Exhibit No.___(BGM-9) Docket Nos. UE-140188/UG-140189 Witness: Bradley G. Mullins

BEFORE THE

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

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

PRO FORMA CROSS CHECK STUDY ADJUSTMENT CALCULATION FOR NET POWER SUPPLY COST ADJUSTMENTS

EXHIBIT NO.___(BGM-9)

July 22, 2014

EXHIBIT NO.___(BGM-9)
ICNU REVENUE REQUIREMENT ADJUSTMENT 5: POWER COSTS
PRO FORMA CROSS CHECK STUDY
TWELVE MONTHS ENDED JUNE 30, 2013
(000'S OF DOLLARS)

28 Deferred Income Taxes 10,942 - 10,942 - 10,942		<u>, </u>	ICNU-5: POWER COSTS				
REVENUES 1 Total General Business \$452,995 \$0 \$452,995 \$0.845,140 2		DESCRIPTION	Results of	Power Costs	Adjusted Results	Increase /	Results of
Interdepartmental Sales	1,01		орегиноно	Tajasanona	110,0010	(Decrease)	орегиення
Sales for Resale	1	Total General Business	\$452,995	\$0	\$452,995	(7,855)	\$445,140
Total Sales of Electricity	2	Interdepartmental Sales	849	-	849	-	849
Table	3	Sales for Resale	43,789	-	43,789	-	43,789
EXPENSES Production and Transmission	4	Total Sales of Electricity	\$497,633	\$0	\$497,633	(\$7,855)	\$489,778
EXPENSES Production and Transmission				-		-	
Production and Transmission	6	Total Electric Revenue	\$511,851	\$0	\$511,851	(\$7,855)	\$503,996
Total Production & Transmission 135,895 - 145,422 - 145,422 - 145,422 - 145,422 - 145,422 - 145,422 - 145,422 - 145,422 - 145,423 - 145,425 - 145,42							
Purchased Power 75,846 (7,502) 68,344 - 68,344 9 Depreciation/Amortization 23,110 - 23,110 - 23,110 Regulatory Amortization 6,646 - 6,646 - 6,646 I Taxes 14,242 - 14,242 - 14,242 - 14,242 I Total Production & Transmission 255,739 (7,502) 248,237 - 248,237							
Depreciation/Amortization 23,110 23,110 23,110 6,000 6,0000 6,0000 6,0		* * *	*	-		-	
Regulatory Amortization				(7,502)		-	
Taxes		•		-		-	
Distribution		•		-		-	
Distribution				-	,	-	
13	12	Total Production & Transmission	255,739	(7,502)	248,237	-	248,237
Depreciation/Amortization 22,356 - 22,356 - 22,356 15 Taxes 23,314 - 23,314 (303) 23,011			•••		• • • • • •		•••
Taxes 23,314 - 23,314 (303) 23,011				-		-	,
16 Total Distribution 66,553 - 66,553 (303) 66,250 17 Customer Accounting 10,548 - 10,548 (35) 10,513 18 Customer Service & Information 1,605 - 1,605 - 1,605 19 Sales Expenses 8 - 8 - 8 - 8 Administrative & General 20 Operating Expenses 45,097 - 45,097 (16) 45,081 21 Depreciation/Amortization 14,567 - 14,567 - 14,567 22 Taxes 23 Total Admin. & General 59,664 - 59,664 (16) 59,648 24 Total Electric Expenses 394,116 (7,502) 386,615 (354) 386,261 25 OPERATING INCOME BEFORE FIT 117,735 7,502 125,236 (7,502) 117,735 FEDERAL INCOME TAX 26 Current Accural 19,111 2,626 21,736 (2,626) 19,111 27 Debt Interest (384) - (384) - (384) - (384) 28 Deferred Income Taxes 10,942 - 10,942 29 Amortized Investment Tax Credit (167) - (167) - (167)		•		-			
17 Customer Accounting 10,548 - 10,548 (35) 10,513 18 Customer Service & Information 1,605 - 1,605 - 1,605 - 1,605 19 Sales Expenses 8 - 8 - 8 - 8 Administrative & General - 8 - 8 - 8 20 Operating Expenses 45,097 - 45,097 (16) 45,081 21 Depreciation/Amortization 14,567 - 14,567 - 14,567 22 Taxes - - - - - - 23 Total Admin. & General 59,664 - 59,664 (16) 59,648 24 Total Electric Expenses 394,116 (7,502) 386,615 (354) 386,261 25 OPERATING INCOME BEFORE FIT 117,735 7,502 125,236 (7,502) 117,735 FEDERAL INCOME TAX 26 Current Accrual 19,111 2,626 21,736 (2,626) 19,111				-	•		
18 Customer Service & Information 1,605 - 1,605 - 1,605 - 1,605 - 1,605 - 1,605 - 1,605 - 1,605 - 1,605 - 1,605 - 1,605 - 1,605 - 1,605 - 1,605 - 8 - - 14,567 - 14,567 - 14,567 - - - - - - - - - - - - - - - - - - -	16	Total Distribution	66,553	-	66,553	(303)	66,250
Administrative & General 20 Operating Expenses 45,097 - 45,097 (16) 45,081 21 Depreciation/Amortization 14,567 - 14,567 - 14,567 - 14,567 - 14,567 22 Taxes	17	Customer Accounting	10,548	-	10,548	(35)	10,513
Administrative & General 20 Operating Expenses	18	Customer Service & Information	1,605	-	1,605	-	1,605
20 Operating Expenses	19	Sales Expenses	8	-	8	-	8
21 Depreciation/Amortization 14,567 - 14,567 - 14,567 - 14,567 - 14,567 - 14,567 - 14,567 - 14,567 - 14,567 - 14,567 - 14,567 - 14,567 - 14,567 - 14,567 - <td< td=""><td></td><td>Administrative & General</td><td></td><td></td><td></td><td></td><td></td></td<>		Administrative & General					
22 Taxes - - - - - - - - - - - - - - - - - - - - - - - - - - - - - - - -	20	Operating Expenses	45,097	-	45,097	(16)	45,081
23 Total Admin. & General 59,664 - 59,664 (16) 59,648 24 Total Electric Expenses 394,116 (7,502) 386,615 (354) 386,261 25 OPERATING INCOME BEFORE FIT 117,735 7,502 125,236 (7,502) 117,735 FEDERAL INCOME TAX 26 Current Accrual 19,111 2,626 21,736 (2,626) 19,111 27 Debt Interest (384) - (384) - (384) 28 Deferred Income Taxes 10,942 - 10,942 - 10,942 29 Amortized Investment Tax Credit (167) - (167) - (167)		Depreciation/Amortization	14,567	-	14,567	-	14,567
24 Total Electric Expenses 394,116 (7,502) 386,615 (354) 386,261 25 OPERATING INCOME BEFORE FIT 117,735 7,502 125,236 (7,502) 117,735 FEDERAL INCOME TAX 26 Current Accrual 19,111 2,626 21,736 (2,626) 19,111 27 Debt Interest (384) - (384) - (384) 28 Deferred Income Taxes 10,942 - 10,942 - 10,942 29 Amortized Investment Tax Credit (167) - (167) - (167)	22	Taxes		-	-	-	-
25 OPERATING INCOME BEFORE FIT 117,735 7,502 125,236 (7,502) 117,735 FEDERAL INCOME TAX 26 Current Accrual 19,111 2,626 21,736 (2,626) 19,111 27 Debt Interest (384) - (384) - (384) 28 Deferred Income Taxes 10,942 - 10,942 - 10,942 29 Amortized Investment Tax Credit (167) - (167) - (167)	23	Total Admin. & General	59,664	-	59,664	(16)	59,648
FEDERAL INCOME TAX 26 Current Accrual 19,111 2,626 21,736 (2,626) 19,111 27 Debt Interest (384) - (384) - (384) 28 Deferred Income Taxes 10,942 - 10,942 - 10,942 29 Amortized Investment Tax Credit (167) - (167) - (167)	24	Total Electric Expenses	394,116	(7,502)	386,615	(354)	386,261
26 Current Accrual 19,111 2,626 21,736 (2,626) 19,111 27 Debt Interest (384) - (384) - (384) 28 Deferred Income Taxes 10,942 - 10,942 - 10,942 29 Amortized Investment Tax Credit (167) - (167) - (167)	25	OPERATING INCOME BEFORE FIT	117,735	7,502	125,236	(7,502)	117,735
27 Debt Interest (384) - (384) - (384) 28 Deferred Income Taxes 10,942 - 10,942 - 10,942 29 Amortized Investment Tax Credit (167) - (167) - (167)		FEDERAL INCOME TAX					
28 Deferred Income Taxes 10,942 - 10,942 <td>26</td> <td>Current Accrual</td> <td>19,111</td> <td>2,626</td> <td>21,736</td> <td>(2,626)</td> <td>19,111</td>	26	Current Accrual	19,111	2,626	21,736	(2,626)	19,111
29 Amortized Investment Tax Credit (167) - (167) - (167)	27	Debt Interest	(384)	-	(384)	-	(384)
	28	Deferred Income Taxes	10,942	-	10,942	-	10,942
30 NET OPERATING INCOME 88,233 4,876 93,109 (4,876) 88,233	29	Amortized Investment Tax Credit	(167)	-	(167)	-	(167)
	30	NET OPERATING INCOME	88,233	4,876	93,109	(4,876)	88,233

EXHIBIT NO.__(BGM-9)
ICNU REVENUE REQUIREMENT ADJUSTMENT 5: POWER COSTS
PRO FORMA CROSS CHECK STUDY
TWELVE MONTHS ENDED JUNE 30, 2013
(000'S OF DOLLARS)

		ICNU-5: POWER COSTS				
Line		ICNU-4 Results of	AURORA Power Costs	Adjusted	Rev. Req. Increase /	ICNU-5 Results of
No.	DESCRIPTION	Operations	Adjustments	Results	(Decrease)	Operations
	RATE BASE					
	PLANT IN SERVICE					
31	Intangible	\$89,588	\$0	\$89,588	\$0	\$89,588
32	Production	741,332	-	741,332	-	741,332
33	Transmission	357,517	-	357,517	-	357,517
34	Distribution	794,659	-	794,659	-	794,659
35	General	178,611	-	178,611	-	178,611
36	Total Plant in Service	\$2,161,707	\$0	\$2,161,707	\$0	\$2,161,707
	ACCUMULATED DEPRECIATION					
37	Intangible	(17,951)	-	(17,951)	-	(17,951)
38	Production	(313,324)	-	(313,324)	-	(313,324)
39	Transmission	(121,740)	-	(121,740)	-	(121,740)
40	Distribution	(237,132)	-	(237,132)	-	(237,132)
41	General	(59,122)	-	(59,122)	-	(59,122)
42	Total Accumulated Depreciation	(749,269)	-	(749,269)	-	(749,269)
43	NET PLANT BEFORE DFIT	1,412,438	-	1,412,438	-	1,412,438
4.4	DECEMBED TAYES	(220, 200)		(220, 200)		(220, 200)
44	DEFERRED TAXES	(220,200)	-	(220,200)	-	(220,200)
45	NET PLANT AFTER DFIT	1,192,238	-	1,192,238	-	1,192,238
46	DEFERRED DEBITS AND CREDITS	4,382	_	4,382		4,382
47	WORKING CAPITAL	33,968	-	33,968	-	33,968
48	TOTAL RATE BASE	1,230,588	-	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	88,233	-	88,233	-	88,233
	Over / (under) collection	(0)		4,876		(0)
	Revenue Req to Cover	0		(7,855)		0
	% of 2014 Rates	0.00%		-1.63%		0.00%