

**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-6)**

**PRO FORMA CROSS CHECK STUDY ADJUSTMENT CALCULATION FOR  
FORECAST CAPITAL EXPENDITURES**

**July 22, 2014**

EXHIBIT NO. \_\_\_(BGM-6)

ICNU REVENUE REQUIREMENT ADJUSTMENTS 3 - FORECAST CAPITAL EXPENDITURES

PRO FORMA CROSS CHECK STUDY

TWELVE MONTHS ENDED JUNE 30, 2013

(000'S OF DOLLARS)

		ICNU-3: REMOVE FORECAST CAPITAL ADDITIONS				
Line No.	DESCRIPTION	ICNU-1 Results of Operations	Remove Forecast Cap. Additions	Adjusted Results	Rev. Req. Increase / (Decrease)	ICNU-3 Results of Operations
REVENUES						
1	Total General Business	\$486,399	\$0	\$486,399	(28,051)	\$458,348
2	Interdepartmental Sales	849	-	849	-	849
3	Sales for Resale	43,789	-	43,789	-	43,789
4	Total Sales of Electricity	\$531,037	\$0	\$531,037	(\$28,051)	\$502,986
5	Other Revenue	14,218	-	14,218	-	14,218
6	Total Electric Revenue	\$545,255	\$0	\$545,255	(\$28,051)	\$517,204
EXPENSES						
Production and Transmission						
7	Operating Expenses	135,895	-	135,895	-	135,895
8	Purchased Power	75,846	-	75,846	-	75,846
9	Depreciation/Amortization	25,046	(1,936)	23,110	-	23,110
10	Regulatory Amortization	6,646	-	6,646	-	6,646
11	Taxes	14,242	-	14,242	-	14,242
12	Total Production & Transmission	257,675	(1,936)	255,739	-	255,739
Distribution						
13	Operating Expenses	20,883	-	20,883	-	20,883
14	Depreciation/Amortization	24,863	(2,507)	22,356	-	22,356
15	Taxes	24,602	-	24,602	(1,082)	23,520
16	Total Distribution	70,348	(2,507)	67,841	(1,082)	66,759
17	Customer Accounting	10,697	-	10,697	(125)	10,572
18	Customer Service & Information	6,717	-	6,717	-	6,717
19	Sales Expenses	8	-	8	-	8
Administrative & General						
20	Operating Expenses	45,163	-	45,163	(56)	45,107
21	Depreciation/Amortization	23,995	(9,428)	14,567	-	14,567
22	Taxes	-	-	-	-	-
23	Total Admin. & General	69,158	(9,428)	59,730	(56)	59,674
24	Total Electric Expenses	414,603	(13,871)	400,732	(1,263)	399,469
25	OPERATING INCOME BEFORE FIT	130,652	13,871	144,523	(26,788)	117,735
FEDERAL INCOME TAX						
26	Current Accrual	23,632	4,855	28,486	(9,376)	19,110
27	Debt Interest	(1,657)	1,273	(384)	-	(384)
28	Deferred Income Taxes	10,942	-	10,942	-	10,942
29	Amortized Investment Tax Credit	(167)	-	(167)	-	(167)
30	NET OPERATING INCOME	97,902	7,743	105,645	(17,412)	88,233

EXHIBIT NO. \_\_\_(BGM-6)

ICNU REVENUE REQUIREMENT ADJUSTMENTS 3 - FORECAST CAPITAL EXPENDITURES

PRO FORMA CROSS CHECK STUDY

TWELVE MONTHS ENDED JUNE 30, 2013

(000'S OF DOLLARS)

Line No.	DESCRIPTION	ICNU-3: REMOVE FORECAST CAPITAL ADDITIONS				
		ICNU-1 Results of Operations	Remove Forecast Cap. Additions	Adjusted Results	Rev. Req. Increase / (Decrease)	ICNU-3 Results of Operations
	RATE BASE					
	PLANT IN SERVICE					
31	Intangible	\$153,641	(\$64,053)	\$89,588	\$0	\$89,588
32	Production	805,432	(\$64,100)	741,332	-	741,332
33	Transmission	395,439	(\$37,922)	357,517	-	357,517
34	Distribution	880,489	(\$85,830)	794,659	-	794,659
35	General	210,391	(\$31,780)	178,611	-	178,611
36	Total Plant in Service	\$2,445,392	(\$283,685)	\$2,161,707	\$0	\$2,161,707
	ACCUMULATED DEPRECIATION					
37	Intangible	(37,795)	19,844	(17,951)	-	(17,951)
38	Production	(346,908)	33,584	(313,324)	-	(313,324)
39	Transmission	(135,393)	13,653	(121,740)	-	(121,740)
40	Distribution	(283,800)	46,668	(237,132)	-	(237,132)
41	General	(82,594)	23,472	(59,122)	-	(59,122)
42	Total Accumulated Depreciation	(886,490)	137,221	(749,269)	-	(749,269)
43	NET PLANT BEFORE DFIT	1,558,902	(146,464)	1,412,438	-	1,412,438
44	DEFERRED TAXES	(239,049)	18,849	(220,200)	-	(220,200)
45	NET PLANT AFTER DFIT	1,319,853	(127,615)	1,192,238	-	1,192,238
46	DEFERRED DEBITS AND CREDITS	11,623	(7,241)	4,382	-	4,382
47	WORKING CAPITAL	33,968	-	33,968	-	33,968
48	TOTAL RATE BASE	1,365,444	(134,856)	1,230,588	-	1,230,588
49	RATE OF RETURN	7.17%	7.17%	7.17%	7.17%	7.17%
	REQUIRED RETURN ON RATE BASE	97,902	(9,669)	88,233	-	88,233
	Over / (under) collection	(0)		17,412		(0)
	Revenue Req to Cover	0		(28,051)		0
	% of 2014 Rates	0.00%		-5.83%		0.00%