

AVISTA RATE CASE

UE-991606 AND UG-991607

Exhibit ___ (JL-RR-3) Production Depreciation Expense

WUTC		
DOCKET NO. <u>UE-991606</u>		
EXHIBIT # <u>694</u>		
ADMIT	W/D	REJECT
<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

Production Depreciation Expense

Defer Collection of Depreciation on Hydroelectric Generating Plant

1 Hydroelectric Plant In Service	\$184,993,000	Knox, Pt. 2 P. 18
2 Less Accumulated Depreciation	\$30,256,000	Knox, Pt. 2, P. 23
3 Net Hydroelectric Plant	\$154,737,000	(1)-(2)
4 Capacity:	857,230	Knox, WP-59
5 Book Value/kw:	\$181	(3) / (4)
6 Replacement Cost Depreciated/kw:	\$1,355	Knox, WP-59
7 Market as % of Book Value:	751%	(6) / (5)

	Operating Expenses	Electric	Source
8	Meter Reading	\$2,731,000	Knox, Pt. 2, P. 10
9	Reduction in Expense:	\$2,731,000	