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IDAHO PUBLIC  
UTILITIES COMMISSION



October 29, 2008

State of Idaho  
Idaho Public Utilities Commission  
P.O. Box 83720  
Boise, Idaho 83720-0074

RE: Monthly Deferred Cost Report

Enclosed please find 7 copies of the PGA monthly report of activity in the Gas Deferral Accounts. This information is submitted in compliance with Order Number 30458, issued in Case No. AVU-G-07-02.

If you have any questions regarding this information please feel free to call me at (509) 495-4124.

Sincerely,

A handwritten signature in black ink that reads "Craig L. Bertholf". The signature is written in a cursive style with a large, stylized 'C' and 'B'.

Craig L. Bertholf  
Rate Analyst  
Rates and Tariff Administration

Enclosures

Avista Utilities

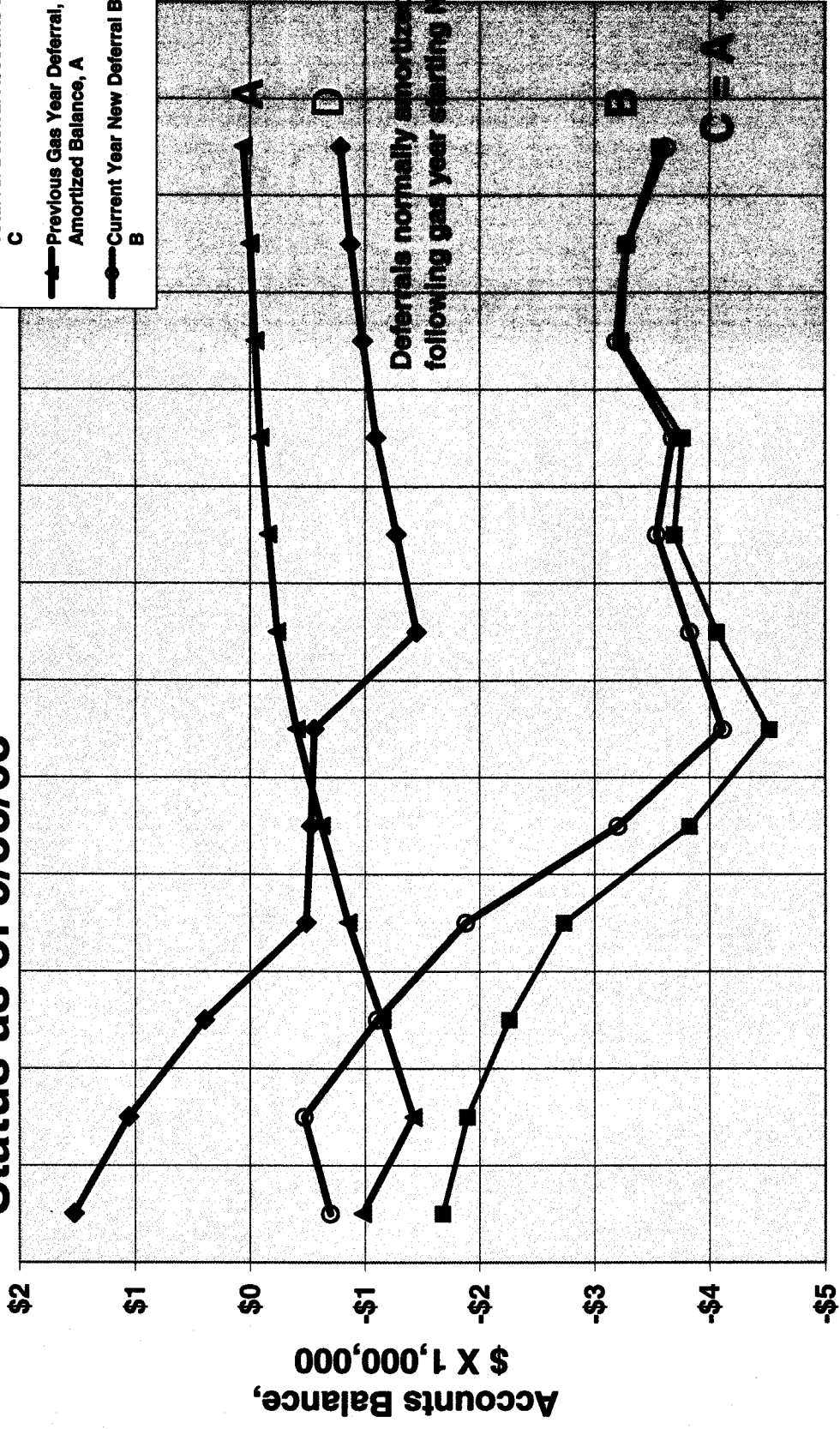
State of Idaho

Summary of Gas Costs Deferred and Amortized

Avista Gas, Summary of Deferral Accounts Status, as of September 30, 2008	Balance 10/31/07	Gas Year to End of Previous Month			Current Month		Balance 09/30/08
		Amortized/ Deferred 11/07 - 8/08	Interest 11/07 - 8/08	Balance 08/31/08	Amortized / Deferred in Sept	September Interest	
<b>Amortization of 2006 - 2007 Gas Year Costs</b>							
Acct No. 191005, 2007-2008, Balance at end of Gas year		\$35,667.92	\$1,514.42	\$37,182.34		\$154.93	\$37,337.27
Acct No. 191000, 2006-2007, Deferrals	(\$1,678,881.35)	\$1,599,560.80	\$43,777.13	(\$36,204.43)	\$57,870.50	(\$30.29)	\$21,635.78
Balances for Amortization in 2007-2008	(\$1,678,881.35)	\$1,635,228.72	\$45,291.55	\$977.91	\$57,870.50	\$124.64	\$58,973.05
<b>Account No. 191010, Current Year Deferrals</b>							
Commodity Costs Deferred, including Transportation		(\$3,386,003.17)	(\$107,185.11)	(\$3,493,188.28)	(\$385,729.69)	(\$15,420.59)	(\$3,894,338.56)
Jackson Release to Terasen Total Account No. 191010, 2007 - 2008		\$217,552.00	(\$3,751.57)	\$213,800.43	\$54,388.00	\$1,066.18	\$269,254.61
Total Deferral Accounts		(\$3,168,451.17)	(\$110,936.68)	(\$3,279,387.85)	(\$331,341.69)	(\$14,354.41)	(\$3,625,083.95)
Grand Total	(\$1,678,881.35)	(\$1,533,222.45)	(\$65,645.13)	(\$3,278,409.94)	(\$273,471.19)	(\$14,229.77)	(\$3,566,110.90)

# Avista Gas PGA Deferral Account Status as of 9/30/08

- ◆ Total Previous Year Deferral Account Accrual, D
- Total All Deferral Accounts to Date, C
- ▲ Previous Gas Year Deferral, Amortized Balance, A
- Current Year New Deferral Balance, B



Oct Nov Dec Jan Feb Mar Apr May Jun Jul Aug Sep Oct