

DECISION MEMORANDUM

TO: COMMISSIONER KJELLANDER
COMMISSIONER SMITH
COMMISSIONER REDFORD
COMMISSION SECRETARY
COMMISSION STAFF
LEGAL

FROM: SCOTT WOODBURY

DATE: JUNE 1, 2007

SUBJECT: CASE NO. AVU-E-07-04 (Avista)
LOAD MANAGEMENT PILOT PROGRAM

On June 1, 2007, Avista Corporation dba Avista Utilities (Avista; Company) filed an Application in Case No. AVU-E-07-04 requesting authority to offer residential and commercial demand response programs in portions of Sandpoint and Moscow for a two-year period. Internet protocol thermostats, direct control units and related technology will be installed to reduce energy usage at peak times of the year and gain experience with customer acceptance, program design, operational components and cost effectiveness.

Avista requests that the Commission approve the proposed tariff and tariff changes for an effective date of July 15, 2007. Commission Staff recommends that the Company's Application be processed pursuant to Modified Procedure, i.e., by written submission rather than by hearing. Reference Commission Rules of Procedure, IDAPA 31.01.01.201-204.

COMMISSION DECISION

Avista in Case No. AVU-E-07-04 requests Commission authority to implement residential and commercial demand response programs in portions of Sandpoint and Moscow. Staff recommends that the Company's Application be processed pursuant to Modified Procedure. Does the Commission agree with Staff's recommended procedure?

Scott Woodbury