



Avista Corp.

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June 12, 2023

Received
Records Management
Jun 12, 2023

Amanda Maxwell
Executive Director & Secretary
Washington Utilities and Transportation Commission
621 Woodland Square Loop SE
Lacey, Washington 98503

RE: UE-220892 and UG-220893 – Interest Methodology for Biannual Update

Dear Ms. Maxwell:

Avista Corporation, dba Avista Utilities (Avista or the Company), hereby submits its methodology for calculating the biannual interest rate to be used on the deferral balance of costs associated with the increase of regulatory fees. Per Commission Order 01 in the above referenced dockets, interest to be applied on the deferral balance is to be based on the Company's actual cost of debt, updated semi-annually. Attachment A provides Avista's calculation based on the actual cost of debt as of December 31, 2022. Avista intends to update the interest rate at the end of June and December each year, to be used for the following 6-month period.

If you have any questions regarding this filing, please contact me at (509) 495-8601 or [liz.andrews@avistacorp.com](mailto:andrews@avistacorp.com)

Sincerely,

/s/Elizabeth Andrews

Elizabeth Andrews
Senior Manager, Revenue Requirements