

**Without Gas Costs**

<b>Gas Cost of Service Results Per Avista</b>					
Class					
Schedule	101	111	121	131	146
Revenues at Current Rates	\$ 31,784	\$ 6,771	\$ 868	\$ 61	\$ 1,212
Revenue Requirement At Company-Requested Return	\$ 32,242	\$ 6,431	\$ 829	\$ 42	\$ 1,151
Revenue to Cost Ratio	99%	105%	105%	143%	105%

<b>Alternative Study For Public Counsel</b>						
<b>Response to Public Counsel Data Request #128</b>						
Class						
Schedule	101	111	121	131	146	148
Revenues at Current Rates	\$ 31,822	\$ 6,786	\$ 871	\$ 61	\$ 1,212	1619
Revenue Requirement At Company-Requested Return	\$ 29,760	\$ 8,834	\$ 1,167	\$ 40	\$ 1,146	1424.1
Revenue to Cost Ratio	107%	77%	75%	154%	106%	114%

**With Gas Costs**

<b>Gas Cost of Service Results Per Avista</b>					
<b>Class</b>	<b>Residential</b>	<b>Medium GS</b>	<b>Large GS</b>	<b>Interruptible</b>	<b>Transport</b>
<b>Schedule</b>	<b>101</b>	<b>111</b>	<b>121</b>	<b>131</b>	<b>146</b>
Therms	117,166	48,562	8,930	613	20,097
Margin Revenues at Current Rates	\$ 31,784	\$ 6,771	\$ 868	\$ 61	\$ 1,212
Plus Gas Costs	\$ 80,285	\$ 33,147	\$ 5,952	\$ 398	\$ 13,032
Total Revenue	\$ 112,069	\$ 39,918	\$ 6,820	\$ 458	\$ 14,244
Margin Revenue Requirement at Current Rates	\$ 32,242	\$ 6,431	\$ 829	\$ 42	\$ 1,151
Plus Gas Costs	\$ 80,285	\$ 33,147	\$ 5,952	\$ 398	\$ 13,032
Total Cost of Service	\$ 112,527	\$ 39,578	\$ 6,781	\$ 440	\$ 14,183
Revenue to Cost Ratio	<b>99.6%</b>	<b>100.9%</b>	<b>100.6%</b>	<b>104.2%</b>	<b>100.4%</b>

<b>Alternative Study For Public Counsel</b>						
<b>Response to Public Counsel Data Request #128</b>						
<b>Class</b>	<b>Residential</b>	<b>Medium GS</b>	<b>Large GS</b>	<b>Interruptible</b>	<b>Transport</b>	<b>Contracts</b>
<b>Schedule</b>	<b>101</b>	<b>111</b>	<b>121</b>	<b>131</b>	<b>146</b>	<b>148</b>
Therms	117,166	48,562	8,930	613	20,097	37,956
Revenues at Current Rates	\$ 31,822	\$ 6,786	\$ 871	\$ 61	\$ 1,212	\$ 1,619
Plus Gas Costs	\$ 80,247	\$ 33,132	\$ 5,949	\$ 397	\$ 13,025	\$ 24,600
Total Revenues	\$ 112,069	\$ 39,918	\$ 6,820	\$ 458	\$ 14,237	\$ 26,219
Revenue Requirement At Company-Requested Return	\$ 29,760	\$ 8,834	\$ 1,167	\$ 40	\$ 1,146	\$ 1,424
Plus Gas Costs	\$ 80,247	\$ 33,132	\$ 5,949	\$ 397	\$ 13,025	\$ 24,600
Total Cost of Service	\$ 110,007	\$ 41,965	\$ 7,116	\$ 437	\$ 14,171	\$ 26,024
Revenue to Cost Ratio	<b>102%</b>	<b>95%</b>	<b>96%</b>	<b>105%</b>	<b>100%</b>	<b>101%</b>

## Gas Rate Spread Based on Public Counsel Revenue Requirement

<b>Class</b>	<b>Residential</b>	<b>Medium GS</b>	<b>Large GS</b>	<b>Interruptible</b>	<b>Transport</b>	<b>Total</b>
<b>Schedule</b>	<b>101</b>	<b>111</b>	<b>121</b>	<b>131</b>	<b>146</b>	
Margin at Current Rates	\$ 31,784	\$ 6,771	\$ 868	\$ 61	\$ 1,212	\$ 40,695
Increase \$	\$ 170	\$ 36	\$ 5	\$ 0	\$ 6	218
Total Margin with Increas	\$ 31,954	\$ 6,807	\$ 873	\$ 61	\$ 1,218	\$ 40,913
% Margin Increase						0.54%
Total Revenue With Gas	\$ 112,069	\$ 39,918	\$ 6,820	\$ 458	\$ 14,244	\$ 173,509
Increase \$	\$ 170	\$ 36	\$ 5	\$ 0.324	\$ 6	\$ 218
Total Revenue With Incre	\$ 112,239	\$ 39,954	\$ 6,825	\$ 458	\$ 14,250	\$ 173,727
% Increase Overall	0.15%	0.09%	0.07%	0.07%	0.05%	0.13%

### Schedule 101 Rate Design

Element	Current Rate	Units	Current Revenue
Customer Charge	\$ 5.50	1,555,912	\$ 8,557,516
All Therms	\$ 0.92361	117,166,000	108,215,689
Total:			116,773,205

Note: Units from TLK-193; do not seem to match pro forma revenues from COS Study

Element	Company Proposed Rate	Company Proposed Revenue	Public Counsel Proposed Rate	Public Counsel Proposed Revenue
Customer Charge	\$ 5.50	\$ 8,557,516	\$ 5.50	\$ 8,557,516
All Therms	\$ 0.94330	\$ 110,522,688	\$ 0.92506	\$ 108,385,954
Total:		\$ 119,080,204		\$ 116,943,470
% Increase		2.0%		0.15%

Bill Comparison			
Monthly Therms	Current	Company Proposed	Public Counsel Proposed
0	\$ 5.50	\$ 5.50	\$ 5.50
10	\$ 14.74	\$ 14.93	\$ 14.75
20	\$ 23.97	\$ 24.37	\$ 24.00
50	\$ 51.68	\$ 52.67	\$ 51.75
100	\$ 97.86	\$ 99.83	\$ 98.01
200	\$ 190.22	\$ 194.16	\$ 190.51
300	\$ 282.58	\$ 288.49	\$ 283.02