

**BEFORE THE
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,)	
)	
Complainant,)	DOCKETS UE-170485 and UG-170486 (<i>Consolidated</i>)
)	
v.)	
)	
AVISTA CORPORATION, DBA AVISTA UTILITIES,)	
)	
Respondent.)	
)	

EXHIBIT RRS-6

**PRODUCTION-RELATED COSTS ALLOCATED USING A SUMMER AND
WINTER PEAK METHOD (PEAK CREDIT)**

NOVEMBER 1, 2017

Sumcost Scenario: Company Base Case UE-17 _____ Load Factor Peak Credit Method PROPOSED METHOD		AVISTA UTILITIES Cost of Service Basic Summary For the Twelve Months Ended December 31, 2016 Production and Transmission-Related Costs Allocated Using a Summer/Winter Peak Method (Peak Credit)						Washington Jurisdiction Electric Utility		
(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
Description				System Total	Residential Service Sch 1-2	General Service Sch 11-12	Large Gen Service Sch 21-22	Extra Large Gen Service Sch 25	Pumping Service Sch 31-32	Street & Area Lights Sch 41-49
Plant In Service										
1	Production Plant			981,834,000	460,085,025	104,840,699	226,931,893	167,302,110	19,126,444	3,547,830
2	Transmission Plant			483,236,000	226,443,215	51,600,169	111,690,632	82,342,231	9,413,593	1,746,160
3	Distribution Plant			1,074,987,000	565,647,205	137,141,090	250,125,388	32,779,214	30,620,614	58,673,490
4	Intangible Plant			189,139,000	92,192,732	21,279,273	43,405,803	24,888,636	4,121,985	3,250,571
5	General Plant			259,007,000	141,416,876	30,154,810	50,948,447	26,064,670	5,394,728	5,027,469
6	Total Plant In Service			2,988,203,000	1,485,785,054	345,016,041	683,102,162	333,376,861	68,677,364	72,245,519
Accum Depreciation										
7	Production Plant			(429,255,000)	(201,147,849)	(45,836,052)	(99,213,971)	(73,144,001)	(8,362,026)	(1,551,101)
8	Transmission Plant			(141,609,000)	(66,357,633)	(15,121,076)	(32,730,175)	(24,129,827)	(2,758,589)	(511,700)
9	Distribution Plant			(332,685,000)	(178,022,575)	(42,148,806)	(74,310,869)	(9,843,470)	(9,192,978)	(19,166,303)
10	Intangible Plant			(48,315,000)	(23,873,612)	(5,509,798)	(11,009,108)	(5,857,114)	(1,077,783)	(987,585)
11	General Plant			(90,139,000)	(49,181,527)	(10,493,041)	(17,751,834)	(9,083,058)	(1,878,558)	(1,750,984)
12	Total Accumulated Depreciation			(1,042,003,000)	(518,583,196)	(119,108,772)	(235,015,956)	(122,057,470)	(23,269,934)	(23,967,672)
13	Net Plant			1,946,200,000	967,201,858	225,907,269	448,086,207	211,319,391	45,407,430	48,277,846
14	Accumulated Deferred FIT			(414,196,000)	(207,085,739)	(47,923,079)	(94,094,368)	(45,451,859)	(9,514,679)	(10,126,275)
15	Miscellaneous Rate Base			60,161,000	29,126,750	6,930,846	14,260,204	6,885,335	1,417,925	1,539,940
16	Total Rate Base			1,592,165,000	789,242,868	184,915,036	368,252,042	172,752,866	37,310,676	39,691,511
17	Revenue From Retail Rates			492,134,000	209,489,000	73,766,000	126,766,000	64,348,000	10,894,000	6,871,000
18	Other Operating Revenues			48,595,000	22,989,485	5,267,703	11,237,647	7,750,929	980,728	368,507
19	Total Revenues			540,729,000	232,478,485	79,033,703	138,003,647	72,098,929	11,874,728	7,239,507
Operating Expenses										
20	Production Expenses			185,799,000	87,064,960	19,839,705	42,943,836	31,659,695	3,619,425	671,380
21	Transmission Expenses			20,874,000	9,781,506	2,228,936	4,824,620	3,556,878	406,632	75,428
22	Distribution Expenses			21,602,000	11,730,048	3,092,620	4,674,953	780,542	635,055	688,783
23	Customer Accounting Expenses			13,294,000	9,841,590	1,756,976	939,979	525,518	171,762	58,176
24	Customer Information Expenses			1,430,000	1,220,358	181,930	11,066	122	14,146	2,378
25	Sales Expenses			0	0	0	0	0	0	0
26	Admin & General Expenses			50,828,000	27,247,176	6,014,083	10,163,059	5,652,726	1,058,599	692,357
27	Total O&M Expenses			293,827,000	146,885,636	33,114,249	63,557,513	42,175,481	5,905,619	2,188,501
28	Taxes Other Than Income Taxes			44,352,000	20,398,812	5,754,269	10,785,845	5,649,895	988,825	774,355
29	Other Income Related Items Depreciation Expense			(100,000)	(52,273)	(12,633)	(23,258)	(3,889)	(2,794)	(5,152)
30	Production Plant Depreciation			21,376,000	10,016,742	2,282,539	4,940,648	3,642,418	416,411	77,242
31	Transmission Plant Depreciation			8,430,000	3,950,278	900,159	1,948,431	1,436,451	164,219	30,462
32	Distribution Plant Depreciation			29,905,000	15,613,420	3,799,182	6,891,322	930,995	845,375	1,824,706
33	General Plant Depreciation			31,357,000	16,320,515	3,639,179	6,699,933	3,307,187	690,983	699,202
34	Amortization Expense			1,953,000	925,451	211,753	450,674	311,054	39,358	14,711
35	Total Depreciation Expense			93,021,000	46,826,404	10,832,813	20,931,009	9,628,105	2,156,346	2,646,322
36	Income Tax			24,082,000	(1,394,655)	8,962,277	12,026,199	3,635,166	659,973	193,040
37	Total Operating Expenses			455,182,000	212,663,925	58,650,975	107,277,307	61,084,759	9,707,968	5,797,066
38	Net Income			85,547,000	19,814,561	20,382,728	30,726,340	11,014,170	2,166,759	1,442,442
39	Rate of Return			5.37%	2.51%	11.02%	8.34%	6.38%	5.81%	3.63%
40	Return Ratio			1.00	0.47	2.05	1.55	1.19	1.08	0.68
41	Interest Expense			44,740,000	22,177,806	5,196,131	10,347,920	4,854,373	1,048,434	1,115,336
42	Revenue Related Expenses			24,122,000	10,268,125	3,615,648	6,213,449	3,154,024	533,971	336,783