

**BEFORE THE WASHINGTON  
UTILITIES & TRANSPORTATION COMMISSION**

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,

Complainant,

v.

AVISTA CORPORATION d/b/a AVISTA UTILITIES,

Respondent.

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DOCKET NOS. UE-200900 and UG-200901 (*Consolidated*)

**J. RANDALL WOOLRIDGE**

**ON BEHALF OF THE  
WASHINGTON STATE OFFICE OF THE ATTORNEY GENERAL  
PUBLIC COUNSEL UNIT**

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**EXHIBIT JRW-2**

Recommended Cost of Capital

**April 21, 2021**

**Avista Corporation**

**Recommended Cost of Capital**

<b>Capital Source</b>	<b>Capitalization Ratios</b>	<b>Cost Rate</b>	<b>Weighted Cost Rate</b>
<b>Long-Term Debt</b>	<b>51.50%</b>	<b>4.97%</b>	<b>2.56%</b>
<b>Common Equity</b>	<b><u>48.50%</u></b>	<b><u>9.00%</u></b>	<b><u>4.37%</u></b>
<b>Total Capital</b>	<b>100.00%</b>		<b>6.92%</b>

\* Capital Structure Ratios are developed in Exhibit JRW-4.