

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

DOCKET NO. UE-17 \_\_\_\_\_

DOCKET NO. UG-17 \_\_\_\_\_

EXH. AMM-4

ADRIEN M. MCKENZIE

REPRESENTING AVISTA CORPORATION

SUMMARY OF RESULTS

<u>DCF</u>	<u>Average</u>	<u>Midpoint</u>
Value Line	9.2%	10.1%
IBES	9.3%	10.3%
Zacks	9.2%	9.7%
S&P Capital/IQ	9.1%	9.5%
Internal br + sv	8.0%	8.2%
<u>CAPM</u>		
Current Bond Yield	9.9%	9.9%
Projected Bond Yield	10.2%	10.3%
<u>Empirical CAPM</u>		
Current Bond Yield	10.5%	10.5%
Projected Bond Yield	10.7%	10.8%
<u>Utility Risk Premium</u>		
Current Bond Yield		10.1%
Projected Bond Yields		10.9%
<u>Expected Earnings</u>		
Industry		10.7%
Proxy Group	10.3%	11.1%
<u>Recommended Cost of Equity Range</u>		
Cost of Equity Range	9.5%	-- 10.7%
<u>Flotation Cost Adjustment</u>		
		0.10%
<u>ROE Recommendation</u>	9.6%	-- 10.8%