



# Avista Corporation

Organizational Materials

April 2020



## Review of Existing Credit Facility & Proposed Terms

- The vintage 2011 credit agreement will need to be updated to include standard market provisions:
  - Libor Replacement
  - EU Bail-in provision
  - Beneficial Ownership provision
  - Updated sanctions language
- Rationalize fronting commitments from \$100MM to \$50MM for each JLA

	Summary Terms	
	Existing	Proposed
<b>Borrower</b>	Avista Corporation	
<b>Secured Ratings</b>	A- / A3	
<b>Facility Type</b>	Revolving Credit	Revolving Credit
<b>Security</b>	Secured	Secured
<b>Purpose</b>	General Corporate	
<b>Amount</b>	\$400MM	\$400MM
<b>Accordion</b>	\$100MM	\$100MM
<b>LC Sublimit</b>	\$200MM	\$200MM
<b>Extension Options</b>	Two, 1-year extension options or One, 2-year option (60 days prior to Maturity)	Two, 1-year extension options
<b>Maturity</b>	April 18, 2021	April 18, 2022
<b>Covenant</b>	Consolidated Debt / Cap < 65%	Consolidated Debt / Cap < 65%
<b>Upfront Fees</b>	10.0 bps (2-year Extension)	10.0 bps "old money" 20.0 bps "new money"
<b>Arranger Fees</b>	2014: \$150K / 2016: \$75K	\$275K to MUFG

Secured Ratings	Pricing Grids					
	Facility Fee (bps)	LIBOR Spread (L+bps)	All-In Drawn Spread (L+bps)	Facility Fee (bps)	LIBOR Spread (L+bps)	All-In Drawn Spread (L+bps)
≥ A+ / A1	7.5	67.5	75.0	12.5	87.5	100.0
A / A2	10.0	77.5	87.5	15.0	97.5	112.5
<b>A- / A3</b>	<b>12.5</b>	<b>87.5</b>	<b>100.0</b>	<b>17.5</b>	<b>107.5</b>	<b>125.0</b>
BBB+ / Baa1	17.5	95.0	112.5	22.5	115.0	137.5
BBB / Baa2	20.0	105.0	125.0	25.0	125.0	150.0
≤ BBB- / Baa3	25.0	125.0	150.0	30.0	145.0	175.0

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