WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION **RESPONSE TO DATA REQUEST**

DATE PREPARED: May 22, 2000 CASE NO .: UE-991606 UG-991607 **REQUESTER:**

Avista Corporation

WITNESS: **RESPONDER: TELEPHONE:** Alan Buckley Alan Buckley (360) 664-1306

REQUEST NO. 153:

RE: Page 50. Please fully explain what Staff means by the following statement by Mr. Buckley "Staff is quite concerned that potential changes in these relatively short-term contracts could undermine the very revenue stability the Company is seeking to obtain through the proposed power cost adjustment."

RESPONSE:

See the testimony of Mr. Buckley immediately proceeding the language quoted in the data request (Exhibit T-____ (APB-T), page 48, line 15, through page 49, line 1). Staff believes that the relatively short-term nature of many of the firm wholesale purchase and sales arrangements (as compared to the more traditional long-term firm wholesale transactions made in the past), may have a detrimental affect on maintaining the revenue stability that the Company seeks through implementation of a power cost adjustment mechanism.

WUTC DOCKET NO. <u>UE-991606</u> EXHIBIT # <u>559</u>		
EXHIBIT # <u>227</u>		
ADMIT	W/D	REJECT