

**Exh. DCP-17  
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**

*Avista Response to UTC Staff Data Request No. 11*

**July 3, 2024**

**AVISTA CORP.  
RESPONSE TO REQUEST FOR INFORMATION**

|               |                       |                |                            |
|---------------|-----------------------|----------------|----------------------------|
| JURISDICTION: | WASHINGTON            | DATE PREPARED: | 02/20/2024                 |
| CASE NO.:     | UE-240006 & UG-240007 | WITNESS:       | Kevin J. Christie          |
| REQUESTER:    | UTC Staff             | RESPONDER:     | Liz Andrews                |
| TYPE:         | Data Request          | DEPT:          | Regulatory Affairs         |
| REQUEST NO.:  | Staff – 011           | TELEPHONE:     | (509) 495-8601             |
|               |                       | EMAIL:         | liz.andrews@avistacorp.com |

**SUBJECT: Cost of Capital**

**REQUEST:**

Please provide a schedule that shows the following information for the most recent rate proceeding for each electric and natural gas subsidiary or division of Avista Corp.

- a. Date of Application
- b. Name of Jurisdiction
- c. Utility Service (e.g., electric or natural gas)
- d. Docket Number
- e. Return on Equity Requested
- f. Return on Equity Authorized
- g. Capital Structure Requested
- h. Capital Structure Authorized
- i. Overall Rate of Return Requested,
- j. Overall Rate of Return Authorized
- k. Date of Commission Decision

**RESPONSE:**

See Staff-DR-011 – Attachment A.

**Most recent rate proceeding for each electric and natural gas subsidiary or division of Avista Corp.:**

|                                                         | 1/21/2022          | 1/21/2022          | 2/1/2023           | 2/1/2023           | 2/1/2023      | 3/1/2023        | 7/15/2022         |
|---------------------------------------------------------|--------------------|--------------------|--------------------|--------------------|---------------|-----------------|-------------------|
| a. Date of application,                                 | 1/21/2022          | 1/21/2022          | 2/1/2023           | 2/1/2023           | 2/1/2023      | 3/1/2023        | 7/15/2022         |
| b. Name of jurisdiction,                                | Washington         | Washington         | Idaho              | Idaho              | Idaho         | Oregon          | Alaska            |
| c. Utility service (e.g., electric or natural gas),     | Electric           | Natural Gas        | Electric           | Natural Gas        | Natural Gas   | Natural Gas     | Electric          |
| d. Docket number,                                       | <b>UE-220053</b>   | <b>UG-220054</b>   | <b>AVU-E-23-01</b> | <b>AVU-G-23-01</b> | <b>UG 461</b> | <b>U-22-078</b> |                   |
| e. Return on equity requested,                          | 10.25%             | 10.25%             | 10.25%             | 10.25%             | 10.25%        | 10.25%          | 13.45%            |
| f. Return on equity authorized,                         | 9.4%*              | 9.4%*              | 9.40%              | 9.40%              | 9.50%         | 9.50%           | 11.45%            |
| g. Capital structure requested (E = Equity / D = Debt), | 48.5% E / 51.5% D  | 48.5% E / 51.5% D  | 50% / 50%          | 50% / 50%          | 50% / 50%     | 50% / 50%       | 60.7% E / 39.3% D |
| h. Capital structure authorized,                        | 48.5% E / 51.5% D* | 48.5% E / 51.5% D* | 50% / 50%          | 50% / 50%          | 50% / 50%     | 50% / 50%       | 60.7% E / 39.3% D |
| i. Overall rate of return requested,                    | 7.31%              | 7.31%              | 7.59%              | 7.59%              | 7.59%         | 7.59%           | 10.0%             |
| j. Overall rate of return authorized, and               | 7.03%*             | 7.03%*             | 7.19%              | 7.19%              | 7.235%        | 7.235%          | 8.79%             |
| k. Date of commission decision.                         | 12/12/2022         | 12/12/2022         | 8/31/2023          | 8/31/2023          | 10/26/2023    | 10/26/2023      | 8/30/2023         |

\*Settlement agreement of an ROR of 7.03%. While no Settling Party agreed to a precise formulation to arrive at this ROR, a 7.03% percent ROR could be derived using Avista's currently-authorized ROE of 9.4%, 48.5% equity layer/51.5% debt, and 4.8% cost of debt. This would produce a result within the zone of reasonableness.