



October 9, 2020

Mark L. Johnson
Executive Director and Secretary
Washington Utilities and Transportation Commission
1300 Evergreen Park Drive SW
Olympia WA 98504-7250

Docket U-190554
WAC 480-90-262 & 480-100-262

Received
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10/09/20 08:14
State Of WASH.
UTIL. AND TRANSP.
COMMISSION

We are submitting the following information in compliance with WAC 480-100-262 and 480-90-262 for the sale of securities not to exceed \$600,000,000².

On September 30, 2020, Avista Corp. issued \$165.0 million of 3.07 percent First Mortgage Bonds (“FMBs”) due in 2050 under a bond purchase agreement with certain institutional investors in the private placement market. The new FMBs were issued under and in accordance with the Mortgage and Deed of Trust, dated as of June 1, 1939, from the Company to Citibank, N.A., trustee, as amended and supplemented by various supplemental indentures and other instruments.

In connection with pricing of the First Mortgage Bonds we cash settled seven interest rate swap contracts and paid a total of \$33.5 million, which will be amortized as a component of interest expense over the life of the debt.

The total net proceeds from the sale of the new bonds were used to repay a portion of the borrowings outstanding under the Company’s \$400.0 million committed line of credit and repay maturing long-term debt of \$52.0 million.

Table 1.

Item	Dollar Amount	Percent of Total
Gross Proceeds	\$ 165,000,000	100.0%
Arrangement Fees	(660,000)	-0.40%
Proceeds Payable to Applicant	164,340,000	99.60%
Interest Rate Swaps	(33,499,271)	-20.30%
Title Insurance	(118,908)	-0.07%
Legal	(322,168)	-0.20%
Other	(8,535)	-0.01%
Net Proceeds¹	\$ 130,391,118	79.02%

¹ The Company is expecting additional fees primarily related to additional legal expenses currently unbilled, which may reduce the Company’s net proceeds.

² This filing is compliant with the Commission’s Order No. 1 under docket UE-190554

Please contact Megan Thilo at (509) 495-2149 if you have any questions.

Sincerely,

A handwritten signature in black ink, appearing to read "Jason Lang". The signature is fluid and cursive, with a large, stylized initial "J".

Jason Lang
Director of Finance, Risk and Assistant Treasurer

