Avista Corp.

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July 30, 2021

State of Idaho Idaho Public Utilities Commission 11331 W. Chinden Blvd Bldg 8 Suite 201-A Boise, ID 83714

Attention: Commission Secretary

Re: Case No. AVU-G-21-__

Natural Gas Fixed Cost Adjustment Annual Rate Filing of Avista Corporation

In accordance with Case No. GNR-U-20-01, Order No. 34602, which suspends the requirement to file physical copies, the Company has attached for electronic filing with the Commission the following revised tariff sheets:

Fifth Revision Sheet 175 canceling Fourth Revision Sheet 175

These tariff sheets reflect Avista's natural gas Fixed Cost Adjustment (FCA) annual rate adjustment filing. This filing consists of Avista's Application, Exhibit A (the Company's proposed tariffs), Exhibit B (rate calculation), Exhibit C (18-months ending June 30, 2021 deferral), and Exhibit D (customer communications) in support of the Application. The Company requests that the proposed tariff sheets be made effective October 1, 2021.

Electronic versions of the Company's filing were emailed to the Commission, and the Service List, on July 30, 2021.

Please direct any questions on this matter to me at (509) 495-8620 or Joel Anderson at (509) 495-2811.

Sincerely,

/s/ Patrick Ehrbar

Patrick D. Ehrbar Director of Regulatory Affairs

AVISTA CORPORATION dba Avista Utilities

SCHEDULE 175 FIXED COST ADJUSTMENT MECHANISM – NATURAL GAS

PURPOSE:

This Schedule establishes balancing accounts and implements an annual Fixed Cost Adjustment ("FCA") rate mechanism that separates the recovery of the Company's Commission authorized revenues from therm sales to customers served under the applicable natural gas service schedules.

TERM:

The term of the FCA mechanism will remain in effect through March 31, 2025.

APPLICABLE:

To Customers in the State of Idaho where the Company has natural gas service available. This schedule shall be applicable to all retail customers taking service under Schedules 101, 111, and 112. This Schedule does not apply to Schedules 131/132 (Interruptible Service), Schedule 146 (Transportation Service For Customer-Owned Gas) or Schedule 148 (Special Contracts). Applicable Customers will be segregated into two (2) distinct Rate Groups:

Group 1 – Schedule 101
Group 2 – Schedules 111 and 112

Note – the recovery of incremental revenue related to fixed production and underground storage costs will be excluded for new natural gas customers added after the FCA Base test year.

MONTHLY RATE:

Group 1 – (\$0.00493) per therm Group 2 – (\$0.00490) per therm

Issued July 30, 2021

Effective November 1, 2021

