DECISION MEMORANDUM

TO: COMMISSIONER KJELLANDER

COMMISSIONER SMITH COMMISSIONER RAPER COMMISSION SECRETARY

COMMISSION STAFF

LEGAL

FROM: KARL KLEIN

DEPUTY ATTORNEY GENERAL

DATE: JULY 24, 2015

SUBJECT: AVISTA GENERAL RATE CASE – ELECTRIC AND GAS

CASE NOS. AVU-E-15-05 AND AVU-G-15-01

On June 1, 2015, Avista Corporation applied to the Commission for authority to increase the Company's general rates for electric and natural gas service. The Company proposes a two-phase rate plan that would increase rates on January 1, 2016, and again on January 1, 2017. The Commission subsequently issued a Notice of Application and Notice of Intervention Deadline and suspended the first proposed effective date. Community Action Partnership Association of Idaho, Idaho Conservation League (ICL), Snake River Alliance, Clearwater Paper Corporation, and Idaho Forest Group, LLC then intervened as parties. The parties then conferred and agreed to the following schedule:

Settlement Conference September 18, 2015¹

Staff/Intervenor Prefile Testimony October 21, 2015

Settlement Conference (if necessary) October 28, 2015

Company Prefile Rebuttal November 11, 2015

Technical Evidentiary Hearings November 23-24, 2015

¹ ICL has a prior commitment that precludes it from attending the settlement conference. ICL intends to supply the parties with its views before the meeting, and the parties will inform ICL about what occurs at the meeting, and obtain ICL's input before a final settlement, if any, is reached.

The parties believe this schedule will enable the Commission to issue its final Order by December 28, 2015, and before the first proposed effective date of January 1, 2016.

STAFF RECOMMENDATION

Staff recommends that the Commission issue an Order that adopts the above schedule and sets a technical hearing for November 23-24, 2015. Further, because Avista has applied for a rate increase, Staff recommends the Commission's Order schedule public informational workshops to be conducted by Staff on September 1 and 2 in Moscow and Coeur d'Alene. Staff does not recommend that the Commission's Order schedule a public hearing for customers at this time, but Staff believes the Commission ultimately should schedule a customer hearing through a separate Order at a later date.

COMMISSION DECISION

Does the Commission wish to issue an Order that adopts the agreed-upon schedule and sets public workshops and a technical hearing as described above?

Karl Klein

Karl Klein

Deputy Attorney General

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