Exhibit \_\_\_\_ (JMR-1)
Docket Nos. UE-991606, UG-991607
Witness: James M. Russell

#### BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,	
Complainant,	
<b>v.</b>	) DOCKET NOs. UE-991606, UG-991607
AVISTA CORPORATION,	
Respondent.	

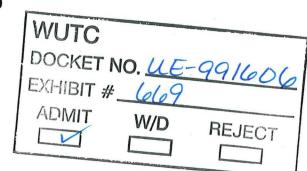
#### **EXHIBIT**

**OF** 

JAMES M. RUSSELL

STAFF OF WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

May 5, 2000



## Natural Gas Rate Spread

Exhibit \_\_\_ (JMR-1)
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## Joint Proposal At Staff's Revenue Requirement (\$000):

CLASS		Present Revenue	Cost of Gas	Margin	Therms	I	ncrease \$	Avg. Incr. Per Therm	Margin Increase %
Residential/Commercial	101	\$51,441	\$25,647	\$25,794	115,059	\$	588.208	\$0.00511	2.28%
Medium General Service	111	\$17,240	\$11,258	\$5,982	50,781	\$	136.420	\$0.00269	2.28%
Large General Service	121	\$2,772	\$2,105	\$667	9,590	\$	15.218	\$0.00159	2.28%
Interruptible	131	\$182	\$138	\$44	644	\$	-	\$0.00000	0.00%
Transportation	146	\$2,078	\$98	\$1,980	43,902	\$	45.154	\$0.00103	2.28%
Special Contract	148	\$1,323	\$0	\$1,323	45,341	\$	-	\$0.00000	0.00%
Total: Total Subject to Increase:		\$75,036	\$39,245.	\$35,791 \$34,424	265,317	\$	785.000	\$0.00296	2.19%

## Avista's Rate Spread and Revenue Requirement (\$000):

CLASS		Present Revenue	Cost of Gas	Margin	Therms	Increase \$	wg. Incr. er Therm	Margin Increase %
Residential/Commercial	101	\$51,441	\$25,647	\$25,794	115,059	\$3,833.000	\$ 0.03331	14.86%
Medium General Service	111	\$17,240	\$11,258	\$5,982	50,781	\$ 760.000	\$ 0.01497	12.70%
Large General Service	121	\$2,772	\$2,105	\$667	9,590	\$ 128.000	\$ 0.01335	19.18%
Interruptible	131	\$182	\$138	\$44	644	\$ -	\$ _	0.00%
Transportation	146	\$2,078	\$98	\$1,980	43,902	\$ 178.000	\$ 0.00405	8.99%
Special Contract	148	\$1,323	\$0	\$1,323	45,341	\$ -	\$ -	0.00%
Total:		\$75,036	\$39,245	\$35,791	265,317	\$4,899.000		13.69%

# Natural Gas Rate Design

Exhibit \_\_\_ (JMR-1) Page 2 of 2

Schedule 101:	Current		Staff Proposed	% Chg		Avista <u>Propose</u>	% <u>d</u> Chg
Basic Charge	\$ 4.00	Basic Charge	\$4.10	2.5%	Basic Charge	\$ 5.00	25.0%
Commodity Charge	0.40052	Commodity Charg	0.40447	1.0%	Commodity Charg	0.4221	9 5.4%
Schedule 111:							
Monthly Minimum	\$83.98	Monthly Minimum	\$84.99	1.2%	Monthly Minimum	\$ 89.4	4 6.5%
First 200	0.41992	First 200	0.42497	1.2%	First 200	0.4472	0 6.5%
Next 800	0.36217	Next 800	0.36452	0.6%	Next 800	0.3753	3.6%
Over 1,000	0.30782	Over 1,000	0.31017	0.8%	Over 1,000	0.3210	)2 4.3%
Schedule 121:							
Monthly Minimum	\$204.64	Monthly Minimum	\$206.34	0.8%	Monthly Minimum	\$ 216.1	5.6%
First 500	0.40927	First 500	0.41267	0.8%	First 500	0.4322	
Next 500	0.36292	Next 500	0.36452	0.4%	Next 500	0.3753	37 3.4%
Next 9,000	0.30857	Next 9,000	0.31017	0.5%	Next 9,000	0.3210	
Over 10,000	0.27237	Over 10,000	0.27460	0.8%	Over 10,000	0.2874	13 5.5%
Schedule 131:							
All Therms	\$ 0.28202	First 10,000	\$ 0.31000	9.9%	All Therms	\$ 0.2820	2 0.0%
		Next 10,000	0.28000	-0.7%			
		Next 30,000	0.26000	-7.8%			
		Over 50,000	0.25000	-11.4%			
Schedule 146:							
Basic Charge	\$164.88	Basic Charge	\$200.00	21.3%	Basic Charge	\$200.0	0 21.3%
First 500,000	0.04839	First 20,000	0.07500	55.0%	First 10,000	0.089	50 85.0%
Over 500,000	0.03445	Next 30,000	0.06000	24.0%	Next 40,000	0.0640	00 32.3%
•		Next 250,000	0.04230	-12.6%	Next 450,000	0.0430	00 -11.1%
		Next 250,000	0.03430	-29.1%	Over 500,000	0.0350	00 1.6%
		Over 500,000	0.03050	-11.5%			