

AVISTA CORPORATION'S PETITION FOR
RECONSIDERATION OR, IN THE ALTERNATIVE,
FOR REHEARING
UE-160228 and UG-160229
(Consolidated)

ATTACHMENT B

December 23, 2016

Avista Utilities
Using Direct Filed Case (\$38.6 & \$4.4)
Return On Equity Excluding Rate Relief

	<u>Source: Exh.</u> No. JSS-2 / JSS-3	Washington Electric	Washington Natural Gas	System WA Ele & Nat. Gas
Net Utility Ratebase (AMA Basis)	Pg 1, Column <i>d</i>	1,475,472	298,315	1,773,786
Equity Percentage	Pg 4	48.50%	48.50%	48.50%
Equity Portion of Net Ratebase		715,604	144,683	860,286
Utility Earnings				
Adj. Net Op. Income	Pg 1, Column <i>d</i>	88,819	20,065	108,884
Less: Interest Charges	(1)	(41,903)	(8,472)	(50,376)
Utility Earnings Available for Common		46,916	11,593	58,508
Return on Equity		6.6%	8.0%	6.8%

Source:

(1) Interest Charges:

Net Utility Ratebase (AMA Basis)	1,475,472	298,315
Cost of Debt (see <i>Exh. No. JSS-2 / JSS-3, pg 4</i>)	2.84%	2.84%
Interest Expense	41,903	8,472