June 1, 2017

Kevin Holland Avista Corporation Manager DSM 1411 E. Mission Avenue MSC-15 Spokane, WA 99202

Re:

Rathdrum Solar Facility

2015 and 2016 Renewable Energy Attribute Retirement Agreement

## Dear Kevin:

Avista Corporation, Power Supply Department ("Power Supply"), understands that Avista Corporation, Buck-A-Block Program ("B-A-B"), desires to retire the Renewable Energy Attributes produced from the 15 kilowatt Rathdrum Solar Facility during 2015 and 2016. These Renewable Energy Attributes will be used in Avista's Buck-a-Block voluntary rate program for participating customers. The term of this Letter Agreement commenced on January 1, 2015, ("Effective Date") and terminated on December 31, 2016.

Power Supply agrees to retire the Renewable Energy Attributes, equal to 25 megawatthours ("MWh") in 2015 and 21 MWh in 2016, pursuant to the terms of this Letter Agreement. The Renewable Energy Attributes were generated by Avista Corporation's Rathdrum Solar Facility. Attached is the facility's metering information that verifies the generation amount during 2015 and 2016.

Power Supply and B-A-B agree that, for purposes of this Letter Agreement, "Renewable Energy Attributes" means with respect to a specified quantity of the electricity generated by an electrical generating resource, the right of B-A-B and customers participating B-A-B, to claim, under applicable energy generation disclosure and tracking laws and regulations, all of the nonenergy attributes and value associated with the generation of renewable power, including: any green tags, tradable renewable certificates or similar renewable energy certificates, credits, values or premiums associated with renewable energy generation; any output-based incentive, allocation, credit, value, set-aside allowance or non-energy attributes relating to or arising out of the production of renewable energy generation, and emission and greenhouse gas reductions; whether any of the foregoing arises pursuant to existing or future energy generation disclosure and tracking laws and regulations, or existing or future certification, certification program, trading market or exchange. For the avoidance of doubt, Renewable Energy Attributes may include, but are not limited to, any avoided emissions of pollutants to the air, soil or water such as sulfur dioxides (SOx), nitrogen oxides (NOx), carbon monoxide (CO), mercury (Hg), and any other pollutant that is now or may in the future be regulated under the pollution control laws of the United States; and further include any avoided emissions of carbon dioxide (CO2) and any other greenhouse gas (GHG). The energy commodity value associated with any sale of renewable-generated electricity (that is, the energy, capacity, reliability or other power attributes) are not Renewable Energy Attributes and are not included in the retirement of any Renewable

Energy Attributes under this Letter Agreement, and DSM shall have no rights or claims with respect to such energy commodity value.

By executing below, Power Supply and DSM agree to retire the Renewable Energy Attributes pursuant to the terms of this Letter Agreement.

Date: 6/1/17

ACCEPTED AND AGREED:

Steven G. Silkworth

Wholesale Contracts Manager

Date

Date

Manager, DSM