

AVISTA CORP.
RESPONSE TO REQUEST FOR INFORMATION

JURISDICTION:	Washington	DATE PREPARED:	3/18/07
AGENCY:	BPA	DIRECTED TO:	Larry La Bolle
REQUESTER:	Julia Shaughnessy	RESPONDER:	Karen Schuh
TYPE:	Data Request	DEPT:	Rates
REQUEST NO.:	BPA-AV-04	TELEPHONE:	509-495-2293

REQUEST:

Please provide an explanation and source data used to determine DIRECT functionalization to Account 108, Accum Prov for Depr, Amort, & Depl Common Plant. Include the documentation and analysis that separates Accum Prov for Depr, Amort, & Depl of Common Plant for the Electric Utility Plant and Gas Utility Plant. The description should contain enough information to determine whether the item is production, transmission or distribution related.

RESPONSE:

We determined the DIRECT functionalization to Account 108 Accum Prov for Depr, Amort, & Depl Common Plant, based on the cookbook given to us by BPA on March 3rd, 2008. The amounts used in these functionalizations have an incorrect balance for account 108. This balance should have been \$ 18,092,047 for the electric portion of common plant and \$23,348,351 for total electric and gas combined. See the breakdown in BPA-AV-04,05.xls.

The default for this account was to use a PTD functionalization. For Avista the PTD amounts were 45% to Production, 17% to Transmission, and 38% to Distribution. Please see the excel document "BPA-AV-04,05.xls" for further breakdown for source data and documentation of the breakdown on how these amounts should have been functionalized.