

**AVISTA CORP.**  
**RESPONSE TO REQUEST FOR INFORMATION**

JURISDICTION:	WASHINGTON	DATE PREPARED:	08/20/2009
CASE NO:	UE-090134 & UG-090135	WITNESS:	Elizabeth Andres
REQUESTER:	Public Counsel	RESPONDER:	Karen Schuh
TYPE:	Data Request	DEPT:	Rates and Tariffs
REQUEST NO.:	PC - 480 REVISED	TELEPHONE:	(509) 495-8574
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**REQUEST:**

Provide the injuries and damages reserve monthly balance for each of the months September 2007 through September 2008. Separately identify the amounts allocated to the WA electric and gas operations as well as the allocation factors used.

**RESPONSE:**

Please see PC\_DR\_480 Attachment A REVISED for the injuries and damages monthly accrual balance for the periods requested. This document includes (by month) the initial reserve balance with the contra account used to make payments resulting in a net Washington balance for electric and gas.

The Company is required to account for injuries and damages pursuant to the Washington Commission Order in Docket No. U-8-2380-T. As shown on Andrew's workpapers, section O1-O4 (electric) and N1-N4 (gas) the Company adjusts the accrued expense included in the historical test period (twelve months ended September 30, 2008) to a six year average of injuries and damages payments. By adjusting the Company's results of operations accrued expense to the six year average of actual claims expense, this in effect eliminates the reserve balance. The amount that gets charged and collected from customers is the six year average of actual claims paid. The Company's build up of a reserve for future injuries and damages costs are reported for financial purposes only and are not included in rates charged to customers.

AVI UTILITIES  
DAMAGE CLAIMS RESERVE

Service	Ferc Acct	Jurisdiction	200709		200710		200711		200712		200801		200802		200803		200804		200805		
			Ending Balance SUM	Ending Balance SUM	Ending Balance SUM	Ending Balance SUM	Ending Balance SUM	Ending Balance SUM	Ending Balance SUM	Ending Balance SUM	Ending Balance SUM	Ending Balance SUM	Ending Balance SUM	Ending Balance SUM	Ending Balance SUM	Ending Balance SUM	Ending Balance SUM	Ending Balance SUM	Ending Balance SUM	Ending Balance SUM	Ending Balance SUM
ED	228200	AN	(7,534,344.66)	(7,541,293.74)	(7,543,679.79)	(7,556,839.37)	(7,559,779.75)	(7,570,365.94)	(7,628,522.45)	(7,636,118.08)	(7,646,930.30)										
	228210	ID	2,107,831.55	2,111,998.42	2,126,274.91	2,131,294.21	2,131,294.21	2,133,152.05	2,134,860.57	2,142,456.20	2,146,113.53										
	228210	WA	5,204,313.11	5,207,095.32	5,220,204.88	5,228,345.16	5,231,285.54	5,237,225.42	5,238,461.88	5,238,461.88	5,238,461.88	5,245,666.77									
Net Reserve			(222,200.00)	(222,200.00)	(197,200.00)	(197,200.00)	(197,200.00)	(199,988.47)	(255,200.00)	(255,200.00)	(255,150.00)										
Allocation % to WA			65.097%	65.097%	65.097%	65.097%	65.097%	65.097%	65.097%	65.097%	65.097%										
WA Reserve			(144,645.53)	(144,645.53)	(128,371.28)	(128,371.28)	(128,371.28)	(130,186.49)	(166,127.54)	(166,127.54)	(166,095.00)										
GD	228200	AN	(1,107,174.66)	(1,108,256.60)	(1,146,430.53)	(1,202,233.11)	(1,202,233.11)	(1,210,355.22)	(1,242,832.51)	(1,247,669.92)	(1,248,876.05)										
	228210	ID	446,636.35	447,497.02	485,349.77	541,065.47	541,065.47	547,808.19	579,952.60	583,479.23	583,915.42										
	228210	WA	534,908.31	535,559.58	535,880.76	535,967.64	535,967.64	536,191.03	537,679.91	538,990.69	539,760.63										
Net Reserve			(125,630.00)	(125,200.00)	(125,200.00)	(125,200.00)	(125,200.00)	(126,356.00)	(125,200.00)	(125,200.00)	(125,200.00)										
Allocation % to WA			67.505%	67.505%	67.505%	67.505%	67.505%	67.505%	67.505%	67.505%	67.505%										
WA Reserve			(84,806.53)	(84,516.26)	(84,516.26)	(84,516.26)	(84,516.26)	(85,296.62)	(84,516.26)	(84,516.26)	(84,516.26)										

AV UTILITIES  
DAMAGE CLAIMS RESERVE

Service	Ferc Acct	Jurisdiction	200806		200807		200808		200809		AMA
			Ending Balance SUM	Ending Balance SUM	Ending Balance SUM	Ending Balance SUM	Ending Balance SUM	Ending Balance SUM			
ED			(7,703,788.67)	(7,719,918.71)	(7,735,586.90)	(7,794,539.12)					
	228200	AN									
	228210	ID	2,146,736.41	2,148,798.50	2,149,837.27	2,155,532.84					
	228210	WA	5,251,902.26	5,255,920.21	5,253,049.63	5,256,306.28					
Net Reserve			(305,150.00)	(315,200.00)	(332,700.00)	(382,700.00)					
Allocation % to WA			65.097%	65.097%	65.097%	65.097%					
WA Reserve			(198,643.50)	(205,185.74)	(216,577.72)	(249,126.22)					(167,113.44)
GD			(1,250,150.60)	(1,251,693.94)	(1,283,119.81)	(1,286,203.38)					
	228200	AN									
	228210	ID	584,715.42	585,083.75	585,233.61	586,395.70					
	228210	WA	540,235.18	541,410.19	542,686.20	544,607.68					
Net Reserve			(125,200.00)	(125,200.00)	(155,200.00)	(155,200.00)					
Allocation % to WA			67.505%	67.505%	67.505%	67.505%					
WA Reserve			(84,516.26)	(84,516.26)	(104,767.76)	(104,767.76)					(87,714.23)