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Corp.

February 27, 2004

IDAHO PUBLIC  
UTILITIES COMMISSION

State of Idaho  
Idaho Public Utilities Commission  
472 W. Washington St.  
Boise, ID 83702-5983

Attention: Ms. Jean Jewell, Commission Secretary

Tariff I.P.U.C. No. 28 (Electric) and Tariff IPUC No. 27 (Natural Gas)  
IPUC Case No's. AVU-E-04-01 and AVU-G-04-01.

Enclosed for filing with the Commission are an original and nine copies of Page 6 of Exhibit No. 4 for Dr. William Wilson, as part of his pre-filed direct testimony for Avista Corporation. This page has been revised and is submitted as a substitute to the originally filed page 6. Please remove the originally filed page 6 and replace it with the revised page 6 herein submitted.

I have also enclosed, for filing with the Commission, a compact disk containing a computer readable version of Dr. Wilson's complete Exhibit No. 4, which contains the revised page 6.

Questions regarding this submission should be directed to Mike Fink at 509-495-4706.

Sincerely,

Kelly O. Norwood  
Vice President, State & Federal Regulation

Enclosures


**CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that I have this 27th day of February, 2004, served the foregoing Revised Exhibit No. 4 page 6 of William T. Wilson's pre-filed direct testimony, by mailing a copy thereof, property addressed with postage prepaid to:

Jean D Jewell, Secretary  
Idaho Public Utilities Commission  
Statehouse  
Boise, ID 83720-5983

Pamela Mull  
Associate General Counsel  
Potlatch Corporation  
601 W. Riverside Ave., Suite 1100  
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Conley Ward  
Vice-President and General Counsel  
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277 N 6<sup>th</sup> Street Suite 200  
PO Box 2720  
Boise, ID 83701

  
\_\_\_\_\_  
Patty Olsness  
Rates Coordinator

**Allowed Return** – Return on Ratebase allowed by the State commission as documented by Regulatory Research Associates.

**Test Year Utilized** – Binary variable indicating whether the utility’s state commission utilizes a forecast test year period or an historical test year period.

**Regulatory Jurisdiction** – Binary variable indicating whether or not the electric utility operating company is under the jurisdiction of more than one state regulatory authority. Electric utility operating companies that are part of a holding company structure and have “sister” companies regulated in other jurisdictions are considered multi-state for the purpose of this analysis.

**Fuel Cost / Total Revenue** – Calculated as total fuel cost divided by total revenue.

**Load Factor** – Calculated as Net Retail MWh Sold / [Peak Load \* 8760]

**Fuel Concentration** – Calculated as MWh generated from the single largest fuel divided by Net Retail Sales, up to 100%.

**Bad Debt** – Calculated as Allowance for Doubtful Accounts / Retail Sales Dollars

**Retail Load Growth** – Calculated as the year-over-year change in retail load.

**Retail Rate** – Average retail rate as documented in Platt’s PowerDat industry database.

**Vertical Integration** – Binary variable indicating whether or not the regulated electric operating company is engaged in energy production and delivery or just energy delivery.

**Purchased Power** – Calculated as total purchased power divided by total revenue.

**Weather** – Measured as the total annual cooling degree days within the state of primary operations.