

**Avista Corp.**

1411 East Mission PO Box 3727  
Spokane, Washington 99220-3727  
Telephone 509-489-0500  
Toll Free 800-727-9170



November 16, 2007

Public Utility Commission of Oregon  
Attn: Filing Center  
PO Box 2148  
Salem, OR 97308-2148

**RE: UG-181 – In the Matter of the Application of AVISTA CORPORATION,  
dba AVISTA UTILITIES, for a General Rate Revision**

Avista Corporation, dba Avista Utilities, hereby submits for electronic filing the following replacement page to the above referenced filing made October 12, 2007:

- Revised Exhibit AVISTA/501, Andrews/Page 1 of 6

Please direct any questions regarding this filing to me at (509) 495-8601.

Sincerely,

A handwritten signature in black ink that reads "Elizabeth M. Andrews". The signature is written in a cursive, flowing style.

Elizabeth M. Andrews  
Manager, Revenue Requirements  
Avista Utilities  
509-495-8601  
liz.andrews@avistacorp.com

c: See attached service list

AVISTA UTILITIES  
 NATURAL GAS RESULTS OF OPERATION  
 OREGON JURISDICTION PRO FORMA RESULTS  
 TWELVE MONTHS ENDED DECEMBER 31, 2006  
 (000'S OF DOLLARS)

Line No.	DESCRIPTION	WITH PRESENT RATES			WITH PROPOSED RATES	
		Actual Per Results Report	Total Adjustments	Pro Forma Total	Proposed Revenues & Related Exp	Pro Forma Proposed Total
	<i>a</i>	<i>b</i>	<i>c</i>	<i>d</i>	<i>e</i>	<i>f</i>
OPERATING REVENUES						
1	Total General Business	\$122,020	\$2,514	\$124,534	\$2,975	\$127,509
2	Total Transportation	2,558	322	2,880		2,880
3	Other Revenues	44,300	(44,187)	113		113
4	Total Operating Revenues	168,878	(41,351)	127,527	2,975	130,502
OPERATING EXPENSES						
5	Gas Purchased	133,761	(38,430)	95,331		95,331
6	Operation and Maintenance	9,100	(226)	8,874	16	8,890
7	Administration & General	5,847	61	5,908	8	5,916
8	Taxes Other than Income	5,450	(1,399)	4,051	59	4,110
9	Depreciation & Amortization	8,139	(4,206)	3,933		3,933
10	Total Operating Expenses	162,297	(44,200)	118,097	83	118,180
11	OPERATING INCOME BEFORE FIT	6,581	2,849	9,430	2,892	12,322
INCOME TAXES						
12	Current Federal Income Taxes	2,721	443	3,164	1,007	4,171
13	Deferred Federal Income Taxes	(1,366)	676	(690)		(690)
14	State Income Taxes	303	210	513	14	527
15	Total Income Taxes	1,658	1,329	2,987	1,021	4,008
16	NET OPERATING INCOME	\$4,923	\$1,520	\$6,443	\$1,871	\$8,314
AVERAGE RATE BASE						
17	Utility Plant in Service	174,441	9,494	183,935		183,935
18	Less: Accum Depr and Amort	(77,663)	1,465	(76,198)	0	(76,198)
19	Net Utility Plant	96,778	10,959	107,737	0	107,737
20	Accumulated Deferred FIT	(18,736)	2,600	(16,136)		(16,136)
21	Inventory and Other	971	0	971	0	971
22	TOTAL AVERAGE RATE BASE	\$79,013	\$13,559	\$92,572	\$0	\$92,572
23	RATE OF RETURN	6.23%		6.96%		8.98%

## CERTIFICATE OF SERVICE

**I HEREBY CERTIFY** that I have this day served a Revised Exhibit in the Oregon Natural Gas General Rate Case Filing of Avista Utilities', a division of Avista Corporation, upon the parties listed below by mailing a copy thereof, postage prepaid and/or by electronic mail.

Judy Johnson  
Public Utility Commission  
PO Box 2148  
Salem, OR 97308-2148  
[Judy.johnson@state.or.us](mailto:Judy.johnson@state.or.us)

Citizens' Utilities Board  
610 SW Broadway, Suite 308  
Portland, OR 97205-3404  
[Jason@OregonCUB.org](mailto:Jason@OregonCUB.org)  
[Bob@OregonCUB.org](mailto:Bob@OregonCUB.org)  
[Lowrey@OregonCUB.org](mailto:Lowrey@OregonCUB.org)

David Hatton  
Assistant Attorney General  
1162 Court St. NE  
Salem, OR 97301-4096  
[David.hatton@state.or.us](mailto:David.hatton@state.or.us)

I declare under penalty of perjury that the foregoing is true and correct.

Dated at Spokane, Washington this 16th day of November 2007.

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