

**BEFORE THE WASHINGTON
UTILITIES AND TRANSPORTATION COMMISSION**

WASHINGTON UTILITIES AND)	
TRANSPORTATION COMMISSION,)	
)	Docket No. UE-050482
Complainant,)	
)	Docket No. UG-050483
vs.)	
)	<i>(consolidated)</i>
AVISTA CORPORATION,)	
)	
Respondent.)	
_____)	

EXHIBIT NO. ____ (KEI-4)

SUMMARY OF ORIGINAL AVISTA RATE SPREAD PROPOSAL

September 22, 2005

AVISTA UTILITIES

Summary of Original Avista Rate Spread Proposal
(\$000 Dollars)

Line	Class	Present Base Revenue (1)	Proposed Base Revenue (2)	Base Rate Change			Proposed		Movement to Unity ¹ (9)	
				Amount (3)	Percent (4)	Relative (5)	ROR (6)	Return Ratio (7)		Change (8)
1	Residential	\$ 122,064	\$ 139,546	\$ 17,482	14.3%	116%	7.21%	0.75	0.13	33.9%
2	General Service	29,421	32,020	2,599	8.8%	72%	15.51%	1.60	(0.31)	33.8%
3	Large General Service	89,467	98,867	9,400	10.5%	85%	13.09%	1.35	(0.18)	33.7%
4	Extra Large General Service	34,839	39,465	4,626	13.3%	108%	7.49%	0.77	0.11	32.9%
5	Pumping Service	6,068	6,794	726	12.0%	97%	10.02%	1.04	(0.02)	34.9%
6	Street & Area Lights	<u>4,291</u>	<u>4,761</u>	<u>470</u>	<u>11.0%</u>	<u>89%</u>	<u>10.63%</u>	<u>1.10</u>	<u>(0.04)</u>	<u>31.0%</u>
7	Total Retail	\$ 286,150	\$ 321,453	\$ 35,303	12.3%	100%	9.67%	1.00	0.00	

¹ The movement to a Return Ratio of 1.00 is calculated as (Proposed Return Ratio - Present Return Ratio) / (1.00 - Present Return Ratio).