#### BEFORE THE

#### WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of the Joint Application of HYDRO ONE LIMITED (acting through its indirect subsidiary, Olympus Equity LLC)

and

AVISTA CORPORATION

For an Order Authorizing Proposed Transaction

Docket No. U-170970

FIRST AMENDMENT TO SETTLEMENT STIPULATION AND AGREEMENT

### I. PARTIES

- 1. The undersigned parties (hereinafter "Parties") represent all who have signed the Settlement Stipulation and Agreement entered into on March 27, 2018 (hereinafter "Stipulation"). The Parties hereby agree to amend the Stipulation to reduce the amount of deferred federal income tax benefit from \$16.7 million to \$10.4 million to be used for purposes of accelerating the depreciation of Colstrip Units 3 and 4 to reflect a "useful life" of 2027 for depreciation purposes, to recognize the impact of Order No. 7 in Dockets UE-170485 and UG-170486, dated April 27, 2018, in Avista's recently-concluded general rate filings.
- 2. Accordingly, the Parties agree to amend Commitment No. 76, appearing at page 22 of Appendix A to the Stipulation, and Attachment A to Appendix A, in the manner set forth in the attachment to this First Amendment, appearing in legislative format (denoting changes). The Parties agree to substitute these revised pages for corresponding pages in the Stipulation. In addition the Parties agree to make corresponding changes to the Joint Testimony and Exhibits

(Exh. JNT-1T, JNT-3 and JNT-4), and testimonies of Witnesses Hancock (Exh. CSH-1T) and Andrews (Exh. EMA-1T), and file these revisions with the Commission.

3. In all other respects, the Stipulation as previously entered into by the Parties, shall remain the same.

Entered into this 2 day of May, 2018.

#### AVISTA CORPORATION HYDRO ONE LIMITED By: By: Elizabeth Thomas, Partner, K&L Gates LLP David J. Meyer Chief Counsel for Regulatory and Kari Vander Stoep, Partner, K&L Gates LLP Governmental Affairs On Behalf of Hydro One Limited and Olympus Equity LLC THE PUBLIC COUNSEL UNIT OF THE STAFF OF THE WASHINGTON WASHINGTON OFFICE OF ATTORNEY GENERAL UTILITIES AND TRANSPORTATION COMMISSION By: \_\_\_\_ By: Lisa W. Gafken Jennifer Cameron-Rulkowski Assistant Attorney General Assistant Attorney General NW ENERGY COALITION RENEWABLE NORTHWEST ALLIANCE OF WESTERN ENERGY NATURAL RESOURCES DEFENSE CONSUMERS COUNCIL By: By: \_ Tyler C. Pepple Jeffrey D. Goltz Davison Van Cleve, P.C. Cascadia Law Group Chad M. Stokes On Behalf of NWEC/RNW/NRDC Cable Huston LLP WASHINGTON AND NORTHERN IDAHO DISTRICT COUNCIL OF THE ENERGY PROJECT LABORERS By: Simon J. ffitch Danielle Franco-Malone Attorney at Law Schwerin Campbell Barnard Iglitzin & Lavitt, LLP

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By: \_\_\_

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**AVISTA CORPORATION** 

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