

Avista Corp.
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Toll Free 800-727-9170



Corp.

December 22, 2009

Mr. David Danner, Executive Director and Secretary
Washington Utilities and Transportation Commission
P.O. Box 47250
Olympia, WA 98504-7250

Re: Docket No. UE-011595, Monthly Power Cost Deferral Report, November 2009

Dear Mr. Danner:

Enclosed are an original and five copies of Avista Corporation's Power Cost Deferral Report for the month of November 2009. The report includes the monthly energy recovery mechanism (ERM) accounting journal together with backup workpapers. In November actual net power costs were lower than authorized costs by \$5,051,422. The year to date difference is \$906,090 in the surcharge direction, which is within the \$4 M deadband. The November rebate deferral of \$978,756 zeroed-out the year to date surcharge deferrals that existed at October 31, 2009. The 2009 deferral balance is \$29,488 at November 30, 2009, and consists of interest on the 2009 amounts that were previously deferred.

Actual power supply expense was lower than the authorized level due primarily to higher hydro generation and low electricity purchase prices and low natural gas fuel prices. Hydro generation was 52 aMW above the authorized level. The average purchase price was \$44.99/MWh compared to an authorized price of \$69.88/MWh. The average natural gas price for Coyote Springs 2 was \$4.14/dth compared to an authorized price of \$8.59/dth.

Colstrip Unit 4 returned to service in late October and as a result generation was 7 aMW above the authorized level. Coyote Springs 2 generated 50 aMW above the authorized level and Kettle Falls generation was 18 aMW below the authorized level. The net transmission expense (transmission expense less transmission revenue) was below the authorized level. Washington retail sales were 14 aMW below the authorized level.

In November 2009 the deferral balances decreased by \$3,401,844. The November deferral was -\$978,756, interest amounted to \$34,153, and amortization amounted to \$2,457,241. The actual deferral balances at the end of November total \$9.0 million. The deferral balances at the end of December 2009 are expected to be approximately \$6.0 million based on the following assumptions:

1. A projected deferral of zero for December of 2009. (Note: Actual deferrals depend on hydro generation, precipitation, temperatures and other variables during the year.)
2. Forecasted amortizations of approximately \$31 million annually assuming no change in the existing surcharge rate.

STATE OF WASH
UTIL. AND TRANSP
COMMISSION

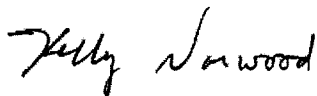
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REGISTRATION DIVISION

Interest is calculated pursuant to the Settlement Stipulation approved by the Commission's Fifth Supplemental Order in Docket No. UE-011595, dated June 18, 2002. Interest is applied to the average of the beginning and ending month deferral balances net of associated deferred federal income tax. The Company's weighted cost of debt is used as the interest rate. The interest rate is updated semi-annually and interest is compounded semi-annually. The January and July reports contain the supporting workpapers for the semi-annual updates of the weighted cost of debt used in the interest calculations. Page 23 of the July report shows the calculation of the weighted cost of debt at June 30, 2009, which is to be used for the July-December 2009 period.

There were no forward long-term contracts of one year or longer entered into in the month of November 2009. If you have any questions, please contact Bill Johnson at (509) 495-4046 or Ron McKenzie at (509) 495-4320.

Sincerely,

Handwritten signature of Kelly Norwood in black ink.

Kelly Norwood
Vice President State and Federal Regulation
RM
Enclosure
C: Mary Kimball, S. Bradley Van Cleve

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

MONTH OF NOVEMBER 2009

Avista Corporation Journal Entry

Effective Date: 200911

Journal: 481-WA ERM

Team: Resource Accounting

Type: C


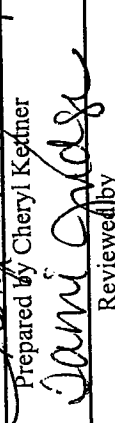
Category: DJ

Last Saved by: Cheryl Kettner

Last Saved: 12/07/2009 4:51 PM

Submitted by: Cheryl Kettner

Seq.	Co.#	FERC	Seq.	Jur.	S.I.	Debit	Credit	Comment
10	001	557290 - WA ERM AMORTIZATION	ED	WA	DL	2,457,241.00		WA ERM surcharge amortization
20	001	182350 - REGULATORY ASSET ERM APPROVED FOR F	ED	WA	DL		2,457,241.00	WA ERM authorized for recovery
25	001	182350 - REGULATORY ASSET ERM APPROVED FOR F	ED	WA	DL	32,551.00		Accrue interest on deferral balance authorized for recovery
30	001	557280 - DEFERRED POWER SUPPLY EXPENSE	ED	WA	DL	978,756.00		WA ERM current month deferral
40	001	186280 - REGULATORY ASSET ERM DEFERRED CURF	ED	WA	DL		978,756.00	WA ERM current year deferral
60	001	186280 - REGULATORY ASSET ERM DEFERRED CURF	ED	WA	DL	1,602.00		Accrue interest on current year deferral balance
70	001	186290 - REGULATORY ASSET ERM DEFERRED LAST	ED	WA	DL		0.00	Accrue interest on previous year deferral balance
80	001	419600 - INTEREST ON ENERGY DEFERRALS	ED	WA	DL		34,153.00	Non-utility interest income
120	001	186010 - REGULATORY ASSET ERM 100% COMPANY	ED	WA	DL		3,093,910.00	Track 100% company band accumulation
130	001	186020 - REGULATORY ASSET ERM 100% CONTRA	ED	WA	DL	3,093,910.00		Contra account for 100% company band accumulation
140	001	186030 - REGULATORY ASSET ERM 50% COMPANY	ED	WA	DL		978,756.00	Track 50% company band accumulation
150	001	186035 - REGULATORY ASSET ERM 50% CONTRA	ED	WA	DL	978,756.00		Contra account for 50% company band accumulation
160	001	186040 - REGULATORY ASSET ERM 10% COMPANY	ED	WA	DL		0.00	Track 10% company band accumulation
170	001	186045 - REGULATORY ASSET ERM 10% CONTRA	ED	WA	DL	0.00		Contra account for 10% company band accumulation
TOTALS:						7,542,816.00	7,542,816.00	


 Prepared by Cheryl Kettner
 Date 12/7/09

 Reviewed by Jami
 Date 12/7/09

Explanation:

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

Approved for Entry
 Corporate Accounting use Only

Detail Balances (AVA CORP) - 001.186280.ED.WA.DL					
Balance Type		Actual		Currency Type	Entered
				Factor	Units
Period	Currency	PTD	PTD Converted	YTD	YTD Converted
200812	USD	0.00		7,223,823.00	
200901	USD	7,223,823.00		0.00	
200902	USD	0.00		0.00	
200903	USD	0.00		0.00	
200904	USD	0.00		0.00	
200905	USD	0.00		0.00	
200906	USD	90,914.00		90,914.00	
200907	USD	2,897,913.00		2,988,827.00	
200908	USD	162,745.00		2,826,082.00	
200909	USD	672,572.00		2,153,510.00	
200910	USD	1,146,908.00		1,006,602.00	
200911	USD	977,154.00		29,448.00	

ERM Deferral Balance (Current Year - 2009)

Account 186280.ED.WA

Balance 10/31/09
 Deferral
 Interest
 Balance 11/30/09

Amount
 \$1,006,602.00
 -978,756.00
 1,602.00
\$29,448.00

Journal ID
 481 - WA ERM
 481 - WA ERM

Year to date deferrals
 Year to date interest
 Balance in account

\$0.00
 29,448.00
\$29,448.00

Detail Balances (AVA CORP) - 001.186290.ED.WA.DL

Balance Type: **Actual** Currency Type: **Entered**
 Factor: **Units**

Period	Currency	PTD	PTD Converted	YTD	YTD Converted
200812	USD	0.00		0.00	
200901	USD	7,249,441.00		7,249,441.00	
200902	USD	25,618.00		7,275,059.00	
200903	USD	25,618.00		7,300,677.00	
200904	USD	25,618.00		7,326,295.00	
200905	USD	25,618.00		7,351,913.00	
200906	USD	25,618.00		7,377,531.00	
200907	USD	7,377,531.00		0.00	
200908	USD	0.00		0.00	
200909	USD	0.00		0.00	
200910	USD	0.00		0.00	
200911	USD	0.00		0.00	

Journal Details Summary Balances

ERM Deferral Balance (Prior year - 2008)

Account 186290.ED.WA

Balance 10/31/09

No current month entry

Balance 11/30/09

<u>Amount</u>	<u>Journal ID</u>
\$0.00	
0.00	481 - WA ERM
<u>\$0.00</u>	

Detail Balances (AVA CORP) - 001.182350.ED.WA.DL

Balance Type: **Actual** Currency Type: **Entered**
 Factor: **Units**

Period	Currency	PTD	PTD-Converted	YTD	YTD-Converted
200813	USD	0.00		29,728,183.65	
200901	USD	3,573,277.00		26,154,906.65	
200902	USD	3,175,355.00		22,979,551.65	
200903	USD	3,112,821.00		19,866,730.65	
200904	USD	2,388,908.00		17,477,822.65	
200905	USD	2,169,372.00		15,308,450.65	
200906	USD	2,211,199.00		13,097,251.65	
200907	USD	5,286,457.00		18,383,708.65	
200908	USD	2,464,513.00		15,919,195.65	
200909	USD	2,395,398.00		13,523,797.65	
200910	USD	2,140,341.00		11,383,456.65	
200911	USD	2,424,690.00		8,958,766.65	

Journal Details Summary Balances

Recoverable Deferral Balance

Account 182350.ED.WA

Balance 10/31/09

Amortization

Interest

Balance 11/30/09

Amount

\$11,383,456.65

-2,457,241.00

32,551.00

\$8,958,766.65

Journal ID

481 - WA ERM

481 - WA ERM

Detail Balances (AWA CORP) - 001.186010.ED.WA.DL					
Balance Type		Actual		Currency Type	Entered
				Factor	Units
Period	Currency	PTD	PTD Converted	YTD	YTD Converted
200813	USD	0.00		4,000,000.00	
200901	USD	5,694,625.00		1,694,625.00	
200902	USD	173,136.00		1,521,489.00	
200903	USD	1,154,359.00		2,675,848.00	
200904	USD	1,490,918.00		1,184,930.00	
200905	USD	2,532,855.00		1,347,925.00	
200906	USD	2,652,075.00		4,000,000.00	
200907	USD	0.00		4,000,000.00	
200908	USD	0.00		4,000,000.00	
200909	USD	0.00		4,000,000.00	
200910	USD	0.00		4,000,000.00	
200911	USD	3,093,910.00		906,090.00	

ERM \$4M Deadband
Account 186010.ED.WA
 Balance 10/31/09
 Current month entry
 Balance 11/30/09

Amount	Journal ID
\$4,000,000.00	
<u>-3,093,910.00</u>	481 - WA ERM
<u>\$906,090.00</u>	

First \$4,000,000 at 100%
 \$4,000,000 to \$10,000,000 at 50%
 Over \$10,000,000 at 10%
 Total

Total	Absorbed	Deferred
\$906,090.00	\$906,090.00	\$0.00
0.00	0.00	0.00
0.00	0.00	0.00
<u>\$906,090.00</u>	<u>\$906,090.00</u>	<u>\$0.00</u>

Detail Balances (AWA CORP) - 001.186020.ED.WA.DL					
Balance Type: Actual			Currency Type	Entered	
			Factor	Units	
Period	Currency	PTD	PTD Converted	YTD	YTD Converted
200813	USD	0.00		4,000,000.00	
200901	USD	5,694,625.00		1,694,625.00	
200902	USD	173,136.00		1,521,489.00	
200903	USD	1,154,359.00		2,675,848.00	
200904	USD	1,490,918.00		1,184,930.00	
200905	USD	2,532,855.00		1,347,925.00	
200906	USD	2,652,075.00		4,000,000.00	
200907	USD	0.00		4,000,000.00	
200908	USD	0.00		4,000,000.00	
200909	USD	0.00		4,000,000.00	
200910	USD	0.00		4,000,000.00	
200911	USD	3,093,910.00		906,090.00	

ERM \$4M Deadband Contra Account
Account 186020.ED.WA

Balance 10/31/09
 Current month entry
 Balance 11/30/09

<u>Amount</u>	<u>Journal ID</u>
-\$4,000,000.00	
3,093,910.00	481 - WA ERM
-\$906,090.00	

Detail Balances (AVA CORP) - 001.186030.ED.WA.DL					
Balance Type		Actual		Currency Type	Entered
				Factor	Units
Period	Currency	PTD	PTD Converted	YTD	YTD Converted
200813	USD	0.00		3,000,000.00	
200901	USD	3,000,000.00		0.00	
200902	USD	0.00		0.00	
200903	USD	0.00		0.00	
200904	USD	0.00		0.00	
200905	USD	0.00		0.00	
200906	USD	90,753.00		90,753.00	
200907	USD	2,892,576.00		2,983,329.00	
200908	USD	171,919.00		2,811,410.00	
200909	USD	680,658.00		2,130,752.00	
200910	USD	1,151,996.00		978,756.00	
200911	USD	978,756.00		0.00	

Journal Details Summary Balances

ERM 50%-50% Sharing Band

Account 186030.ED.WA

Balance 10/31/09

Current month entry

Balance 11/30/09

Amount

\$978,756.00

-978,756.00

\$0.00

Journal ID

481 - WA ERM

First \$4,000,000 at 100%
 \$4,000,000 to \$10,000,000 at 50%
 Over \$10,000,000 at 10%
 Total

Total

\$906,090.00

0.00

0.00

\$906,090.00

Absorbed

\$906,090.00

0.00

0.00

\$906,090.00

Deferred

\$0.00

0.00

0.00

\$0.00

Detail Balances (AWA CORP) - 001.186035.ED.WA.DL

Balance Type: **Actual** Currency Type: **Entered**
 Factor: **Units**

Period	Currency	PTD	PTD Converted	YTD	YTD Converted
200813	USD	0.00		3,000,000.00	
200901	USD	3,000,000.00		0.00	
200902	USD	0.00		0.00	
200903	USD	0.00		0.00	
200904	USD	0.00		0.00	
200905	USD	0.00		0.00	
200906	USD	90,753.00		90,753.00	
200907	USD	2,892,576.00		2,983,329.00	
200908	USD	171,919.00		2,811,410.00	
200909	USD	680,658.00		2,130,752.00	
200910	USD	1,151,996.00		978,756.00	
200911	USD	978,756.00		0.00	

Journal Details Summary Balances

ERM 50%-50% Sharing Contra Account
Account 186035.ED.WA
 Balance 10/31/09
 No current month entry
 Balance 11/30/09

<u>Amount</u>	<u>Journal ID</u>
-\$978,756.00	
978,756.00	481 - WA ERM
<u>\$0.00</u>	

Detail Balances (AWA CORP) - 001.186040.ED.WA.DL

Balance Type: **Actual** Currency Type: **Entered**
 Factor: **Units**

Period	Currency	PTD	PTD Converted	YTD	YTD Converted
200813	USD	0.00		449,843.00	
200901	USD	449,843.00		0.00	
200902	USD	0.00		0.00	
200903	USD	0.00		0.00	
200904	USD	0.00		0.00	
200905	USD	0.00		0.00	
200906	USD	0.00		0.00	
200907	USD	0.00		0.00	
200908	USD	0.00		0.00	
200909	USD	0.00		0.00	
200910	USD	0.00		0.00	
200911	USD	0.00		0.00	

Journal Details Summary Balances

ERM 90%-10% Sharing Band

Account 186040.ED.WA

Balance 10/31/09

No current month entry

Balance 11/30/09

Amount	Journal ID
\$0.00	
0.00	481 - WA ERM
<u>\$0.00</u>	

	Total	Absorbed	Deferred
First \$4,000,000 at 100%	\$906,090.00	\$906,090.00	\$0.00
\$4,000,000 to \$10,000,000 at 50%	0.00	0.00	0.00
Over \$10,000,000 at 10%	0.00	0.00	0.00
Total	<u>\$906,090.00</u>	<u>\$906,090.00</u>	<u>\$0.00</u>

Detail Balances (AVA CORP) - 001.186045.ED.WA.DL

Balance Type: **Actual** Currency Type: **Entered**
 Factor: **Units**

Period	Currency	PTD	PTD Converted	YTD	YTD Converted
200813	USD	0.00		449,843.00	
200901	USD	449,843.00		0.00	
200902	USD	0.00		0.00	
200903	USD	0.00		0.00	
200904	USD	0.00		0.00	
200905	USD	0.00		0.00	
200906	USD	0.00		0.00	
200907	USD	0.00		0.00	
200908	USD	0.00		0.00	
200909	USD	0.00		0.00	
200910	USD	0.00		0.00	
200911	USD	0.00		0.00	

Journal Details Summary Balances

ERM 90%-10% Sharing Contra Account

Account 186045.ED.WA

Balance 10/31/09

No current month entry

Balance 11/30/09

<u>Amount</u>	<u>Journal ID</u>
\$0.00	
0.00	481 - WA ERM
<u>\$0.00</u>	

Detail Balances (AVA CORP) - 001.283280.ED.WA.DL					
Balance Type: Actual			Currency Type: Entered		
			Factor: Units		
Period	Currency	PTD	PTD Converted	YTD	YTD Converted
200313	USD	0.00		12,933,201.45	
200901	USD	1,241,680.65		11,691,520.80	
200902	USD	1,102,407.95		10,589,112.85	
200903	USD	1,080,521.05		9,508,591.80	
200904	USD	827,151.50		8,681,440.30	
200905	USD	750,313.90		7,931,126.40	
200906	USD	733,133.45		7,197,992.95	
200907	USD	282,393.65		7,480,386.60	
200908	USD	919,540.30		6,560,846.30	
200909	USD	1,073,789.50		5,487,056.80	
200910	USD	1,150,537.15		4,336,519.65	
200911	USD	1,190,645.40		3,145,874.25	

DFIT Associated with ERM Deferrals
Account 283280.ED.WA

Account 186280.ED.WA balance	\$29,448.00
Account 186290.ED.WA balance	0.00
Account 182350.ED.WA balance	8,958,766.65
Total	<u>\$8,988,214.65</u>
Federal income tax rate	-35%
Deferred FIT related to deferrals	<u>-\$3,145,875</u>
Rounding	1
Balance in account	<u><u>-\$3,145,874</u></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 12/31/08 is 6.547%--				Actual cost of debt at 6/30/09 is 6.041%		
The monthly rate is:		0.00546	Before Tax	The monthly rate is:		0.00503417 Before Tax
		0.0035463	After Tax			0.0032722 After Tax
		0.35	Tax rate			0.35 Tax rate
Account 186280		2009 Interest				
12-31-2008	GL Balance including interest	\$7,223,823				
01-31-2009	GL Balance	(\$7,223,823)	Transfer to 186290			
01-31-2009	GL Balance	0				
				January	DFIT Expense	ADFIT
January	ERM Deferral	0	Deferral	0	Operating	0
January	Interest	0	Interest	0	Nonoperating	0
01-31-2009	Balance before interest	0		0	Total	0
				February	DFIT Expense	ADFIT
February	ERM Deferral	0	Deferral	0	Operating	0
February	Interest	0	Interest	0	Nonoperating	0
02-28-2009	Balance before interest	0		0	Total	0
				March	DFIT Expense	ADFIT
March	ERM Deferral	0	Deferral	0	Operating	0
March	Interest	0	Interest	0	Nonoperating	0
03-31-2009	Balance before interest	0		0	Total	0
				April	DFIT Expense	ADFIT
April	ERM Deferral	0	Deferral	0	Operating	0
April	Interest	0	Interest	0	Nonoperating	0
04-30-2009	Balance before interest	0		0	Total	0
				May	DFIT Expense	ADFIT
May	ERM Deferral	0	Deferral	0	Operating	0
May	Interest	0	Interest	0	Nonoperating	0
05-31-2009	Balance before interest	0		0	Total	0
				June	DFIT Expense	ADFIT
June	ERM Deferral	90,753	Deferral	31,764	Operating	(31,764)
June	Interest	161	Interest	56	Nonoperating	(56)
06-30-2009	Balance before interest	90,753		31,820	Total	(31,820)
06-30-2009	GL Balance including interest	90,914				
				July	DFIT Expense	ADFIT
July	ERM Deferral	2,892,576	Deferral	1,012,402	Operating	(1,012,402)
July	Interest	5,337	Interest	1,868	Nonoperating	(1,868)
07-31-2009	Balance before interest	2,983,490		1,014,270	Total	(1,014,270)
				August	DFIT Expense	ADFIT
August	ERM Deferral	(171,919)	Deferral	(60,172)	Operating	60,172
August	Interest	9,174	Interest	3,211	Nonoperating	(3,211)
08-31-2009	Balance before interest	2,811,571		(56,961)	Total	56,961
				September	DFIT Expense	ADFIT
September	ERM Deferral	(680,658)	Deferral	(238,230)	Operating	238,230
September	Interest	8,086	Interest	2,830	Nonoperating	(2,830)
09-30-2009	Balance before interest	2,130,913		(235,400)	Total	235,400
				October	DFIT Expense	ADFIT
October	ERM Deferral	(1,151,996)	Deferral	(403,199)	Operating	403,199
October	Interest	5,088	Interest	1,781	Nonoperating	(1,781)
10-31-2009	Balance before interest	978,917		(401,418)	Total	401,418
				November	DFIT Expense	ADFIT
November	ERM Deferral	(978,756)	Deferral	(342,565)	Operating	342,565
November	Interest	1,602	Interest	561	Nonoperating	(561)
11-30-2009	Balance before interest	161		(342,004)	Total	342,004
				GL Balance	Activity	GL Balance
	Net ERM Balance	29,448		10-31-09	Nov-09	11-30-09
				1,006,602	(977,154)	29,448
	ADFIT Balance	(10,307)				

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 12/31/08 is 6.547%.		0.00546 Before Tax		Actual cost of debt at 6/30/09 is 6.041%		0.00503417 Before Tax	
The monthly rate is:		0.0035463 After Tax		The monthly rate is:		0.0032722 After Tax	
		0.35 Tax rate				0.35 Tax rate	
Account 186290		2009 Interest					
12-31-2008	GL Balance including interest	0					
01-31-2009	Transfer from 186280	\$7,223,823					
01-31-2009	GL Balance including interest	\$7,223,823		January	DFIT Expense		ADFIT
January	Interest		25,618	Interest	8,966	Nonoperating	(8,966)
01-31-2009	Balance before interest	7,223,823			8,966	Total	(8,966)
				February	DFIT Expense		ADFIT
February	Interest		25,618	Interest	8,966	Nonoperating	(8,966)
02-28-2009	Balance before interest	7,223,823			8,966	Total	(8,966)
				March	DFIT Expense		ADFIT
March	Interest		25,618	Deferral	0	Operating	0
03-31-2009	Balance before interest	7,223,823		Interest	8,966	Nonoperating	(8,966)
					8,966	Total	(8,966)
				April	DFIT Expense		ADFIT
April	Interest		25,618	Deferral	0	Operating	0
04-30-2009	Balance before interest	7,223,823		Interest	8,966	Nonoperating	(8,966)
					8,966	Total	(8,966)
				May	DFIT Expense		ADFIT
May	Interest		25,618	Deferral	0	Operating	0
05-31-2009	Balance before interest	7,223,823		Interest	8,966	Nonoperating	(8,966)
					8,966	Total	(8,966)
				June	DFIT Expense		ADFIT
June	Interest		25,618	Deferral	0	Operating	0
06-30-2009	Balance before interest	7,223,823		Interest	8,966	Nonoperating	(8,966)
					8,966	Total	(8,966)
06-30-2009	GL Balance including interest	7,377,531		July	DFIT Expense		ADFIT
06-30-2009	ERM Transfer to 182350	(7,377,531)		Deferral	0	Operating	0
July	Interest		0	Interest	0	Nonoperating	0
07-31-2009	Balance before interest	0			0	Total	0
				August	DFIT Expense		ADFIT
August	Interest		0	Deferral	0	Operating	0
08-31-2009	Balance before interest	0		Interest	0	Nonoperating	0
					0	Total	0
				September	DFIT Expense		ADFIT
September	Interest		0	Deferral	0	Operating	0
09-30-2009	Balance before interest	0		Interest	0	Nonoperating	0
					0	Total	0
				October	DFIT Expense		ADFIT
October	Interest		0	Deferral	0	Operating	0
10-31-2009	Balance before interest	0		Interest	0	Nonoperating	0
					0	Total	0
				November	DFIT Expense		ADFIT
November	Interest		0	Deferral	0	Operating	0
11-30-2009	Balance before interest	0		Interest	0	Nonoperating	0
					0	Total	0
	Net ERM Balance	0		GL Balance	Activity	GL Balance	
				10-31-09	Nov-09	11-30-09	
	ADFIT Balance	0		0	0	0	
When WUTC deems 2008 deferred power costs prudent - reclass to 182350.							
Prudency granted 7/16/09.							

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 12/31/08 is 6.547%.-				Actual cost of debt at 6/30/09 is 6.041%			
The monthly rate is:		0.00546	Before Tax	The monthly rate is:		0.00503417	Before Tax
		0.0035463	After Tax			0.0032722	After Tax
		0.35	Tax rate			0.35	Tax rate
Account 182350		2009 Interest					
				<u>January</u>	<u>DFIT Expense</u>	<u>ADFIT</u>	
12-31-2008	GL Balance including interest	29,728,184		Amortization	(1,285,267)	Operating	1,285,267
January	Surcharge Amortization	(3,672,191)		Interest	34,620	Nonoperating	(34,620)
January	Interest		98,914		(1,250,647)	Total	1,250,647
01-31-2009	Balance before interest	26,055,993					
				<u>February</u>	<u>DFIT Expense</u>	<u>ADFIT</u>	
February	Surcharge Amortization	(3,261,973)		Amortization	(1,141,691)	Operating	1,141,691
February	Interest		86,618	Interest	30,316	Nonoperating	(30,316)
02-28-2009	Balance before interest	22,794,020			(1,111,375)	Total	1,111,375
				<u>March</u>	<u>DFIT Expense</u>	<u>ADFIT</u>	
	Lehman Settlement	(235,815)		Amortization	(1,033,266)	Operating	1,033,266
March	Surcharge Amortization	(2,952,188)		Interest	26,314	Nonoperating	(26,314)
March	Interest		75,182		(1,006,952)	Total	1,006,952
03-31-2009	Balance before interest	19,606,017					
				<u>April</u>	<u>DFIT Expense</u>	<u>ADFIT</u>	
April	Surcharge Amortization	(2,454,085)		Amortization	(858,930)	Operating	858,930
April	Interest		65,177	Interest	22,812	Nonoperating	(22,812)
04-30-2009	Balance before interest	17,151,932			(836,118)	Total	836,118
				<u>May</u>	<u>DFIT Expense</u>	<u>ADFIT</u>	
May	Surcharge Amortization	(2,226,250)		Amortization	(779,188)	Operating	779,188
May	Interest		56,878	Interest	19,907	Nonoperating	(19,907)
05-31-2009	Balance before interest	14,925,682			(759,281)	Total	759,281
				<u>June</u>	<u>DFIT Expense</u>	<u>ADFIT</u>	
June	Surcharge Amortization	(2,260,122)		Amortization	(791,043)	Operating	791,043
June	Interest		48,923	Interest	17,123	Nonoperating	(17,123)
06-30-2009	Balance before interest	12,665,560			(773,920)	Total	773,920
06-30-2009	Transfer from 186290	7,377,531					
06-30-2009	GL Balance including interest	13,097,252		<u>July</u>	<u>DFIT Expense</u>	<u>ADFIT</u>	
July	Surcharge Amortization	(2,154,547)		Amortization	(754,091)	Operating	754,091
July	Interest		63,473	Interest	22,216	Nonoperating	(22,216)
07-31-2009	Balance before interest	18,320,236			(731,875)	Total	731,875
				<u>August</u>	<u>DFIT Expense</u>	<u>ADFIT</u>	
August	Surcharge Amortization	(2,520,337)		Amortization	(882,118)	Operating	882,118
August	Interest		55,824	Interest	19,538	Nonoperating	(19,538)
08-31-2009	Balance before interest	15,799,899			(862,580)	Total	862,580
				<u>September</u>	<u>DFIT Expense</u>	<u>ADFIT</u>	
September	Surcharge Amortization	(2,443,101)		Amortization	(855,085)	Operating	855,085
September	Interest		47,703	Interest	16,696	Nonoperating	(16,696)
09-30-2009	Balance before interest	13,356,798			(838,389)	Total	838,389
				<u>October</u>	<u>DFIT Expense</u>	<u>ADFIT</u>	
October	Surcharge Amortization	(2,180,480)		Amortization	(763,168)	Operating	763,168
October	Interest		40,139	Interest	14,049	Nonoperating	(14,049)
10-31-2009	Balance before interest	11,176,318			(749,119)	Total	749,119
				<u>November</u>	<u>DFIT Expense</u>	<u>ADFIT</u>	
November	Surcharge Amortization	(2,457,241)		Amortization	(860,034)	Operating	860,034
November	Interest		32,551	Interest	11,393	Nonoperating	(11,393)
11-30-2009	Balance before interest	8,719,077			(848,641)	Total	848,641
				<u>GL Balance</u>	<u>Activity</u>	<u>GL Balance</u>	
				<u>10-31-2009</u>	<u>Nov-09</u>	<u>11-30-2009</u>	
Net ERM Balance		8,958,767		11,383,457	(2,424,690)	8,958,767	
ADFIT Balance		(3,135,568)					

		Interest		
	182350	186280	186290	419600
01-31-2009	98,914	0	25,618	(124,532)
Total				
02-28-2009	86,618	0	25,618	(112,236)
Total				
03-31-2009	75,182	0	25,618	(100,800)
Total				
04-30-2009	65,177	0	25,618	(90,795)
Total				
05-31-2009	56,878	0	25,618	(82,496)
Total				
06-30-2009	48,923	161	25,618	(74,702)
Total				
07-31-2009	63,473	5,337	0	(68,810)
Total				
08-31-2009	55,824	9,174	0	(64,998)
Total				
09-30-2009	47,703	8,086	0	(55,789)
Total				
10-31-2009	40,139	5,088	0	(45,227)
Total				
11-30-2009	32,551	1,602	0	(34,153)
Total				

AVISTA CORPORATION
 NOVEMBER 2009 WASHINGTON ELECTRIC SURCHARGE REVENUE & DEFERRAL AMORTIZATION

Schedule (a)	Sch 1 Block Percent (b)	kWh or \$ (c)	Proration Percentages		Surcharge Rates		Rate		Current Month Surcharge Revenue	
			Before 1-Jan-06 (d)	On/After 1-Jan-06 (e)	Before 1-Jan-06 (f)	On/After 1-Jan-06 (g)	Before 1-Jan-06 (h)	On/After 1-Jan-06 (i)	Total (j)	(h)+(i)
1 (0-600 kWh)	56.018%	102,769,346	0.00%	100.00%	0.405¢	0.446¢	\$0	\$458,351	\$458,351	\$458,351
1 (601-1300 kWh)	29.410%	53,954,915	0.00%	100.00%	0.607¢	0.668¢	0	360,419	360,419	360,419
1 (over 1300 kWh)	14.572%	26,733,459	0.00%	100.00%	0.853¢	0.938¢	0	250,760	250,760	250,760
Total Sch 1	100.000%	183,457,720					0	1,069,530	1,069,530	1,069,530
11		28,250,919	0.00%	100.00%	0.788¢	0.867¢	0	244,935	244,935	244,935
12		3,427,555	0.00%	100.00%	0.788¢	0.867¢	0	29,717	29,717	29,717
21		118,483,193	0.00%	100.00%	0.549¢	0.604¢	0	715,638	715,638	715,638
22		2,783,821	0.00%	100.00%	0.549¢	0.604¢	0	16,814	16,814	16,814
25		75,528,328	0.00%	100.00%	0.352¢	0.387¢	0	292,295	292,295	292,295
30		286,340	0.00%	100.00%	0.485¢	0.534¢	0	1,529	1,529	1,529
31		4,233,855	0.00%	100.00%	0.485¢	0.534¢	0	22,609	22,609	22,609
32		390,833	0.00%	100.00%	0.485¢	0.534¢	0	2,087	2,087	2,087
41-46		\$1,430,073	0.00%	100.00%	9.78%	9.02%	0	113,540	113,540	113,540
47		\$481,051	0.00%	100.00%	9.78%	9.02%	0	38,193	38,193	38,193
48		\$284,343	0.00%	100.00%	9.78%	9.02%	0	22,575	22,575	22,575
Schedule Totals		416,842,564					\$0	\$2,569,462	\$2,569,462	\$2,569,462

Conversion factor	0.956325
Amortization	\$2,457,241
FIT rate	-35%
DFIT expense	-\$860,034

kWh not subject to surcharge	13,000
Sch 28	2,195,467
Sch 41-48	419,051,031
Total kWh	

Electric Revenue Report by Revenue Class
Current Month and Year-to-Date
for Accounting Period : 200911 , State Code : WA

Accounting Period	200911	State Code	WA
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Rate Schedule Num	Meters	Usage	Revenue Amt	YTD Avg Meters	Ytd Usage	Ytd Revenue Amt
001	200,707	183,457,720	14,262,786	200,064	2,219,563,652	176,287,653
011	19,211	28,250,919	3,191,139	19,188	338,303,398	37,627,097
012	8,014	3,427,555	409,887	7,942	41,508,931	4,914,544
021	3,266	118,483,193	10,102,957	3,273	1,394,786,422	116,868,022
022	81	2,783,821	228,012	79	34,283,803	2,791,309
025	22	75,528,328	4,206,704	22	807,800,285	44,646,396
028	0	13,000	18,884	0	68,000	201,159
030	34	286,340	19,050	34	23,684,820	1,544,005
031	1,116	4,233,855	334,766	1,107	95,217,481	7,131,247
032	1,222	390,833	36,722	1,219	11,874,378	964,214
041	11	8,720	1,839	11	95,920	20,027
042	277	1,122,673	338,296	275	12,353,205	3,714,743
044	13	21,372	2,488	13	233,740	26,952
044A	0	0	336	0	0	1,277
045	3	86,565	5,931	3	961,744	65,619
046	19	190,743	17,707	19	2,098,066	192,896
047	0	481,051	104,124	0	5,400,261	1,140,955
048	0	284,343	67,913	0	3,183,936	756,896
058	0	0	1,187,400	0	0	14,189,880
058A	0	0	-7,118	0	0	-86,134
063	0	0	0	0	0	0
090	0	0	4	0	0	44
095	0	0	14,717	0	0	161,829
099	0	0	59,488	0	0	715,029
Sum	233,996	419,051,031	34,604,033	233,249	4,991,418,042	413,875,659

Avista Utilities
 System Power Supply Expenses
 WASHINGTON DEFERRED POWER COST CALCULATION

Line No.		ACTUALS											
		744 Jan-09	672 Feb-09	743 Mar-09	720 Apr-09	744 May-09	720 Jun-09	744 Jul-09	744 Aug-09	720 Sep-09	744 Oct-09	721 Nov-09	
37	wood	653,209	695,926	449,073	282,427	851	489,302	554,567	904,390	653,971	788,893	759,841	
38	coal	1,521,762	1,502,386	1,157,043	784,652	287,463	686,739	576,404	1,532,508	1,029,550	681,339	2,060,366	
39	Total Coal & Wood	2,174,971	2,198,312	1,606,116	1,067,079	288,314	1,176,041	1,130,971	2,436,898	1,683,521	1,470,232	2,820,207	
40	gas	4,909	4,003	2,471	132	19	(149)	8,390	397	3,046	13,906	8,447	
41	oil	-	4,007	(4,978)	16,507	5,239	65	19,900	19,296	662	875	51,416	
42	Total Oil & Gas	4,909	6,410	(2,507)	16,639	5,258	(94)	28,320	19,693	3,708	14,781	59,863	
43	Total Account 501	2,179,880	2,204,722	1,603,609	1,083,718	293,572	1,175,957	1,159,291	2,456,591	1,687,229	1,485,013	2,880,070	
44	501 FUEL-TONS	27,151	29,722	27,327	12,159	19,996	19,996	21,937	35,246	25,493	31,871	30,856	
45	Colstrip	107,102	92,329	93,314	41,516	43,525	34,163	46,344	51,341	49,266	48,410	98,466	
46	wood	24,06	23,41	16,43	23,23	#DIV/0!	24,47	25,28	25,66	25,65	24,75	24,63	
47	coal	14,21	16,27	12,40	18,90	6,60	20,10	12,44	29,85	20,90	14,07	20,92	
48	547 FUEL	278	194	-	-	-	1,918	1,016	(232)	(65)	(390)	378	
49	NE CT Gas/Oil-547213	3,239	1,808	131,948	66,372	16,837	19,627	212,203	327,478	341,988	137,508	54,889	
50	Boulder Park-547216	672	394	(92)	(1,152)	7	(59)	56,920	104,884	38,235	29,794	10,808	
51	Kettle Falls CT-547211	6,542,047	10,233,807	7,193,794	1,407,594	747,896	553,678	6,267,066	6,694,002	6,310,200	5,459,749	4,741,495	
52	Coyote Springs-547610	(6,843)	1,257	107,516	57,142	40,262	23,242	72,447	780,316	946,109	8,562	(8,002)	
53	Ratdrum CT-547310	6,539,393	10,237,460	7,433,226	1,531,956	805,002	598,412	6,603,652	7,906,448	7,636,447	5,635,217	4,789,668	
54	Total Account 547	19,933,724	19,162,111	16,632,057	8,258,241	2,083,300	3,454,871	18,147,046	23,301,370	22,501,876	20,656,187	17,285,936	
55	456 TRANSMISSION REV	(621,148)	(552,524)	(891,843)	(620,253)	(812,979)	(790,323)	(871,043)	(799,476)	(906,713)	(893,936)	(706,772)	
56	565000 ED AN	(7,479)	(7,479)	(7,479)	(7,479)	(7,479)	(7,479)	(7,479)	(7,479)	(7,479)	(7,479)	(7,479)	
57	466904-ED-WA to WA summary	(628,626)	(560,003)	(899,322)	(627,732)	(820,456)	(797,802)	(876,522)	(747,123)	(906,713)	(893,936)	(706,772)	
58	565 TRANSMISSION EXP	1,205,862	1,092,261	1,108,844	1,139,045	980,023	1,027,769	1,055,946	1,116,830	1,072,164	1,063,119	1,143,935	
59	565710 ED AN	2,030	2,030	2,030	2,030	2,030	2,030	2,030	2,030	2,030	2,030	2,030	
60	to WA summary	1,207,892	1,094,291	1,110,874	1,141,075	982,053	1,029,799	1,070,037	1,118,860	1,074,194	1,065,149	1,145,965	
61	557170 ED AN Broker Fees	6,856	7,506	11,728	10,282	13,327	11,815	14,875	5,976	14,031	13,831	8,903	
62	RESOURCE OPTIMIZATION	7,811,315	2,692,645	6,419,422	3,458,788	751,705	(54,785)	2,705,061	2,777,432	2,182,782	522,602	1,643,090	
63	Econ Dispatch-557150	-	-	-	-	-	-	(107,417)	-	45,750	-	99,393	
64	Gas Bookouts-557700	(5,745,102)	(2,229,050)	(3,897,753)	(3,344,348)	(851,916)	3,197	(4,440,959)	(4,637,801)	(4,236,818)	(751,581)	(1,631,474)	
65	Fuel Dispatch-456015	-	-	-	(105,295)	-	-	105,295	-	(45,750)	-	(99,375)	
66	Fuel Bookouts-456720 to WA summary	2,086,213	463,595	2,421,669	116,562	(100,210)	(51,588)	(1,737,416)	(1,860,369)	(2,053,036)	(228,979)	11,634	
67	Misc Rev's 456015 ED AN	(109,952)	(1,454)	(3,954)	(1,454)	(1,454)	(1,454)	(673)	-	-	(24,069)	-	
68	REC Expense Authorized	29,760	26,880	29,720	28,800	29,760	28,800	29,760	29,760	28,800	29,760	28,840	
69	557160 ED AN Actuals	29,760	26,880	29,720	28,800	29,760	28,800	29,760	29,760	28,800	29,760	28,840	
70	to WA summary	-	-	-	-	-	-	-	-	-	-	-	
71	Net Resource Optimization	1,956,261	462,141	2,417,715	115,108	(101,564)	(53,042)	(1,738,089)	(1,860,369)	(2,053,036)	(253,048)	11,634	
	Adjusted Actual Net Expense	22,476,105	20,165,046	19,273,052	8,897,974	2,166,558	3,645,441	16,615,347	21,818,714	20,630,152	20,588,183	17,745,666	

AVISTA UTILITIES
 Washington Electric Jurisdiction
 Energy Recovery Mechanism Revenue Credit
 Month of November 2009

Description	January	February	March	April	May	June	July	August	September	October	November	December	YTD
Total WA kWhs per Rev Run	594,203,023	541,566,378	494,662,555	431,520,144	404,829,564	415,249,875	397,044,965	451,871,519	439,205,508	402,193,680	419,051,031	419,051,031	4,991,418,042
Deduct Prior Month Unbilled kWhs	(410,862,853)	(359,706,111)	(300,949,240)	(310,045,884)	(273,851,277)	(280,198,185)	(266,940,385)	(305,815,811)	(310,896,713)	(287,976,540)	(317,210,115)	(363,622,185)	(3,788,095,299)
Add Current Month Unbilled kWhs	359,706,111	300,949,240	310,045,884	273,851,277	280,198,185	266,940,385	305,815,811	310,896,713	287,976,540	317,210,115	363,622,185	363,622,185	3,977,212,446
Washington Retail kWhs	543,026,281	482,809,507	503,779,199	395,325,537	411,176,472	401,991,875	435,920,391	456,952,421	416,285,335	431,427,255	465,463,101	(363,622,185)	4,580,635,189
Test Year WA Retail Sales (1)	557,362,856	482,599,842	468,215,165	413,064,770	417,489,177	417,457,930	475,798,809	458,543,840	425,385,485	456,639,554	475,819,710	532,405,915	5,580,783,052
Difference from Test Year	(14,336,575)	209,665	35,564,034	(17,739,233)	(6,312,705)	(15,466,055)	(39,878,418)	(1,591,419)	(9,100,150)	(25,212,299)	(10,356,609)	(104,219,762)	(104,219,762)
WA Retail Revenue Credit (1)	(\$668,371)	\$9,775	\$1,657,995	(\$927,003)	(\$294,298)	(\$721,027)	(\$1,859,132)	(\$74,192)	(\$424,249)	(\$1,175,397)	(\$482,825)	\$0	(\$4,858,725)
Net Wind Revenue Credit	\$2,174	\$2,141	\$320	\$256	\$220	\$221	\$399	\$347	\$359	\$449	\$530	\$0	\$7,416
Total Revenue Credit	(\$666,197)	\$11,916	\$1,658,315	(\$826,747)	(\$294,078)	(\$720,806)	(\$1,858,733)	(\$73,845)	(\$423,890)	(\$1,174,948)	(\$482,295)	\$0	(\$4,851,309)

(2) Revised June Revenue Credit

August Revenue Credit Entry	\$46,620
	(\$27,225)
	(\$767,426)

(1) from APPENDIX 2 of the Settlement Agreement in Docket No. UE-080416

(2) June Revenue Credit as included in PCA Journal due to input error.

Correction to June Revenue Credit

Current Period Schedule 95 Revenue	\$14,728.58	\$14,645.85	\$14,618.77	\$14,751.61	\$14,744.71	\$14,703.49	\$14,757.47	\$14,783.47	\$14,666.30	\$14,709.43	\$14,716.92	\$13,957.96	\$161,828.60
Schedule 95 Revenue in Base Rates	\$11,730.36	\$11,692.65	\$14,177.63	\$14,398.73	\$14,440.76	\$14,398.94	\$14,206.91	\$14,305.11	\$14,172.94	\$14,090.47	\$13,985.26	\$13,957.96	\$165,557.72
Incremental Schedule 95 Renewable Revenue	\$2,998.22	\$2,953.20	\$441.14	\$352.88	\$303.95	\$304.55	\$550.56	\$478.36	\$495.36	\$618.96	\$731.66	\$0.00	\$10,228.84
Deduct Admin Expense	\$824.51	\$812.13	\$121.31	\$97.04	\$83.59	\$83.75	\$151.40	\$131.55	\$136.22	\$170.21	\$201.21	\$0.00	\$2,812.93
0.005 x 55 = 0.275 per Revenue \$	\$2,173.71	\$2,141.07	\$319.83	\$255.84	\$220.36	\$220.80	\$399.16	\$346.81	\$359.14	\$448.75	\$530.45	\$0.00	\$7,415.91
Net Renewable Revenue Credit													