

AVISTA UTILITIES
IDAHO GAS, CASE NO. AVU-G-15-01
PROPOSED INCREASE BY SERVICE SCHEDULE
12 MONTHS ENDED DECEMBER 31, 2014

Effective January 1, 2016

| Line No. | Type of Service (a) | Schedule Number (b) | Base Tariff Distribution Revenue Under Present Rates (1) (c) | | Proposed General Increase (d) | | Base Tariff Distribution Revenue Under Proposed Rates (e) | | Total Billed Revenue at Present Rates (1) (g) | | Percent Increase of Billed GRC Revenue (f) | | Sch 197 - 2013 Earnings Test & DSM Rebate Expiration (2) (i) | | Sch 197 Percent Increase on Billed GRC Revenue (k) | | Sch 197 - 2014 Earnings Test Rebate Credit (l) | | Sch 197 Percent Increase on Billed GRC Revenue (m) | | Total Billed Revenue at Proposed Rates (3) (n) | | Percent Increase on Billed Revenue (o) | |
|----------|------------------------|---------------------|--|--------------------------|-------------------------------|-------------------------------|---|--------------------------|---|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|
| | | | Under Present Rates (1) | Under Proposed Rates (e) | General Increase (d) | Proposed General Increase (d) | Under Present Rates (g) | Under Proposed Rates (e) | General Increase (h) | Percent Increase of Billed GRC Revenue (f) | Sch 197 - 2013 Earnings Test & DSM Rebate Expiration (i) | Sch 197 Percent Increase on Billed GRC Revenue (k) | Sch 197 - 2014 Earnings Test Rebate Credit (l) | Sch 197 Percent Increase on Billed GRC Revenue (m) | Total Billed Revenue at Proposed Rates (n) | Percent Increase on Billed Revenue (o) | | | | | | | | |
| 1 | General Service | 101 | \$29,140 | \$32,000 | \$2,860 | \$2,860 | \$54,067 | \$2,860 | 9.8% | \$830 | 1.5% | 5.3% | \$830 | -0.3% | \$57,607 | 6.5% | | | | | | | | |
| 2 | Large General Service | 111/112 | \$6,625 | \$6,941 | \$316 | \$316 | \$16,903 | \$316 | 4.8% | \$342 | 2.0% | 1.9% | \$342 | -0.4% | \$17,499 | 3.5% | | | | | | | | |
| 3 | Interruptible Service | 131/132 | \$68 | \$74 | \$6 | \$6 | \$190 | \$6 | 9.6% | \$5 | 2.6% | 3.4% | \$5 | -0.5% | \$200 | 5.5% | | | | | | | | |
| 4 | Transportation Service | 146 | \$340 | \$363 | \$23 | \$23 | \$340 | \$23 | 6.6% | \$0 | 0.0% | 6.6% | \$0 | -2.1% | \$356 | 4.5% | | | | | | | | |
| 5 | Special Contracts | 148 | \$101 | \$101 | \$0 | \$0 | \$101 | \$0 | 0.0% | \$0 | 0.0% | 0.0% | \$0 | 0.0% | \$101 | 0.0% | | | | | | | | |
| 6 | Total | | \$36,274 | \$39,479 | \$3,205 | \$3,205 | \$71,601 | \$3,205 | 8.8% | \$1,177 | 1.6% | 4.5% | \$1,177 | -0.3% | \$75,763 | 5.8% | | | | | | | | |

(1) Includes Schedule 150 - Purchased Gas Cost Adjustment, Schedule 155 - Gas Rate Adjustment & Schedule 197 - Rebate of 2013 Earnings Test & DSM Deferrals
(2) Schedule 197 - Rebate of 2013 Natural Gas Earnings Test & DSM Deferrals expires after December 31, 2015 resulting in a rate increase to customers.
(3) Includes Schedule 150 - Purchased Gas Cost Adjustment, Schedule 155 - Gas Rate Adjustment & Schedule 197 - Rebate of 2014 Earnings Test Deferrals

Effective January 1, 2017

| Line No. | Type of Service (a) | Schedule Number (b) | Base Tariff Distribution Revenue Under Present Rates (1) (c) | | Proposed General Increase (d) | | Base Tariff Distribution Revenue Under Proposed Rates (e) | | Total Billed Revenue at Present Rates (1) (g) | | Percent Increase of Billed GRC Revenue (f) | | Sch 197 - 2013 Earnings Test & DSM Rebate Expiration (2) (i) | | Sch 197 Percent Increase on Billed GRC Revenue (k) | | Sch 197 - 2014 Earnings Test Rebate Credit (l) | | Sch 197 Percent Increase on Billed GRC Revenue (m) | | Total Billed Revenue at Proposed Rates (3) (n) | | Percent Increase on Billed Revenue (o) | |
|----------|------------------------|---------------------|--|--------------------------|-------------------------------|-------------------------------|---|--------------------------|---|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|
| | | | Under Present Rates (1) | Under Proposed Rates (e) | General Increase (d) | Proposed General Increase (d) | Under Present Rates (g) | Under Proposed Rates (e) | General Increase (h) | Percent Increase of Billed GRC Revenue (f) | Sch 197 - 2013 Earnings Test & DSM Rebate Expiration (i) | Sch 197 Percent Increase on Billed GRC Revenue (k) | Sch 197 - 2014 Earnings Test Rebate Credit (l) | Sch 197 Percent Increase on Billed GRC Revenue (m) | Total Billed Revenue at Proposed Rates (n) | Percent Increase on Billed Revenue (o) | | | | | | | | |
| 1 | General Service | 101 | \$32,000 | \$33,486 | \$1,486 | \$1,486 | \$57,607 | \$1,486 | 4.6% | \$0 | 0.0% | 2.6% | \$0 | 0.0% | \$59,242 | 2.9% | | | | | | | | |
| 2 | Large General Service | 111/112 | \$6,941 | \$7,105 | \$164 | \$164 | \$17,499 | \$164 | 2.4% | \$0 | 0.0% | 0.9% | \$0 | 0.4% | \$17,725 | 1.3% | | | | | | | | |
| 3 | Interruptible Service | 131/132 | \$74 | \$77 | \$3 | \$3 | \$200 | \$3 | 4.1% | \$0 | 0.0% | 1.5% | \$0 | 0.5% | \$204 | 2.0% | | | | | | | | |
| 4 | Transportation Service | 146 | \$363 | \$375 | \$12 | \$12 | \$356 | \$12 | 3.3% | \$0 | 0.0% | 3.4% | \$0 | 2.0% | \$375 | 5.4% | | | | | | | | |
| 5 | Special Contracts | 148 | \$101 | \$101 | \$0 | \$0 | \$101 | \$0 | 0.0% | \$0 | 0.0% | 0.0% | \$0 | 0.0% | \$101 | 0.0% | | | | | | | | |
| 6 | Total | | \$39,479 | \$41,144 | \$1,665 | \$1,665 | \$75,763 | \$1,665 | 4.2% | \$0 | 0.0% | 2.2% | \$0 | 0.3% | \$77,648 | 2.5% | | | | | | | | |

(1) Includes Schedule 150 - Purchased Gas Cost Adjustment, Schedule 155 - Gas Rate Adjustment & Schedule 197 - Rebate of 2014 Earnings Test Deferrals
(2) Schedule 197 - Rebate of 2014 Natural Gas Earnings Test Deferrals expires after December 31, 2016 resulting in a rate increase to customers.
(3) Includes Schedule 150 - Purchased Gas Cost Adjustment and Schedule 155 - Gas Rate Adjustment

**AVISTA UTILITIES
IDAHO GAS, CASE NO. AVU-G-15-01
PRESENT & PROPOSED RATES OF RETURN BY RATE SCHEDULE
12 MONTHS ENDED DECEMBER 31, 2014**

| <u>Line No.</u> | <u>Type of Service</u> (a) | <u>Sch. Number</u> (b) | <u>Present Rates</u> | | Base Tariff Proposed Increase (e) | <u>Proposed Rates</u> | |
|-----------------|-------------------------------|---------------------------|--------------------------------------|------------------------------------|---|---------------------------------------|-------------------------------------|
| | | | <u>Present Rate of Return</u> (c) | <u>Present Relative ROR</u> (d) | | <u>Proposed Rate of Return</u> (f) | <u>Proposed Relative ROR</u> (g) |
| 1 | General Service | 101 | 5.42% | 0.89 | 9.8% | 7.07% | 0.93 |
| 2 | Large General Service | 111/112 | 8.99% | 1.48 | 4.8% | 10.05% | 1.32 |
| 3 | Interruptible Service | 131/132 | 6.70% | 1.10 | 9.6% | 8.14% | 1.07 |
| 4 | Transportation Service | 146 | 7.72% | 1.27 | 6.7% | 8.99% | 1.18 |
| 5 | Total | | 6.07% | 1.00 | 8.9% | 7.62% | 1.00 |

**AVISTA UTILITIES
IDAHO GAS, CASE NO. AVU-G-15-01
PRESENT AND PROPOSED RATE COMPONENTS BY SCHEDULE**

Effective January 1, 2016

| Type of Service (a) | Present Base Distribution Rate (b) | Present Billing Rate Adj. (1) (c) | Present Billing Rate (d) | General Rate Increase (e) | Sch 197 - 2013 Earnings Test & PGA Rebate Expiration (f) | Sch 197 - 2014 Earnings Test Rebate Credit (2) (g) | Proposed Billing Rate (h) | Proposed Base Distribution Rate (i) |
|---|---|--|--------------------------------|------------------------------------|--|--|------------------------------------|---|
| <u>General Service - Schedule 101</u> | | | | | | | | |
| Basic Charge | \$4.25 | | \$4.25 | \$3.75 | | | \$8.00 | \$8.00 |
| Usage Charge: | | | | | | | | |
| All therms | \$0.45372 | \$0.44741 | \$0.90113 | (\$0.00981) | \$0.01489 | (\$0.00268) | \$0.90353 | \$0.44391 |
| <u>Large General Service - Schedule 111</u> | | | | | | | | |
| Usage Charge: | | | | | | | | |
| First 200 therms | \$0.47500 | \$0.44741 | \$0.92241 | \$0.00895 | \$0.01489 | (\$0.00268) | \$0.94357 | \$0.48395 |
| 200 - 1,000 therms | \$0.31030 | \$0.44741 | \$0.75771 | \$0.01760 | \$0.01489 | (\$0.00268) | \$0.78752 | \$0.32790 |
| 1,000 - 10,000 therms | \$0.23095 | \$0.44741 | \$0.67836 | \$0.01310 | \$0.01489 | (\$0.00268) | \$0.70367 | \$0.24405 |
| All over 10,000 therms | \$0.17850 | \$0.44741 | \$0.62591 | \$0.01012 | \$0.01489 | (\$0.00268) | \$0.64824 | \$0.18862 |
| Minimum Charge: | | | | | | | | |
| per month | \$95.00 | | \$95.00 | \$1.79 | | | \$96.79 | \$96.79 |
| per therm | \$0.00000 | \$0.44741 | \$0.44741 | | \$0.01489 | (\$0.00268) | \$0.45962 | \$0.00000 |
| <u>Interruptible Service - Schedule 132</u> | | | | | | | | |
| Usage Charge: | | | | | | | | |
| All Therms | \$0.20459 | \$0.37021 | \$0.57480 | \$0.01956 | \$0.01489 | (\$0.00268) | \$0.60657 | \$0.22415 |
| <u>Transportation Service - Schedule 146</u> | | | | | | | | |
| Basic Charge | \$225.00 | | \$225.00 | \$175.00 | | | \$400.00 | \$400.00 |
| Usage Charge: | | | | | | | | |
| All Therms | \$0.12075 | | \$0.12075 | \$0.00448 | | (\$0.00268) | \$0.12255 | \$0.12523 |

(1) Includes Schedule 150 - Purchased Gas Cost Adjustment, Schedule 155 - Gas Rate Adjustment, and Schedule 197 - PGA/DSM Rebate

(2) The 2014 Earnings Test Rebate Credit will be effective January 1, 2016 through December 31, 2016

**AVISTA UTILITIES
IDAHO GAS, CASE NO. AVU-G-15-01
PRESENT AND PROPOSED RATE COMPONENTS BY SCHEDULE**

Effective January 1, 2017

| <u>Type of Service</u> (a) | <u>Present Base Distribution Rate</u> (b) | <u>Present Billing Rate Adj.(1)</u> (c) | <u>Present Billing Rate</u> (d) | <u>General Rate Increase</u> (e) | <u>Sch 197 - 2014 Earnings Test Expiration</u> (f) | <u>Proposed Billing Rate</u> (g) | <u>Proposed Base Distribution Rate</u> (h) |
|---|--|--|--|---|---|---|---|
| <u>General Service - Schedule 101</u> | | | | | | | |
| Basic Charge | \$8.00 | | \$8.00 | \$0.00 | | \$8.00 | \$8.00 |
| Usage Charge: | | | | | | | |
| All therms | \$0.44391 | \$0.45962 | \$0.90353 | \$0.02667 | \$0.00268 | \$0.93288 | \$0.47058 |
| <u>Large General Service - Schedule 111</u> | | | | | | | |
| Usage Charge: | | | | | | | |
| First 200 therms | \$0.48395 | \$0.45962 | \$0.94357 | \$0.02665 | \$0.00268 | \$0.97290 | \$0.51060 |
| 200 - 1,000 therms | \$0.32790 | \$0.45962 | \$0.78752 | \$0.00464 | \$0.00268 | \$0.79484 | \$0.33254 |
| 1,000 - 10,000 therms | \$0.24405 | \$0.45962 | \$0.70367 | \$0.00345 | \$0.00268 | \$0.70980 | \$0.24750 |
| All over 10,000 therms | \$0.18862 | \$0.45962 | \$0.64824 | \$0.00267 | \$0.00268 | \$0.65359 | \$0.19129 |
| Minimum Charge: | | | | | | | |
| per month | \$96.79 | | \$96.79 | \$5.33 | | \$102.12 | \$102.12 |
| per therm | \$0.00000 | \$0.45962 | \$0.45962 | | \$0.00268 | \$0.46230 | \$0.00000 |
| <u>Interruptible Service - Schedule 132</u> | | | | | | | |
| Usage Charge: | | | | | | | |
| All Therms | \$0.22415 | \$0.38242 | \$0.60657 | \$0.00909 | \$0.00268 | \$0.61834 | \$0.23324 |
| <u>Transportation Service - Schedule 146</u> | | | | | | | |
| Basic Charge | \$400.00 | | \$400.00 | \$0.00 | | \$400.00 | \$400.00 |
| Usage Charge: | | | | | | | |
| All Therms | \$0.12523 | (\$0.00268) | \$0.12255 | \$0.00445 | \$0.00268 | \$0.12968 | \$0.12968 |

(1) Includes Schedule 150 - Purchased Gas Cost Adjustment, Schedule 155 - Gas Rate Adjustment, and Schedule 197 - 2014 Earnings