

**BEFORE THE
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,

Complainant,

v.

AVISTA CORPORATION, DBA
AVISTA UTILITIES,

Respondent.

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) DOCKET NOS. UE-140188 and
) UG-140189 (*Consolidated*)
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EXHIBIT NO.__(MPG-13)

MULTI-STAGE GROWTH DCF MODEL

July 22, 2014

Avista Corporation

Multi-Stage Growth DCF Model

Line	Company	13-Week AVG Stock Price ¹ (1)	Annualized Dividend ² (2)	First Stage Growth ³ (3)	Second Stage Growth					Third Stage Growth ⁴ (9)	Multi-Stage Growth DCF (10)
					Year 6 (4)	Year 7 (5)	Year 8 (6)	Year 9 (7)	Year 10 (8)		
1	Ameren Corporation	\$39.88	\$1.60	7.75%	7.24%	6.73%	6.23%	5.72%	5.21%	4.70%	9.76%
2	American Electric Power Company, Inc.	\$52.62	\$2.00	4.73%	4.73%	4.72%	4.72%	4.71%	4.71%	4.70%	8.69%
3	ALLETE, Inc.	\$50.28	\$1.96	6.00%	5.78%	5.57%	5.35%	5.13%	4.92%	4.70%	9.12%
4	Avista Corporation	\$31.56	\$1.27	5.00%	4.95%	4.90%	4.85%	4.80%	4.75%	4.70%	8.99%
5	Black Hills Corporation	\$58.04	\$1.56	7.00%	6.62%	6.23%	5.85%	5.47%	5.08%	4.70%	7.96%
6	CMS Energy Corporation	\$29.72	\$1.08	6.26%	6.00%	5.74%	5.48%	5.22%	4.96%	4.70%	8.89%
7	DTE Energy Company	\$76.15	\$2.62	6.12%	5.88%	5.64%	5.41%	5.17%	4.94%	4.70%	8.64%
8	Duke Energy Corporation	\$71.80	\$3.12	4.30%	4.36%	4.43%	4.50%	4.57%	4.63%	4.70%	9.14%
9	Empire District Electric Company	\$24.19	\$1.02	3.00%	3.28%	3.57%	3.85%	4.13%	4.42%	4.70%	8.66%
10	El Paso Electric Company	\$37.15	\$1.06	3.50%	3.70%	3.90%	4.10%	4.30%	4.50%	4.70%	7.45%
11	Edison International	\$55.98	\$1.42	3.23%	3.48%	3.72%	3.97%	4.21%	4.46%	4.70%	7.08%
12	Entergy Corporation	\$74.24	\$3.32	0.87%	1.51%	2.15%	2.79%	3.42%	4.06%	4.70%	8.36%
13	Great Plains Energy Inc.	\$26.14	\$0.92	5.15%	5.08%	5.00%	4.93%	4.85%	4.78%	4.70%	8.49%
14	Hawaiian Electric Industries, Inc.	\$24.35	\$1.24	4.60%	4.62%	4.63%	4.65%	4.67%	4.68%	4.70%	10.00%
15	IDACORP, Inc.	\$55.19	\$1.72	4.00%	4.12%	4.23%	4.35%	4.47%	4.58%	4.70%	7.81%
16	NorthWestern Corporation	\$47.89	\$1.60	7.00%	6.62%	6.23%	5.85%	5.47%	5.08%	4.70%	8.74%
17	Otter Tail Corporation	\$29.10	\$1.21	N/A	N/A	N/A	N/A	N/A	N/A	4.70%	N/A
18	PG&E Corporation	\$45.14	\$1.82	5.95%	5.74%	5.53%	5.32%	5.12%	4.91%	4.70%	9.26%
19	Portland General Electric Company	\$32.95	\$1.10	9.14%	8.40%	7.66%	6.92%	6.18%	5.44%	4.70%	9.29%
20	PPL Corporation	\$33.85	\$1.49	0.45%	1.16%	1.87%	2.58%	3.28%	3.99%	4.70%	8.20%
21	SCANA Corporation	\$51.87	\$2.10	4.53%	4.56%	4.59%	4.62%	4.64%	4.67%	4.70%	8.89%
22	Sempra Energy	\$99.18	\$2.64	6.92%	6.55%	6.18%	5.81%	5.44%	5.07%	4.70%	7.91%
23	UIL Holdings Corporation	\$36.64	\$1.73	5.67%	5.51%	5.35%	5.19%	5.02%	4.86%	4.70%	9.94%
24	Westar Energy, Inc.	\$35.73	\$1.40	3.30%	3.53%	3.77%	4.00%	4.23%	4.47%	4.70%	8.45%
25	Average	\$46.65	\$1.71	4.98%	4.93%	4.88%	4.84%	4.79%	4.75%	4.70%	8.68%
26	Median										8.69%

Sources:

¹ SNL Financial, Downloaded on June 29, 2014.

² *The Value Line Investment Survey*, May 2, May 23, and June 20, 2014.

³ Exhibit No.____(MPG-8).

⁴ *Blue Chip Financial Forecasts*, June 1, 2014 at 14.