Exhibit No. \_\_\_ (DCP-3)
Docket UE-090134/UG-090135
and UG-060518 (consolidated)
Witness: David C. Parcell

## BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,	) DOCKETS UE-090134 ) and UG-090135 ) (consolidated)
Complainant,	)
<b>v.</b>	)
AVISTA CORPORATION, d/b/a AVISTA UTILITIES,	) ) )
Respondent.	) ) )
In the Matter of the Petition of	) ) DOCKET UG-060518 ) (consolidated)
AVISTA CORPORATION, d/b/a AVISTA UTILITIES,	) (consolitation)
For an Order Authorizing	)
Implementation of a Natural Gas	· ·
Decoupling Mechanism and to Record	)
Accounting Entries Associated With the Mechanism.	)
	)

## **EXHIBIT TO TESTIMONY OF**

DAVID C. PARCELL

STAFF OF WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

Avista Corp. - Total Cost of Capital

August 17, 2009

## AVISTA CORP. TOTAL COST OF CAPITAL

ITEM	PERCENT	COST RATE	WEIGHTED COST			
Total Debt	54.60%	6.57%		3.59%		
Common Equity	45.40%	9.50%	10.50%	4.31%	4.77%	
Total	100.00%			7.90%	8.35%	
•					8.13% Mid-Point	