BEFORE THE WASHINGTON UTILITIES & TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,

Complainant,

v.

AVISTA CORPORATION d/b/a AVISTA UTILITIES,

Respondent.

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

SHAY BAUMAN

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

EXHIBIT SB-3

Public Counsel Present Value Calculation

April 21, 2021

| Public Counsel Exh. SB | -3, Nominal and Present Value of | Revenue Requir | rements includir | ng O&M savings | | | | | | |
|---|----------------------------------|----------------|------------------|----------------|------------|------------|------------|------------|------------|------------|
| Discount Rate: | 7.43% | | | | | | | | | |
| | | | | Years: | | | | | | |
| Item | Source | Present value | Nominal Value | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 | 2027 |
| Electric Rev Req'ts | PC-DR-131r2 Attachment A | | 83,157,216 | 20,447,456 | 17,599,168 | 11,850,495 | 10,585,019 | 9,608,012 | 8,621,365 | 7,642,488 |
| Gas Rev Req'ts | PC-DR-131r2 Attachment B | | 29,496,197 | 6,748,291 | 5,803,136 | 4,127,217 | 3,737,808 | 3,407,853 | 3,072,945 | 2,738,033 |
| Total RR net of O&M Savings (cost to customers) | | \$95,314,914 | 112,653,413 | 27,195,747 | 23,402,304 | 15,977,712 | 14,322,827 | 13,015,865 | 11,694,310 | 10,380,520 |
| Other Benefits | | | | | | | | | | |
| Outage Management | Exh. JDD-2r, Table 4-2 (p. 51) | | 125,800,000 | 2,400,000 | 3,800,000 | 5,600,000 | 7,100,000 | 7,300,000 | 7,600,000 | 7,900,000 |
| Energy Efficiency | Exh. JDD-2r, Table 4-2 (p. 51) | | 74,400,000 | 1,700,000 | 2,100,000 | 2,900,000 | 3,900,000 | 4,000,000 | 4,300,000 | 4,500,000 |
| Total Benefits to Customers | | \$104,287,023 | 200,200,000 | 4,100,000 | 5,900,000 | 8,500,000 | 11,000,000 | 11,300,000 | 11,900,000 | 12,400,000 |
| Impact of 10% benefit reduction | | \$93,858,321 | | | | | | | | |

| Public Counsel Exh. SB-3 | | | | | | | | | |
|--------------------------|------------|------------|------------|------------|------------|-------------|--------------|--------------|-------------|
| Discount Rate: | | | | | | | | | |
| | | | | | | | | | |
| Item | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 |
| Electric Rev Req'ts | 6,651,685 | 5,181,557 | 3,647,688 | 2,703,474 | 1,365,334 | (3,535,138) | (7,841,510) | (8,575,051) | (2,794,824) |
| Gas Rev Req'ts | 2,399,145 | 1,916,819 | 1,412,616 | 1,086,925 | 636,866 | (996,585) | (2,749,712) | (2,886,998) | (958,162) |
| Total RR net of O&M Sa | 9,050,830 | 7,098,376 | 5,060,304 | 3,790,399 | 2,002,200 | (4,531,723) | (10,591,223) | (11,462,049) | (3,752,986) |
| Other Benefits | | | | | | | | | |
| Outage Management | 8,100,000 | 8,400,000 | 8,700,000 | 9,000,000 | 9,300,000 | 9,600,000 | 10,000,000 | 10,300,000 | 10,700,000 |
| Energy Efficiency | 4,700,000 | 4,900,000 | 5,200,000 | 5,400,000 | 5,600,000 | 5,900,000 | 6,100,000 | 6,400,000 | 6,800,000 |
| Total Benefits to Custon | 12,800,000 | 13,300,000 | 13,900,000 | 14,400,000 | 14,900,000 | 15,500,000 | 16,100,000 | 16,700,000 | 17,500,000 |
| Impact of 10% benefit re | | | | | | | | | |