

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

RECEIVED

2006 OCT 30 AM 8:16

IDAHO PUBLIC
UTILITIES COMMISSION



October 27, 2006

AVU-6-05-02

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

RE: Monthly Deferred Cost Report

Enclosed please find the PGA monthly report of activity in the Gas Deferral Accounts (Accounts 191010 and 191000). This information is submitted in compliance with Order Number 29902, issued on October 2005.

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 Bertholf". The signature is written in a cursive style with a large initial "C".

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, 2006 | Balance 10/31/05 | Gas Year to End of Previous Month | | Current Month | | Balance 9/30/2006 |
|---|---------------------|--|--------------------------|---|-----------------------|----------------------|
| | | Amortized/ Deferred 11/05 - 8/06 | Interest 11/05 - 8/06 | Amortized / Deferred in September | September Interest | |
| Amortization of 2004 - 2005 Gas Year Costs | | | | | | |
| Acct No. 191000, 2003-2004, Balance at end of Gas year | \$860,865.23 | | | | | |
| Acct No. 191000, 2004-2005, Deferrals | \$2,303,395.35 | | | | | |
| Acct No. 191000, Balances for Amortization in 2005-2006 | \$3,164,260.58 | (\$3,171,659.77) | \$22,884.03 | \$15,484.84 | (\$111,663.87) | (\$96,279.90) |
| Account No. 191010, Current Year Deferrals | | | | | | |
| Commodity Costs Deferred, including Transportation, Jul 1- Oct 31 | \$ 2,974,658.42 | \$561,987.17 | \$117,976.94 | \$3,654,622.53 | (\$447,648.45) | \$3,215,168.44 |
| Jackson Release to Cascade, Jul 1-Oct 31 | | (\$145,805.00) | | (\$145,805.00) | (\$14,501.60) | (\$160,306.60) |
| Other | | | | | | |
| Total Account No. 191010, 2005- 2006 | \$2,974,658.42 | \$416,182.17 | \$117,976.94 | \$3,508,817.53 | (\$462,150.05) | \$3,054,861.84 |
| Total Deferral Accounts | \$6,138,919.00 | (\$2,755,477.60) | \$140,860.97 | \$3,524,302.37 | (\$573,813.92) | \$2,958,581.94 |
| Grand Total | | | | | | |

**Deferral Account Balances
2005-2006 Gas Year**

**Avista Gas PGA Deferral Account
Status as of 9/30/06**

