

**Exh. DCP-11
Dockets UE-240006/UG-240007
Witness: David C. Parcell**

**BEFORE THE WASHINGTON
UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

AVISTA CORPORATION,

Respondent

**DOCKETS UE-240006 & UG-240007
(Consolidated)**

EXHIBIT TO

TESTIMONY OF

DAVID C. PARCELL

**ON BEHALF OF STAFF OF
WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION**

Proxy Companies CAPM Cost Rates

July 3, 2024

PROXY COMPANIES CAPM COST RATES

COMPANY	RISK-FREE RATE	BETA	RISK PREMIUM	CAPM RATES
Proxy Group				
ALLETE	4.65%	0.95	6.4%	10.7%
Avista Corp.	4.65%	0.95	6.4%	10.7%
Black Hills Corp	4.65%	1.05	6.4%	11.4%
IDACORP	4.65%	0.85	6.4%	10.1%
MGE Energy	4.65%	0.80	6.4%	9.8%
NorthWestern Corp	4.65%	0.95	6.4%	10.7%
OGE Energy	4.65%	1.05	6.4%	11.4%
Otter Tail Corp	4.65%	0.95	6.4%	10.7%
Pinnacle West Capital	4.65%	0.95	6.4%	10.7%
Portland General Electric	4.65%	0.90	6.4%	10.4%
Mean				10.7%
Median				10.7%

Sources: Value Line Investment Survey, Standard & Poor's, Federal Reserve.

20-year Treasury Bonds

Month	Rate
Mar-24	4.46%
Apr-24	4.77%
May-24	4.71%
Average	4.65%