

**Exh. DCP-3
Dockets UE-190334, UG-190335,
and UE-190222
Witness: David C. Parcell**

**BEFORE THE WASHINGTON
UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

**AVISTA CORPORATION, d/b/a
AVISTA UTILITIES,**

Respondent.

**DOCKETS UE-190334, UG-190335,
and UE-190222 (*Consolidated*)**

**EXHIBIT TO
TESTIMONY OF**

David C. Parcell

**ON BEHALF OF STAFF OF
WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION**

Avista Total Cost of Capital

October 3, 2019

AVISTA CORPORATION TOTAL COST OF CAPITAL

Item	Percent	Cost	Weighted Cost
Short-Term Debt	2.65% 1/	4.36% 3/	0.12%
Long-Term Debt	48.85% 1/	5.19% 4/	2.54%
Common Equity	48.50% 2/	9.10% 9.30% 9.50%	4.41% 4.51% 4.61%
Total	100.00%		7.06% 7.26% 7.16%

1/ Percentages of short-term and long-term debt derived from relative amounts of short-term debt and long-term debt as of December 31, 2019, as contained in Exh. MTT-2, page 6:

	Amount	Percent	Ratio to 51.5%
Short-Term Debt	\$100,000	5.14%	2.65%
Long-Term Debt	\$1,845,500	94.86%	48.85%
Total Debt	\$1,945,500		51.50%

2/ Common equity ratio approved for Avista by Commission in Dockets UE-150204/UG-150205, as well as Dockets UE-170485/UG-170486.

3/ As shown on Exh. MTT-2, page 4.

4/ As derived from Exh. MTT-2, page 3, excluding short-term debt cost and amounts:

Effective Cost	\$95,777,570
Principal Outstanding	\$1,845,500,000
Yield to Maturity	5.19%