

**BEFORE THE  
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,	)	
	)	
Complainant,	)	
	)	Docket No. UE-140188
v.	)	Docket No. UG-140189
	)	
AVISTA CORPORATION d/b/a	)	<i>(consolidated)</i>
AVISTA UTILITIES,	)	
	)	
Respondent.	)	
_____	)	

**EXHIBIT NO.\_\_\_\_(BGM-5)**

**ATTRITION STUDY ADJUSTMENT CALCULATION TO REMOVE  
TRENDING FROM ATTRITION STUDY**

**July 22, 2014**

**EXHIBIT NO.\_\_(BGM-5)**  
**2015 ELECTRIC ATTRITION STUDY**  
**Adjustment ICNU-2: Remove Trending from Attrition Study**  
**Washington - Electric System**  
**Twelve Months Ended June 30, 2013**  
**(000's of Dollars)**

Line No.	Description	(a) Attrition Balances	(b) Revenue Growth Factor	(c) Attrition Adjusted Balances	(d) After Attrition Adjustments	(e) Final Balances	(f) 2014 Temporary Rate Increase	(g) Adjusted 2015 Rev Req.	(h) Rev. Req. Per ICNU-1	(i) Revenue Req. Adjustment
1	Attrition Rate Base	1,233,588	1.000000	\$1,233,588	\$472	\$1,234,060				
2	Proposed Rate of Return			7.17%	7.17%	7.17%				
3	Net Operating Income Requirement			\$88,448	\$34	\$88,482				
4	Attrition Net Operating Income	\$102,664	1.000000	\$102,664	\$214	\$102,878				
5	Net Operating Income Deficiency			(\$14,216)	(\$180)	(\$14,396)				
6	Conversion Factor			0.62074	0.62074	0.62074				
7	Attrition Revenue Requirement			(\$22,900)	(\$290)	(\$23,191)	\$14,054	(\$37,245)	\$5,629	(\$42,874)
8	Total General Business Revenues					\$466,872		\$480,926	\$480,926	\$480,926
9	Percentage Revenue Increase					<u><u>-4.97%</u></u>		<u><u>-7.74%</u></u>	<u><u>1.95%</u></u>	<u><u>-8.91%</u></u>