Avista Corp.

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July 20, 2016

***VIA: UTC Portal***

Steven V. King

Executive Director and Secretary

Washington Utilities & Transportation Commission

1300 S. Evergreen Park Drive S. W.

P.O. Box 47250

Olympia, Washington 98504-7250

Dear Mr. King:

RE: Docket UE-160779 - Avista Utilities 2016 Renewable Target Compliance Report

In compliance with RCW 19.285, also known as “I-937” or the Washington Energy Independence Act, and WAC 480-109, Avista Utilities submitted its “Compliance Report” demonstrating compliance with the renewable energy component of I-937 for 2016 on June 1, 2016.

After discussion with Commission Staff regarding the Company’s incremental cost calculation of its investments for compliance with I-937, the Company has put together an updated incremental cost calculation to be included as an appendix to its Compliance Report, which is included within this supplemental filing.

In addition the Company wishes to clarify a couple of errors found within its Compliance Report. First, in Appendix B and E, the Company listed an incorrect WREGIS numbers for Nine Mile #1 and Nine Mile #2. The Company listed WREGIS number W249 for Nine Mile #1 and W216 for Nine Mile #2, when the correct numbers as listed in Appendix A are W216 for Nine Mile #1 and W283 for Nine Mile #2. Second, on page 2 of both Appendix C and D the Company listed an incorrect reference to RCW 19.285.030 regarding incremental electricity produced as a result of efficiency improvements completed after March 31, 1999 to hydroelectric projects. In its Compliance Report the Company referenced RCW 18.285.030(10)(b), when the correct reference is RCW 19.285.030(12)(b)

If you have any questions regarding this information, please contact John Lyons at 509-495-8515 or myself at 509-495-4975.

Sincerely,

/s/Linda Gervais//

Linda Gervais

Senior Manager, Regulatory Policy

Avista Utilities

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