

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-9)

SUSTAINABLE CONSTANT GROWTH DCF MODEL

September 19, 2012

Avista Corporation

Constant Growth DCF Model (Sustainable Growth Rate)

<u>Line</u>	<u>Company</u>	<u>13-Week AVG Stock Price¹</u> (1)	<u>Sustainable Growth²</u> (2)	<u>Annualized Dividend³</u> (3)	<u>Adjusted Yield</u> (4)	<u>Constant Growth DCF</u> (5)
1	ALLETE, Inc.	\$40.78	5.07%	\$1.84	4.74%	9.81%
2	Alliant Energy Corporation	\$45.37	4.68%	\$1.80	4.15%	8.83%
3	American Electric Power Cor	\$40.22	4.58%	\$1.88	4.89%	9.47%
4	Avista Corporation	\$26.51	3.97%	\$1.16	4.55%	8.52%
5	Black Hills Corporation	\$32.06	3.02%	\$1.48	4.76%	7.77%
6	Cleco Corporation	\$42.01	4.79%	\$1.25	3.12%	7.91%
7	DTE Energy Company	\$58.87	4.18%	\$2.35	4.16%	8.34%
8	Edison International	\$45.38	5.15%	\$1.30	3.01%	8.16%
9	El Paso Electric Company	\$32.46	5.16%	\$1.00	3.24%	8.40%
10	FirstEnergy Corp.	\$48.46	3.62%	\$2.20	4.70%	8.32%
11	Great Plains Energy Inc.	\$21.12	2.76%	\$0.87	4.23%	6.99%
12	Hawaiian Electric Industries, I	\$28.04	6.75%	\$1.24	4.72%	11.47%
13	IDACORP, Inc.	\$41.15	4.03%	\$1.32	3.34%	7.37%
14	OGE Energy Corp.	\$52.96	7.17%	\$1.57	3.18%	10.35%
15	Otter Tail Corporation	\$22.54	4.24%	\$1.19	5.51%	9.76%
16	PG&E Corporation	\$44.81	5.50%	\$1.82	4.28%	9.78%
17	Pinnacle West Capital Corpor	\$51.42	3.99%	\$2.10	4.25%	8.24%
18	Portland General Electric Con	\$26.31	3.93%	\$1.08	4.27%	8.20%
19	PPL Corporation	\$28.05	6.33%	\$1.44	5.46%	11.79%
20	Public Service Enterprise Gro	\$32.07	5.67%	\$1.42	4.68%	10.35%
21	SCANA Corporation	\$47.69	6.68%	\$1.98	4.43%	11.11%
22	Sempra Energy	\$67.48	6.18%	\$2.40	3.78%	9.96%
23	TECO Energy, Inc.	\$17.85	5.35%	\$0.88	5.19%	10.55%
24	UIL Holdings Corporation	\$35.38	2.96%	\$1.73	5.03%	7.99%
25	Westar Energy, Inc.	\$29.65	3.83%	\$1.32	4.62%	8.45%
26	Average	\$38.35	4.78%	\$1.54	4.33%	9.12%
27	Median					8.52%

Sources:

¹ SNL Financial, downloaded on August 13, 2012.² Exhibit No.__(MPG-8), page 1 of 2.³ *The Value Line Investment Survey*, May 25, June 22, and August 3, 2012.