

Exhibit No. \_\_\_ (KLE-3)  
Docket UE-130043  
Witness: Kenneth L. Elgin

BEFORE THE WASHINGTON  
UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION,

Complainant,

v.

PACIFICORP D/B/A PACIFIC POWER  
& LIGHT COMPANY,

Respondent.

DOCKET UE-130043

EXHIBIT TO  
TESTIMONY OF

Kenneth L. Elgin

STAFF OF WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION

*Avista Cost of Debt Detail  
(December 31, 2012)*

June 21, 2013

AVISTA CORPORATION  
Cost of Debt Detail  
December 31, 2012

Line No.	Description (a)	Coupon Rate (b)	Maturity Date (c)	Settlement Date (d)	Principal Amount (e)	Issuance Costs (f)	Discount (Premium) (g)	Loss/Reacq Expenses (h)	Net Proceeds (i)	Yield to Maturity (j)	Principal Outstanding 12/31/2012 (k)	Effective Cost (l)	Line No.
1	FMBS - SERIES A	7.530%	5/5/2023	5/6/1993	\$ 5,500,000	\$ 42,712	\$ -	\$ 963,011	\$ 4,494,277	9.359%	\$ 5,500,000	\$ 514,744	1
2	FMBS - SERIES A	7.540%	5/5/2023	5/7/1993	\$ 1,000,000	\$ 7,766	\$ -	\$ 175,412	\$ 816,822	9.375%	1,000,000	93,747	2
3	FMBS - SERIES A	7.390%	5/11/2018	5/11/1993	\$ 7,000,000	\$ 54,364	\$ -	\$ 1,227,883	\$ 5,717,753	9.287%	7,000,000	650,114	3
4	FMBS - SERIES A	7.450%	6/11/2018	6/9/1993	\$ 15,500,000	\$ 120,377	\$ 50,220	\$ 2,140,440	\$ 13,188,963	8.953%	15,500,000	1,387,715	4
5	FMBS - SERIES A	7.180%	8/12/2023	8/12/1993	\$ 7,000,000	\$ 54,364	\$ -	\$ -	\$ 6,945,636	7.244%	7,000,000	507,064	5
6	DEBT TO AFFIL	1.79%	6/1/2037	6/3/1997	\$ 40,000,000	\$ 1,296,086	\$ -	\$ (1,769,125)	\$ 40,473,039	1.751%	40,000,000	700,400	6
7	SERIES C Setup Cc	N/A	6/15/2013	6/15/1998	\$ -	\$ 666,169	\$ -	\$ -	\$ -	-	-	44,411	7
8	FMBS - SERIES	6.370%	6/19/2028	6/19/1998	\$ 25,000,000	\$ 158,304	\$ -	\$ 188,649	\$ 24,653,047	6.475%	25,000,000	1,618,863	8
9	5.45% SERIES	5.450%	12/1/2019	11/18/2004	\$ 90,000,000	\$ 1,192,681	\$ 239,400	\$ 7,244,918	\$ 81,323,001	6.462%	90,000,000	5,815,420	9
10	FMBS - 6.25%	6.250%	12/1/2035	11/17/2005	\$ 150,000,000	\$ 1,812,935	\$ 367,500	\$ 1,700,376	\$ 146,119,188	6.446%	150,000,000	9,668,439	10
11	FMBS - 5.70%	5.700%	7/1/2037	12/15/2006	\$ 150,000,000	\$ 4,702,304	\$ 222,000	\$ -	\$ 145,075,696	5.934%	150,000,000	8,900,675	11
12	5.95% SERIES	5.950%	6/1/2018	4/2/2008	\$ 250,000,000	\$ 2,246,419	\$ 835,000	\$ -	\$ 246,918,581	6.113%	250,000,000	15,283,219	12
13	5.125% SERIES	5.125%	4/1/2022	9/22/2009	\$ 250,000,000	\$ 2,284,788	\$ 575,000	\$ 2,875,817	\$ 244,264,396	5.379%	250,000,000	13,447,339	13
14	1.68% SERIES	1.680%	12/30/2013	12/30/2010	\$ 50,000,000	\$ 305,790	\$ -	\$ -	\$ 49,694,210	1.891%	50,000,000	945,329	14
15	3.89% SERIES	3.890%	12/20/2020	12/20/2010	\$ 52,000,000	\$ 383,338	\$ -	\$ 6,273,664	\$ 45,342,997	5.578%	52,000,000	2,900,325	15
16	5.55% SERIES	5.550%	12/20/2040	12/20/2010	\$ 35,000,000	\$ 258,634	\$ -	\$ 5,263,822	\$ 29,477,345	6.788%	35,000,000	2,375,887	16
17	4.45% SERIES	4.450%	12/14/2041	12/14/2011	\$ 85,000,000	\$ 682,771	\$ -	\$ -	\$ 84,317,229	4.499%	85,000,000	3,824,193	17
18	4.23% SERIES	4.230%	11/29/2047	11/30/2012	\$ 80,000,000	\$ 600,000	\$ -	\$ 104,292	\$ 79,295,708	4.279%	80,000,000	3,422,992	18
19											1,293,000,000	72,100,879	19
20													20
21	Repurchase	8.65%	6/5/2028	5/24/2002	\$ 10,000,000			\$ (2,228,153)	\$ 12,228,153	6.981%		(188,084)	21
22	Repurchase	8.63%	6/5/2028	4/9/2003	\$ 10,000,000			\$ (450,769)	\$ 10,450,769	8.385%		(43,661)	22
23	Repurchase	8.63%	12/29/2022	3/13/2003	\$ 5,000,000			\$ 92,363	\$ 4,907,637	9.029%		10,341	23
24	Repurchase	5.72%	3/1/2034	12/30/2009	\$ 17,000,000			\$ 1,957,496	\$ 15,042,504	6.683%		163,206	24
25	Repurchase	6.55%	10/1/2032	12/31/2008	\$ 66,700,000			\$ 3,709,755	\$ 62,990,245	7.034%		324,414	25
26													26
27											\$ 1,293,000,000	\$ 72,367,094	27
28													28
29	Short-term debt				\$105,000,000						105,000,000	2,247,615	29
30													30
31											1,398,000,000	74,614,708	31
32													32
33													33
34													34
35													35
36													36
37													37

COST OF LONG-TERM DEBT AS OF December 31, 2012  
COST OF SHORT-TERM DEBT AS OF December 31, 2012  
PRO FORMA COST OF DEBT AS OF December 31, 2012

32 1 Var. Rate Long-Term Debt. Interest rate information comes from Exhibit No. MTT-2 Page 5  
33 2 The Company agreed to pay 50 bps in fees related to the placement of the transaction. The remaining 25 basis points is a projection for additional costs related to the issuance of this Private Placement (e.g. legal, filing fees, and other)  
34 3 The coupon rate used is the cost of debt at the time of the repurchases  
35 4 The amounts are calculated using the IRR function

36  
37 \*\* Changed short-term debt to 4% of capital