

**BEFORE THE
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,)	
)	
Complainant,)	
)	
v.)	DOCKETS UE-160228 and UG-160229 (Consolidated)
)	
AVISTA CORPORATION, DBA AVISTA UTILITIES,)	
)	
Respondent.)	
<hr/>)	

EXHIBIT NO. MPG-10

**CONSTANT GROWTH DCF MODEL
(SUSTAINABLE GROWTH RATE)**

AUGUST 17, 2016

Avista Corporation

Constant Growth DCF Model (Sustainable Growth Rate)

<u>Line</u>	<u>Company</u>	<u>13-Week AVG Stock Price¹</u> (1)	<u>Sustainable Growth²</u> (2)	<u>Annualized Dividend³</u> (3)	<u>Adjusted Yield</u> (4)	<u>Constant Growth DCF</u> (5)
1	ALLETE, Inc.	\$59.73	3.51%	\$2.08	3.60%	7.11%
2	Ameren Corporation	\$50.02	3.61%	\$1.70	3.52%	7.14%
3	American Electric Power Company, Inc.	\$66.49	3.77%	\$2.24	3.50%	7.27%
4	Avista Corporation	\$41.85	4.02%	\$1.37	3.41%	7.43%
5	CMS Energy Corporation	\$42.93	6.37%	\$1.24	3.07%	9.45%
6	DTE Energy Company	\$93.28	4.42%	\$2.92	3.27%	7.69%
7	Edison International	\$73.31	5.47%	\$1.92	2.76%	8.23%
8	El Paso Electric Company	\$45.71	3.67%	\$1.24	2.81%	6.48%
9	IDACORP, Inc.	\$75.57	3.83%	\$2.04	2.80%	6.63%
10	NorthWestern Corporation	\$59.55	4.71%	\$2.00	3.52%	8.23%
11	PG&E Corporation	\$61.20	5.38%	\$1.96	3.37%	8.75%
12	Portland General Electric Company	\$42.00	3.99%	\$1.28	3.17%	7.16%
13	Sempra Energy	\$108.18	6.43%	\$3.02	2.97%	9.40%
14	Average	\$63.06	4.55%	\$1.92	3.21%	7.77%
15	Median					7.43%

Sources:

¹ SNL Financial, Downloaded on July 25, 2016.

² Exhibit No. MPG-9, page 1.

³ *The Value Line Investment Survey*, June 17, and July 29, 2016.