

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

DOCKET NO. UE-170485

DOCKET NO. UG-170486

EXH. AMM-16

ADRIEN M. MCKENZIE

REPRESENTING AVISTA CORPORATION

PARCEL PROXY GROUP

	(a)	(b)	(c)
<u>Company</u>	<u>Expected Return on Common Equity</u>	<u>Adjustment Factor</u>	<u>Adjusted Return on Common Equity</u>
1 ALLETE	9.0%	1.0260	9.2%
2 Alliant Energy	13.0%	1.0044	13.1%
3 Avista Corp.	8.5%	1.0346	8.8%
4 Black Hills Corp	10.5%	1.0436	11.0%
5 El Paso Electric Co.	9.5%	1.0218	9.7%
6 Hawaiian Electric Industries	9.0%	1.0174	9.2%
7 IDACORP	12.0%	1.0195	12.2%
8 NorthWestern Corp	10.0%	1.0177	10.2%
9 OGE Energy	12.0%	1.0184	12.2%
10 Otter Tail Corp	10.0%	1.0377	10.4%
11 Pinnacle West Capital	10.5%	1.0204	10.7%
12 Portland General Corp	9.5%	1.0181	9.7%
13 PNM Resources	9.0%	1.0150	9.1%
14 SCANA Corp	11.0%	1.0013	11.0%
15 Vectren	12.0%	1.0299	12.4%
Average			10.6%

GORMAN/GARRETT PROXY GROUP

	(a)	(b)	(c)
<u>Company</u>	<u>Expected Return on Common Equity</u>	<u>Adjustment Factor</u>	<u>Adjusted Return on Common Equity</u>
1 ALLETE, Inc.	9.0%	1.0260	9.2%
2 Ameren Corporation	10.0%	1.0268	10.3%
3 Avangrid, Inc.	5.0%	1.0064	5.0%
4 Black Hills Corporation	10.5%	1.0436	11.0%
5 CMS Energy Corporation	13.5%	1.0356	14.0%
6 Dominion Resources, Inc.	19.0%	1.0025	19.0%
7 DTE Energy Company	10.5%	1.0258	10.8%
8 Edison International	12.0%	1.0195	12.2%
9 El Paso Electric Company	9.5%	1.0218	9.7%
10 Exelon Corporation	9.5%	1.0260	9.7%
11 Hawaiian Electric Industries, Inc.	9.0%	1.0174	9.2%
12 IDACORP, Inc.	12.0%	1.0195	12.2%
13 NorthWestern Corporation	10.0%	1.0177	10.2%
14 Otter Tail Corporation	10.0%	1.0377	10.4%
15 PG&E Corporation	10.0%	1.0302	10.3%
16 Portland General Electric Company	9.5%	1.0181	9.7%
17 Sempra Energy	13.0%	1.0039	13.1%
Average (d)			10.8%

(a) The Value Line Investment Survey (Aug. 18, Sep. 15, & Oct. 27, 2017).

(b) Computed using the formula $2 * (1 + 5\text{-Yr. Change in Equity}) / (2 + 5 \text{ Yr. Change in Equity})$.

(c) (a) x (b).

(d) Excludes highlighted values.