

**BEFORE THE WASHINGTON  
UTILITIES AND TRANSPORTATION COMMISSION**

In the Matter of the Application of

AVISTA CORPORATION d/b/a AVISTA  
UTILITIES,

Petitioner,

For an Order Establishing Compliance with  
the Provisions of RCW 80.08.040, with  
Respect to its Proposal to issue and sell up  
to 5,500,000 shares of Common Stock.

DOCKET UE-250498

ORDER 01

ESTABLISHING COMPLIANCE  
WITH RCW 80.08.040,  
SECURITIES

**BACKGROUND**

- 1 On June 23, 2025, Avista Corporation d/b/a Avista Utilities (Avista or Company) filed with the Washington Utilities and Transportation Commission (Commission) a statement of a planned securities issuance and application for an order affirming compliance with RCW 80.08.040 (Application). In its Application, Avista proposes to issue and sell up to 5,500,000 shares of Common Stock. The requested authority is in addition to the authority previously granted by the Commission for the issuance and sale of Common Stock in Order 01, entered July 27, 2023, in Docket UE-230545, under which 584,042 shares remain unissued, for a total of 6,084,042 shares.
- 2 Avista filed with its Application: (1) a certification by an authorized officer that the proceeds will be used for one or more purposes allowed by RCW 80.08.030; (2) a description of the proposed issuance, including the terms of financing; and (3) a statement as to why the proposed sale of securities is in the public interest.
- 3 The Company contends that the issuance is in the public interest because, among other things, the proceeds will be used to finance the cost of acquiring, constructing, improving, and maintaining its facilities as an electric and gas utility.
- 4 Commission Staff (Staff) reviewed the Company's Application and determined that it meets the requirements set out in RCW 80.08.040. Accordingly, Staff recommends the Commission grant the Company's Application and issue an order finding that the Company has complied with RCW 80.08.040.

## DISCUSSION

- 5 We grant Avista's Application for an order finding that its planned securities issuance complies with RCW 80.08.040. The statute requires that a regulated utility, prior to issuing a security, must file with the Commission:
- (1) A description of the purposes for which the issuance is made, including a certification by an officer authorized to do so, that the proceeds from any such financing is for one or more of the purposes allowed by RCW 80.08.030;<sup>1</sup>
  - (2) A description of the proposed issuance, including the terms of financing; and
  - (3) A statement as to why the transaction is in the public interest.
- 6 RCW 80.08.040 further provides that any utility that makes such a filing may request the Commission to enter a written order establishing that the utility has complied with the requirements set out above. The statute requires the Commission to enter such order when the utility has provided all information and statements as required.
- 7 We find that Avista has satisfied the statutory requirements set forth in paragraph five above for several reasons. First, the Company's planned securities issuance includes a description of the purposes for which the issuance is made and incorporates a certification by an authorized officer that the proceeds will be used for one or more purposes allowed by RCW 80.08.030. Second the description of the proposed issuance, includes specific financing terms as required by RCW 80.08.040(2) and proposed to issue up to 4,400,000 shares of authorized but unissued Common stock.<sup>2</sup> Finally, Avista had explained that its proposed sale of securities is in the public interest because the requested authority will provide the necessary financing "to continue to conduct its operations as an electric and gas utility company on a reliable basis for the benefit of its customers."<sup>3</sup> Additionally, the "issuance of Common Stock in lieu of debt securities" will allow Avista "to maintain and/or improve its debt-to-equity ratio," improve its ratings on

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<sup>1</sup> RCW 80.08.030 provides that a public service company may issue stock for a limited number of purposes, including the construction, completion, extension, or improvement of its facilities, or the improvement or maintenance of its service.

<sup>2</sup> *In the Matter of the Petition of Avista Corporation, d/b/a Avista Utilities For an Order establishing compliance with RCW 80.08.040 with respect to Proposed Issuance of up to 5,500,000 additional shares of Common Stock*, Petition of Avista Corporation for an Order Establishing Compliance with RCW 80.08.040, Docket UE-250498 at 3 ¶ 5 (June 23, 2025).

<sup>3</sup> *Id* at 4 ¶ 6.

long-term debt securities, and “reduce interest costs of such debt securities,” to the benefit of its customers.<sup>4</sup> Accordingly, we grant the Company’s Application.

### FINDINGS AND CONCLUSIONS

- 8       (1)     The Commission is an agency of the State of Washington vested by statute with the authority to regulate the rates, rules, regulations, practices, accounts, securities, transfers of property and affiliated interests of public service companies, including electric companies.
- 9       (2)     Avista is engaged in the business of providing electric service within the state of Washington. As a public service company, it is subject to Commission jurisdiction.
- 10      (3)     On June 23, 2025, Avista filed with the Commission a statement of a planned securities issuance and Application for an order affirming compliance with RCW 80.08.040. The Application includes: (1) a certification by an authorized officer that the proceeds will be used for one or more purposes allowed by RCW 80.08.030; (2) a description of the proposed issuance, including the terms of financing, and (3) a statement as to why the proposed sale of securities is in the public interest, consistent with the requirements set out in RCW 80.08.040.
- 11      (4)     After reviewing the information and application Avista filed in Docket UE-250498 on June 23, 2025, and giving due consideration, the Commission finds that Avista’s Application meets the requirements of RCW 80.08.040.

### ORDER

#### THE COMMISSION ORDERS:

- 12      (1)     Avista Corporation d/b/a Avista Utilities has complied with the requirements of RCW 80.08.040 with respect to the proposals in its application to issue and sell up to 5,500,000 shares of Common Stock. This is in addition to the 584,042 shares previously authorized by the Commission in Order 01, entered July 27, 2023, in Docket UE-230545, that remain unissued, for a total of 6,084,042 additional shares.

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<sup>4</sup> *Id* at 4-5 ¶ 6.

- 13       (2)     This Order shall in no way affect the authority of the Commission over rates, services, accounts, valuations, estimates, or determination of costs, or any matters that may come before it. Nor shall anything in this Order be construed as an agreement to any estimate or determination of costs, or any valuation of property claimed or asserted.
- 14       (3)     The Commission retains jurisdiction over the subject matter and Avista to effectuate the provisions of this Order.

The Commissioners, having determined this Order to be consistent with the public interest, directed the Secretary to enter this Order.

DATED at Lacey, Washington, and effective July 24, 2025.

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

JEFF KILLIP  
Executive Director and Secretary