

AVISTA CORPORATION
dba Avista Utilities

SCHEDULE 174
NON-RESIDENTIAL SITE-SPECIFIC PROGRAM
WASHINGTON

1. AVAILABILITY

The services described herein are available to retail non-residential natural gas customers served under rate schedules subject to Tariff Schedule 191 (Public Purposes Rider Adjustment). Customers receiving natural gas transportation service provided under a special contract are ineligible for this Tariff.

2. ELIGIBLE SERVICES

Services provided under this Tariff include direct incentives for the installation at customer premises of specific qualifying non-residential natural gas efficiency appliances, equipment or measures within new or existing construction with the exception of efficiency measures otherwise described within Company conservation tariffs. The Company may, at their option, provide for efficiency support services applicable to measures eligible under this Tariff to include, but not restricted to, audit services, technology assessment and evaluation, measurement and verification services.

The Company may establish requirements for customer participation within this program to include, but not restricted to, access to premises for pre-project and/or post-project inspection and evaluation and measurement and verification purposes.

3. MEASURES

The Company may establish other conditions for participation to achieve the acquisition and documentation of cost-effective energy savings.

4. CUSTOMER INCENTIVES

Customer incentives shall conform to the formulaic guidelines provided below. The Company shall establish and maintain additional detailed policies to ensure the non-discriminatory application of these guidelines.

The customer incentive to be provided by the Company for natural gas efficiency measures is based upon the simple payback of the measure prior to the application of an incentive, as calculated by Company staff and based upon standardized measure cost(s).

The efficiency savings derived from the Installed measures shall be based upon comparison to the current applicable energy code or industry standard practice, whichever is higher. Simple payback is defined as the incremental capital cost associated with the electric-efficiency measure divided by the annual value of the electric savings, based upon currently applicable retail rates excluding taxes and other charges.

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By 

Kelly Norwood, Vice President, State and Federal Regulation

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Original Sheet 174A

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SCHEDULE 174 – continued

Natural Gas-Efficiency Measures

Simple Pay-Back Period **Incentive Level** (dollars/first year therms saved
 over the first ten years of measure life)

| | |
|--------------------------|--------|
| 0 to 1 year | \$0.00 |
| Over 1 year to 2 years | \$2.00 |
| Over 2 years to 4 years | \$2.50 |
| Over 4 years to 6 years | \$3.00 |
| Over 6 years to 13 years | \$3.50 |
| Over 13 years | \$0.00 |

5. FUNDING

Funding for all expenses associated with the execution of the provisions of this Tariff will be provided through revenue levied within Tariff Schedule 191 (Public Purposes Rider Adjustment).

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