

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND)
TRANSPORTATION COMMISSION,)
Complainant,) Docket No. UE-110876
v.) Docket No. UG-110877
AVISTA CORPORATION d/b/a) Docket No. UE-120436
AVISTA UTILITIES,) Docket No. UG-120437
Respondent.) (*consolidated*)
_____)
)

EXHIBIT NO. __ (MPG-20)

AVERA CONSTANT GROWTH DCF MODEL

September 19, 2012

Avista Corporation

Avera Constant Growth DCF Model

| Line | Company | Stock Price (1) | Annualized Dividend (2) | Dividend Yield (3) | Growth Rates | | | Cost of Equity Estimates | | | | |
|------|------------------------|-----------------|-------------------------|--------------------|----------------|-------------|-------------|--------------------------|----------------|-------------|-------------|-------------|
| | | | | | Value Line (4) | IBES (5) | Zacks (6) | br+sv (7) | Value Line (8) | IBES (9) | Zacks (10) | br+sv (11) |
| 1 | ALLETE | \$41.49 | \$1.84 | 4.4% | 6.0% | 5.0% | 5.0% | 4.6% | 10.4% | 9.4% | 9.4% | 9.0% |
| 2 | Alliant Energy | \$42.92 | \$1.80 | 4.2% | 7.0% | 4.8% | 6.0% | 5.6% | 11.2% | 8.9% | 10.2% | 9.8% |
| 3 | Ameren Corp. | \$31.73 | \$1.62 | 5.1% | -2.0% | -3.9% | 4.0% | 2.1% | 3.1% | 1.2% | 9.1% | 7.2% |
| 4 | American Elec Pwr | \$40.04 | \$1.90 | 4.7% | 4.5% | 3.8% | 4.3% | 4.8% | 9.2% | 8.5% | 9.0% | 9.5% |
| 5 | Avista Corp. | \$25.44 | \$1.18 | 4.6% | 4.5% | 4.0% | 4.7% | 3.1% | 9.1% | 8.6% | 9.3% | 7.8% |
| 6 | Black Hills Corp. | \$34.20 | \$1.48 | 4.3% | 8.5% | 6.0% | 5.0% | 2.6% | 12.8% | 10.3% | 9.3% | 6.9% |
| 7 | Cleco Corp. | \$38.64 | \$1.25 | 3.2% | 6.0% | 3.0% | NA | 4.2% | 9.2% | 6.2% | NA | 7.4% |
| 8 | DTE Energy Co. | \$53.78 | \$2.42 | 4.5% | 4.5% | 4.1% | 4.2% | 3.6% | 9.0% | 8.5% | 8.7% | 8.1% |
| 9 | Edison International | \$40.93 | \$1.31 | 3.2% | 0.5% | 3.0% | 5.0% | 5.1% | 3.7% | 6.2% | 8.2% | 8.3% |
| 10 | EI Paso Electric | \$34.06 | \$1.08 | 3.2% | 7.5% | 3.7% | 4.3% | 4.6% | 10.7% | 6.9% | 7.5% | 7.8% |
| 11 | FirstEnergy Corp. | \$42.72 | \$2.20 | 5.1% | 0.5% | 1.4% | 1.0% | 4.0% | 5.6% | 6.5% | 6.1% | 9.1% |
| 12 | Great Plains Energy | \$20.87 | \$0.86 | 4.1% | 6.0% | 4.1% | 7.0% | 2.4% | 10.1% | 8.2% | 11.1% | 6.6% |
| 13 | Hawaiian Elec. | \$25.81 | \$1.24 | 4.8% | 11.0% | 11.4% | 6.5% | 4.7% | 15.8% | 16.2% | 11.3% | 9.5% |
| 14 | IDACORP, Inc. | \$41.80 | \$1.32 | 3.2% | 4.0% | 4.0% | 5.0% | 3.7% | 7.2% | 7.2% | 8.2% | 6.9% |
| 15 | OGE Energy Corp. | \$53.72 | \$1.59 | 3.0% | 6.5% | 7.7% | 5.9% | 7.0% | 9.5% | 10.6% | 8.9% | 10.0% |
| 16 | Otter Tail Corp. | \$22.03 | \$1.19 | 5.4% | 13.0% | 5.0% | 5.0% | 1.2% | 18.4% | 10.4% | 10.4% | 6.6% |
| 17 | PG&E Corp. | \$41.33 | \$1.82 | 4.4% | 5.0% | 2.3% | 4.3% | 5.9% | 9.4% | 6.7% | 8.7% | 10.4% |
| 18 | Pinnacle West Capital | \$47.67 | \$2.10 | 4.4% | 6.0% | 5.5% | 5.3% | 3.3% | 10.4% | 9.9% | 9.7% | 7.8% |
| 19 | Portland General Elec. | \$24.99 | \$1.08 | 4.3% | 7.5% | 5.3% | 5.0% | 4.2% | 11.8% | 9.6% | 9.3% | 8.5% |
| 20 | PPL Corp. | \$27.98 | \$1.44 | 5.1% | 5.0% | 4.6% | NA | 5.9% | 10.1% | 9.7% | NA | 11.0% |
| 21 | Pub Sv Enterprise Grp | \$30.62 | \$1.37 | 4.5% | 0.0% | 2.8% | 2.0% | 6.0% | 4.5% | 7.2% | 6.5% | 10.5% |
| 22 | SCANA Corp. | \$44.95 | \$1.98 | 4.4% | 3.5% | 4.2% | 4.0% | 5.2% | 7.9% | 8.6% | 8.4% | 9.6% |
| 23 | Sempra Energy | \$57.27 | \$2.08 | 3.6% | 4.5% | 7.6% | 7.0% | 6.5% | 8.1% | 11.2% | 10.6% | 10.1% |
| 24 | TECO Energy | \$18.16 | \$0.89 | 4.9% | 9.0% | 4.2% | 3.7% | 5.3% | 13.9% | 9.1% | 8.6% | 10.2% |
| 25 | UIL Holdings | \$34.86 | \$1.73 | 5.0% | 3.0% | 4.1% | 4.0% | 2.5% | 8.0% | 9.1% | 9.0% | 7.4% |
| 26 | Westar Energy | \$28.34 | \$1.31 | 4.6% | 8.5% | 4.2% | 6.1% | 4.7% | 13.1% | 8.9% | 10.7% | 9.3% |
| 27 | Average | \$36.4 | \$1.5 | 4.3% | 5.7% | 4.6% | 4.8% | 4.3% | 9.7% | 8.6% | 9.1% | 8.7% |

Source: _____
Exhibit No. (WEA-5).