested total net operating income.		
Net operating income		\$76,958,000
k) Requested total rate base and method of calculation, or equivalent.		
Rate base		\$795,845,000
Method of calculation is average of monthly average basis.		
l) Requested revenue effect of attrition allowance, if any requested.		
Attrition allowance		NONE