

Avista Commodity Cost versus Simple FOM Strategy  
All prices in U.S. \$/MMBtu

| <i>Weights</i> | FOM Index Prices |               |             | Avista<br>Commodity<br><i>PC-9 Answer</i> | Avista vs.<br>Avg FOM | Avista vs.<br>Wtg FOM |
|----------------|------------------|---------------|-------------|-------------------------------------------|-----------------------|-----------------------|
|                | Sumas<br>18%     | AECO-C<br>57% | Opal<br>25% |                                           |                       |                       |
| Sep-99         | 2.51             | 2.104         | 2.57        | 2.48                                      | 0.09                  | 0.19                  |
| Oct-99         | 2.39             | 2.059         | 2.37        | 2.39                                      | 0.12                  | 0.19                  |
| Nov-99         | 2.92             | 2.467         | 2.86        | 2.78                                      | 0.03                  | 0.13                  |
| Dec-99         | 2.26             | 1.832         | 2.10        | 2.16                                      | 0.10                  | 0.18                  |
| Jan-00         | 2.31             | 1.854         | 2.19        | 2.08                                      | -0.04                 | 0.06                  |
| Feb-00         | 2.37             | 1.965         | 2.38        | 2.13                                      | -0.11                 | -0.01                 |
| Mar-00         | 2.32             | 2.058         | 2.35        | 2.27                                      | 0.03                  | 0.09                  |
| Apr-00         | 2.74             | 2.358         | 2.70        | 2.62                                      | 0.02                  | 0.11                  |
| May-00         | 2.74             | 2.492         | 2.74        | 2.79                                      | 0.13                  | 0.19                  |
| Jun-00         | 3.70             | 3.272         | 3.67        | 3.47                                      | -0.08                 | 0.02                  |
| Jul-00         | 4.00             | 3.397         | 3.91        | 3.89                                      | 0.12                  | 0.26                  |
| Aug-00         | 3.05             | 2.908         | 3.08        | 3.23                                      | 0.22                  | 0.25                  |
| Sep-00         | 3.46             | 3.201         | 3.45        | 3.60                                      | 0.23                  | 0.29                  |
| Oct-00         | 4.89             | 4.099         | 4.37        | 4.65                                      | 0.20                  | 0.34                  |
| Nov-00         | 4.77             | 3.739         | 4.35        | 4.66                                      | 0.37                  | 0.58                  |
| Dec-00         | 13.91            | 4.619         | 6.07        | 6.76                                      | -1.44                 | 0.11                  |
| Jan-01         | 14.21            | 8.697         | 8.76        | 8.86                                      | -1.70                 | -0.85                 |
| Feb-01         | 6.98             | 6.67          | 6.42        | 7.07                                      | 0.38                  | 0.41                  |
| Mar-01         | 5.21             | 4.651         | 4.90        | 5.84                                      | 0.92                  | 1.03                  |
| Apr-01         | 5.34             | 4.523         | 4.57        | 5.04                                      | 0.23                  | 0.36                  |
| May-01         | 5.19             | 4.46          | 4.12        | 4.91                                      | 0.32                  | 0.40                  |
| Jun-01         | 3.90             | 3.439         | 2.63        | 4.09                                      | 0.77                  | 0.77                  |
| Jul-01         | 2.67             | 2.786         | 2.04        | 3.66                                      | 1.16                  | 1.08                  |
| Aug-01         | 2.42             | 2.214         | 2.27        | 3.39                                      | 1.09                  | 1.12                  |
| Sep-01         | 2.17             | 2.1           | 2.08        | 3.08                                      | 0.96                  | 0.97                  |
| Oct-01         | 1.37             | 1.482         | 1.23        | 2.23                                      | 0.87                  | 0.83                  |
| Nov-01         | 2.76             | 1.988         | 2.63        | 4.39                                      | 1.93                  | 2.10                  |
| Dec-01         | 2.67             | 2.127         | 2.13        | 4.13                                      | 1.82                  | 1.90                  |
| Jan-02         | 2.52             | 2.108         | 2.40        | 3.95                                      | 1.61                  | 1.69                  |
| Feb-02         | 1.87             | 1.714         | 1.73        | 4.37                                      | 2.60                  | 2.62                  |
| Mar-02         | 2.13             | 1.839         | 1.97        | 4.14                                      | 2.16                  | 2.22                  |
| Apr-02         | 3.15             | 2.508         | 2.83        | 3.89                                      | 1.06                  | 1.19                  |
| May-02         | 2.82             | 2.653         | 2.26        | 4.05                                      | 1.47                  | 1.47                  |
| Jun-02         | 2.42             | 2.42          | 1.62        | 4.20                                      | 2.05                  | 1.98                  |
| Jul-02         | 1.90             | 1.743         | 1.26        | 4.59                                      | 2.96                  | 2.94                  |
| Aug-02         | 1.87             | 1.671         | 1.59        | 4.72                                      | 3.01                  | 3.03                  |
| Sep-02         | 2.54             | 2.113         | 1.20        | 4.16                                      | 2.21                  | 2.20                  |
| Oct-02         | 3.06             | 2.722         | 1.31        | 3.55                                      | 1.19                  | 1.12                  |
| Nov-02         | 3.92             | 3.371         | 2.99        | 3.60                                      | 0.17                  | 0.23                  |
| Dec-02         | 3.96             | 3.372         | 3.30        | 3.71                                      | 0.17                  | 0.25                  |
| Jan-03         | 4.44             | 3.636         | 3.08        | 3.83                                      | 0.11                  | 0.19                  |
| Feb-03         | 4.76             | 4.323         | 3.14        | 4.01                                      | -0.06                 | -0.10                 |
| Mar-03         | 7.32             | 6.868         | 5.01        | 5.06                                      | -1.34                 | -1.42                 |
| Apr-03         | 4.29             | 4.055         | 3.26        | 4.22                                      | 0.35                  | 0.32                  |
| AVERAGE        |                  |               |             | 3.97                                      | 0.65                  | 0.75                  |