AVISTA CORP. RESPONSE TO REQUEST FOR INFORMATION

JURISDICTION:WASHINGTONDATE PREPARED:09/11/2017CASE NO.:UE-170485 & UG-170486WITNESS:Kevin ChristieREQUESTER:UTC StaffRESPONDER:Shawn Bonfield

TYPE: Data Request DEPT: State & Federal Regulation

REQUEST NO.: Staff - 174 TELEPHONE: (509) 495-2782

EMAIL: shawn.bonfield@avistacorp.com

REQUEST:

Referring to docket UG-152394, Avista Natural Gas Line Extension Allowance Program Semi-Annual Report No. 2: Please provide the analysis that forms the basis for the quantified environmental benefit in the final paragraph of the report on page 7. Identify the source of all assumptions used in the analysis and clarify if the CO₂ saved is actual CO₂ or CO₂ equivalent. Please provide responsive materials in a fully functional Excel format with all workbooks, worksheets, data and formulae left intact.

RESPONSE:

After further review the Company realized it incorrectly calculated the environmental benefit in the final paragraph on page 7 of the Natural Gas Line Extension Allowance Program Semi-Annual Report No. 2. Per the Company's 2015 Washington Electric Business Plan, on average when a customer converts their space heat from electric to natural gas they save 7,485 kWh per year, water heaters save 3,790 kWh per year, and for both pieces of equipment together they save 11,275 kWh per year. See Staff_DR_174 Attachment A (Res Conv tab) for the kWh savings information, which is included as part of the Company's 2017 Electric Demand-Side Management Annual Conservation Plan.

The emissions profile for the average customer that uses electric space heat and hot water is as follows:

Average Electric (Resistance) Customer				
End Use	Electric Use (kWh)	AVA Mix CO ₂ lbs/yr	AVA Mix CO2 Metric Tons/Year	
Furnace	7,485	5,809	2.636	
Water Heat	3,790	2,941	1.335	
Combined	11,275	8,750	3.970	

The emissions profile for a customer that uses natural gas as their fuel source for space heating and water heating as required to receive a LEAP allowance is as follows:

Average Natural Gas Customer				
End Use	Therms @ 90% Efficient Furnace and 67% Water Heat	CO ₂ lbs/yr	Direct Use Metric Tons/Year	
Furnace	244	2,851	1.294	
Water Heat	166	1,939	0.880	
Combined	409	4,790	2.173	

Dockets UE-170485 & UG-170486 Exh. CAC-7 2 of 2

Based on the information in the tables above, the actual savings range of CO_2 for a customer that converts their space heat and/or hot water heat through the LEAP program is 0.31 - 1.44 metric tons per year.

The Company calculated the average customer emissions by using its 2015 fuel supply mix and 2015 regional emissions data from the Fuel Mix Disclosure information provided by Department of Commerce. Please see Staff_DR_174 Attachment B for all calculations and data.