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First Revision Sheet 97 Canceling Original Sheet 97

WN U-28

AVISTA CORPORATION dba Avista Utilities

SCHEDULE 97 RENEWABLE GENERATION INCENTIVES WASHINGTON

AVAILABLE: Customers may apply for generation incentives as allowed by the Department of Revenue per WAC 458-20-273 (Renewable energy system cost recovery). Qualifying systems include solar energy systems, wind generators, and anaerobic digesters that process manure from livestock into biogas and dried manure using microorganisms in a closed oxygen free container. Customers must apply for interconnection with the Company and receive certification of their renewable energy system through the State Department of Revenue. Customers interconnected prior to the effective date of this tariff must apply for participation in the program to Avista in addition to the state certification to ensure proper measurement. Upon approval of completion of installation of a qualifying renewable energy system and meeting interconnection standards, the customer's generation will be interconnected and measured by the Company.

The renewable generation incentive payment includes a credit or payment of up to \$5,000 annually available to customers for measured electric generation from certified energy systems. This program applies to measured customers' renewable energy system kilowatt-hours generated between July 1, 2005 and June 30, 2020.

The following table describes the application of the economic development factors. The actual incentive payment to customers must be computed using the customer's actual measured electric kilowatt-hours generated.

Annual Investment Cost Recovery Incentive Payment Calculation Table

Customer-generated power Applicable rates	Base rate (0.15) multiplied by applicable factor equals incentive payment rate	Kilowatt- hours generated	Incentive payment amount equals incentive payment rate multiplied by Kilowatt- hours generated
Solar modules manufactured in Washington state Factor: 2.4 (two and four-tenths)	\$0.36		
Solar or wind generating equipment with an inverter manufactured in Washington state Factor: 1.2 (one and two-tenths)	\$0.18		
Anaerobic digester or other solar equipment or wind generator equipped with blades manufactured in Washington state Factor: 1.0 (one)	\$0.15		
All other electricity produced by wind Factor: 0.8 (eight-tenths)	\$0.12		

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Both solar modules and inverters manufactured in Washington State. Factor: (2.4 + 1.2) = 3.6	\$0.54		
Wind generator equipment with both blades and inverter manufactured in Washington State. Factor: (1.0 + 1.2) = 2.2	\$0.33		

The determination of manufacturing as it relates to economic development factors will be included in the Department of Revenue's analysis for certification. The Department of Revenue defines manufacturing in WAC 458-20-136.

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